



HINKLE + LANDERS

Certified Public Accountants + Business Consultants

STATE OF NEW MEXICO
DONA ANA COUNTY
FINANCIAL STATEMENTS
For The Year Ended June 30, 2011

INTRODUCTORY SECTION

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
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For The Year Ended June 30, 2011**

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STATE OF NEW MEXICO
DOÑA ANA COUNTY
Official Roster
As of June 30, 2011

County Officials

Name	Title
Billy G. Garrett	Commissioner – District 1
Dolores Saldana-Caviness	Chair, Commissioner – District 2
Karen G. Perez	Vice-Chair, Commissioner – District 3
Scott A. Krahling	Commissioner – District 4
Leticia Duarte-Benavidez	Commissioner – District 5

Administrative Officials

Brian D. Haines	County Manager
David Gutierrez	County Treasurer
Lynn Ellins	County Clerk
Andy Segovia	County Assessor
Alice M. Salcido	Probate Judge
Todd Garrison	County Sheriff

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Doña Ana County (the County), as of and for the year ended June 30, 2011, which collectively comprise the agency'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, and the budgetary comparisons for the major debt service funds, and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011, 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 the County, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the general fund 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 fund of the County as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major debt service funds, and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1 to the financial statements, the County implemented Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2011 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 4 through 13 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted 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 conducted for the purpose of forming opinions on the basic financial statements, the combining and individual fund financial statements, the schedule of changes in assets and liabilities - agency funds, and budgetary comparisons. 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 supplemental 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.



Hinkle + Landers, P.C.
November 14, 2011

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

Doña Ana County's management discussion and analysis presents an overview of the County's financial activities for the fiscal year ended June 30, 2011. Please read it in conjunction with Doña Ana County's financial statements beginning on page 14.

FINANCIAL HIGHLIGHTS

- The County completed fiscal year 2011 with \$357,936,156 in total assets; this is roughly a 1.2% decrease in assets when compared to the \$362,458,134 in fiscal year 2010. Total Liabilities for net assets decreased by roughly 4.3% or \$2,751,323 to \$61,309,236; while Total Net Assets decreased slightly more than one-half percent or \$1,770,655 to complete the fiscal year at \$296,626,920.
- Net Assets for Governmental Activity decreased 0.12% or \$297,318 to end the fiscal year at \$249,060,347; while Business-Type Activities decreased by 3.0% or \$1,473,337 for a fiscal year net asset balance of \$47,566,573. Overall revenues decreased by 3.1% to \$119,961,265 and expenditures decreased by roughly 0.59% to \$121,839,103.
- The County's financial analysis of County Governmental Funds indicates an increase in total assets of \$1,159,796 or 1.1% to \$110,156,667; total liabilities decreased by \$1,962,903 or 14.2%, while total fund balance increased by \$3,122,699 or 3.3%.
- On February 10, 2005, Dona Ana County and the City of Sunland Park entered into a Memorandum of Understanding (DAC #05-259) and an Interim JPA (DAC #05-260) for the purposes of combining all the City water and wastewater facilities and operations with certain defined County water and wastewater facilities and designating subdivision, zoning, planning and platting jurisdiction within a certain designated interim service area. These agreements were superseded by JPA, DAC #09-191, enacted February 24, 2009. Section 6 of the 2009 JPA anticipates the transfer of the respective City and County fixed assets to a new independent "Camino Real Regional Utility Authority". The current worth of County assets to be transferred approximates \$14,000,000. JPA #09-191 is still in effect in the current fiscal year and the transfer of County assets has not yet occurred.
- Dona Ana County received state appropriations totaling \$1,870,000 for the Colonias Initiative to improve infrastructure within the 40 substandard designated colonia communities within the County's boundaries. In fiscal year 2011, \$264,097 has been expended and the \$700,000 projects have been completed.
- Dona Ana County received American Recovery and Reinvestment Act (ARRA) stimulus funding totaling \$3,142,804. Of that amount, \$446,900 was received in the form of the Energy Efficiency and Conservation Block Grant from the Department of Energy; \$2,168,207 from the US Department of Transportation passed through the State for improvements on East Berino Road; and \$527,697 from the US Department of Justice passed through the State for the purchase and equipping of police vehicles. In fiscal year 2011, \$390,518 has been expended on the energy efficiency; \$1,545,588 has been expended on road improvements; and \$2,727 has been expended on vehicle maintenance with the completion of the US Department of Justice grant.
- Total bonded debt at June 30, 2011 for the County was \$42,060,000.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

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 2010. 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 spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

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

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

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 the County's Public Housing Authority, 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 25 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 33 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34-60 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 61 of this report.

The combining statements referred to earlier in connection with Nonmajor funds and Nonmajor proprietary funds are presented in the supplementary information section of this report. Combining schedules can be found on pages 64-136 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Broad Overview of Finances)

The County implemented the new financial reporting model required by 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.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

Dona Ana County Condensed
Schedule of Net Assets
As of June 30, 2011 and 2010

	2011	2010	2011	2010	2011	2010
	Governmental Activities	Governmental Activities	Business- Type Activities	Business- Type Activities	Total Primary Government	Total Primary Government
Assets:						
Current and Other Assets	\$ 109,489,362	104,292,040	5,237,097	7,088,704	114,726,459	111,380,744
Capital Assets	187,444,449	195,064,421	55,765,248	56,012,969	243,209,697	251,077,390
Total Assets	<u>296,933,811</u>	<u>299,356,461</u>	<u>61,002,345</u>	<u>63,101,673</u>	<u>357,936,156</u>	<u>362,458,134</u>
Liabilities:						
Current Liabilities	13,161,994	12,185,177	2,221,039	3,019,976	15,383,033	15,205,153
Non-Current Liabilities	34,711,470	37,813,619	11,214,733	11,041,786	45,926,203	48,855,405
Total Liabilities	<u>47,873,464</u>	<u>49,998,796</u>	<u>13,435,772</u>	<u>14,061,762</u>	<u>61,309,236</u>	<u>64,060,558</u>
Net Assets:						
Invested in Capital Assets	151,007,232	155,549,395	43,200,177	44,290,987	194,207,409	199,840,382
Restricted Assets	32,373,899	-	1,201,782	1,201,782	33,575,681	1,201,782
Unrestricted Assets	65,679,216	93,808,270	3,164,614	3,547,142	68,843,830	97,355,412
Total Net Assets	<u>249,060,347</u>	<u>249,357,665</u>	<u>47,566,573</u>	<u>49,039,911</u>	<u>296,626,920</u>	<u>298,397,576</u>
Total Liabilities And Net Assets	<u>\$ 296,933,811</u>	<u>299,356,461</u>	<u>61,002,345</u>	<u>63,101,673</u>	<u>357,936,156</u>	<u>362,458,134</u>

The largest portion of the County's net assets reflects its investment in capital assets (i.e., land, land improvements, buildings, equipment, and 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 sources 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 decreased the County's net assets by \$297,318 to \$249,060,347. The decrease is due predominantly to a loss on disposition of capital assets.

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, The. (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 59, Note 12 to the financial statements.

Business-Type Activities

The overall financial position of the business-type activities changed predominantly due to an decrease in grant revenue for housing as well as an decrease in expenses for housing assistance.

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 Camino Real

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

Regional Utility Authority. Overall the County utility connections increased by 16 connections for a total of 3,203.

Dona Ana County Condensed
Summary of Changes in Net Assets
For the Years Ended June 30, 2011 and 2010

	2011	2010	2011	2010	2011	2010
	Governmental Activities	Governmental Activities	Business- Type Activities	Business- Type Activities	Total Primary Government	Total Primary Government
Revenues						
<u>Program Revenues</u>						
Changes for Services	\$ 16,701,400	16,503,488	1,151,012	1,287,635	17,852,412	17,791,123
Operating Grants and Contributions	18,618,623	16,545,224	2,558,258	2,753,939	21,176,881	19,299,163
Capital Grants and Contributions	6,676,520	12,300,371	-	-	6,676,520	12,300,371
<u>General Revenue</u>						
Taxes, Penalties and interest	72,236,435	70,532,722	-	-	72,236,435	70,532,722
Investment Income	3,203,990	1,392,986	39,196	40,864	3,243,186	1,433,850
Other Revenue	(1,923,706)	1,737,750	699,537	706,578	(1,224,169)	2,444,328
Total Revenue	<u>115,513,262</u>	<u>119,012,541</u>	<u>4,448,003</u>	<u>4,789,016</u>	<u>119,961,265</u>	<u>123,801,557</u>
Expenses						
General Governmental	27,232,263	27,096,161	-	-	27,232,263	27,096,161
Public Safety	49,105,706	48,468,172	-	-	49,105,706	48,468,172
Public Works	20,500,979	21,477,074	-	-	20,500,979	21,477,074
Health and Welfare	16,757,369	17,308,464	-	-	16,757,369	17,308,464
Cultural Recreation	141,366	165,338	-	-	141,366	165,338
Bond Interest	2,442,985	2,264,423	-	-	2,442,985	2,264,423
Fiscal Agent's Fees	28,790	30,580	-	-	28,790	30,580
Housing Assistance	-	-	2,477,529	2,730,008	2,477,529	2,730,008
Water	-	-	216,160	211,788	216,160	211,788
Wastewater	-	-	2,700,691	2,585,904	2,700,691	2,585,904
Other utility services	-	-	235,265	228,769	235,265	228,769
Total Expenses	<u>116,209,458</u>	<u>116,810,212</u>	<u>5,629,645</u>	<u>5,756,469</u>	<u>121,839,103</u>	<u>122,566,681</u>
Increase in net assets before transfers	(696,196)	2,202,329	(1,181,642)	(967,453)	(1,877,838)	1,234,876
Transfers	398,878	(163,192)	(398,878)	163,192	-	-
Change in Net Assets	(297,318)	2,039,137	(1,580,520)	(804,261)	(1,877,838)	1,234,876
Net Assets-Beginning of year	249,357,665	245,243,974	49,039,911	50,172,441	298,397,576	295,416,415
Restatements of net assets	-	2,074,554	107,182	(328,269)	107,182	1,746,285
Net Assets-Beginning of year, restated	<u>249,357,665</u>	<u>247,318,528</u>	<u>49,147,093</u>	<u>49,844,172</u>	<u>298,504,758</u>	<u>297,162,700</u>
Net Assets-End of year	<u>\$ 249,060,347</u>	<u>249,357,665</u>	<u>47,566,573</u>	<u>49,039,911</u>	<u>296,626,920</u>	<u>298,397,576</u>

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 spendable 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.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

Dona Ana County
Condensed Balance Sheet of Governmental Funds
As of June 30, 2011 and 2010

	2011	2010	2011	2010	2011	2010	2011	2010
	General Fund	General Fund	Health Services (SLAIG)	Health Services (SLAIG)	Colonia's Initiative	Colonia's Initiative	State Approp	State Approp
Assets								
Pooled Cash and investment	\$ 58,544,544	51,547,958	4,921,055	5,258,434	187,950	-	-	-
Interest receivable	256,687	170,289	5,192	1,015	-	-	-	-
Taxes receivable, net allowance	6,021,906	5,609,311	-	-	-	-	-	-
Accounts receivable, net	1,592,200	2,226,306	16,125	91,580	-	1,809,101	1,540,748	2,458,885
Intergovernmental receivables	944,241	438,873	-	-	-	-	-	-
Due from other funds	1,328,218	4,085,770	-	-	-	-	-	-
Inventories and prepaids	10,273	8,668	-	-	-	-	-	-
Bonds receivable	-	-	-	-	-	-	-	-
Total Assets	\$ 68,698,069	64,087,175	4,942,372	5,351,029	187,950	1,809,101	1,540,748	2,458,885
Liabilities and Fund Balance								
Liabilities								
A/P, accruals and other liabilities	\$ 2,362,608	1,762,712	153,940	250,983	33,491	1,621,151	1,000,264	1,921,141
Deferred revenues	6,521,511	9,545,227	71,793	72,408	-	-	-	-
Total Liabilities	8,884,119	11,307,939	225,733	323,391	33,491	1,621,151	1,000,264	1,921,141
Fund Balance								
Reserved	10,273	8,668	-	-	-	-	-	-
Unreserved	59,803,677	52,770,568	4,716,639	5,027,638	154,459	187,950	540,484	537,744
Total Fund Balances	59,813,950	52,779,236	4,716,639	5,027,638	154,459	187,950	540,484	537,744
Total Liabilities and Fund Balance	\$ 68,698,069	64,087,175	4,942,372	5,351,029	187,950	1,809,101	1,540,748	2,458,885
	2011	2010	2011	2010	2011	2010		
	Debt Service Fund	Debt Service Fund	Nonmajor Governmental Funds	Nonmajor Governmental Funds	Total Governmental Funds	Total Governmental Funds		
Assets								
Pooled Cash and investment	\$ 6,159,063	6,004,780	24,863,073	25,568,202	94,675,685	88,379,374		
Interest receivable	24,040	23,562	18,354	4,549	304,273	199,415		
Taxes receivable, net allowance	63,853	60,759	2,512,977	2,375,003	8,598,736	8,045,073		
Accounts receivable, net	-	-	205,750	266,002	3,354,823	6,851,874		
Intergovernmental receivables	-	-	940,418	987,481	1,884,659	1,426,354		
Due from other funds	-	-	-	343	1,328,218	4,086,113		
Inventories and prepaids	-	-	-	-	10,273	8,668		
Bonds receivable	-	-	-	-	-	-		
Total Assets	\$ 6,246,956	6,089,101	28,540,572	29,201,580	110,156,667	108,996,871		
Liabilities and Fund Balance								
Liabilities								
A/P, accruals and other liabilities	\$ 399,116	438,485	849,618	853,463	4,799,037	6,847,935		
Deferred revenues	55,273	110,842	423,154	552,778	7,071,731	10,281,255		
Total Liabilities	454,389	549,327	1,272,772	1,406,241	11,870,768	17,129,190		
Fund Balance								
Reserved	5,595,195	5,415,034	387,695	-	5,993,163	5,423,702		
Unreserved	197,372	124,740	26,880,105	27,795,339	92,292,736	86,443,979		
Total Fund Balances	5,792,567	5,539,774	27,267,800	27,795,339	98,285,899	91,867,681		
Total Liabilities and Fund Balance	\$ 6,246,956	6,089,101	28,540,572	29,201,580	110,156,667	108,996,871		

The table above has not been updated for GASB 54 presentation due to the comparative nature of the table. Specific information related to the application of GASB 54 to the major and non-major governmental funds is disclosed in the audit in Note 1.

As of the end of fiscal year 2011, the County's governmental funds reported combined ending fund balances of \$98,285,899, an increase of \$3,122,699 in comparison with the prior year. The general fund ending fund balance at the end of fiscal year 2011 is reported at \$59,813,950, which is an increase of \$3,794,616. This shows that total governmental fund revenues increased substantially while expenditures decreased minimally.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

Dona Ana County
Condensed Statement of Revenues, Expenditures, and Changes In Fund Balances
As of June 30, 2011 and 2010

	2011	2010	2011	2010	2011	2010	2011	2010
	General Fund	General Fund	Health Services (SLAIG)	Health Services (SLAIG)	Colonia's Initiative	Colonia's Initiative	State Approp	State Approp
Operating								
Total Revenues	\$ 73,287,199	71,525,351	13,963,598	11,814,197	264,097	1,929,634	4,019,977	5,931,097
Total Expenditures	(72,629,614)	(71,127,063)	(7,062,158)	(9,314,576)	(297,588)	(1,946,483)	(4,017,237)	(5,505,046)
Other Financing Sources								
Issuance of long-term debt	213,426	-	-	-	-	-	-	-
Transfers In	37,220,146	44,525,960	7,072	-	-	-	-	75,000
Transfers Out	(34,206,541)	(41,574,013)	(7,219,511)	(7,588,832)	-	-	-	-
Total Other Financing Sources/(Uses)	3,137,031	2,951,947	(7,212,439)	(7,588,832)	-	-	-	75,000
Net Changes in Fund Balance	3,794,616	3,350,235	(310,999)	(5,089,211)	(33,491)	(16,849)	2,740	501,051
Fund balance-Beginning of year	56,019,334	51,817,695	5,027,638	10,116,849	187,950	204,799	537,744	(76,969)
Restatements of fund balance	-	851,404	-	-	-	-	-	113,662
Fund balance-Beginning of year, restated	56,019,334	52,669,099	5,027,638	10,116,849	187,950	204,799	537,744	36,693
Fund balance-End of year	\$ 59,813,950	56,019,334	4,716,639	5,027,638	154,459	187,950	540,484	537,744

	2011	2010	2011	2010	2011	2010
	Debt Service Fund	Debt Service Fund	Nonmajor Governmental Funds	Nonmajor Governmental Funds	Total Governmental Funds	Total Governmental Funds
Operating						
Total Revenues	\$ 1,895,100	1,615,086	23,037,970	21,642,828	116,467,941	114,458,193
Total Expenditures	(5,574,961)	(5,253,287)	(22,570,987)	(19,690,246)	(112,152,545)	(112,836,701)
Other Financing Sources						
Issuance of long-term debt	-	-	-	-	213,426	-
Transfers In	3,877,233	3,831,732	2,433,292	5,048,964	43,537,743	53,481,656
Transfers Out	-	(13,370)	(2,427,814)	(4,718,634)	(43,943,866)	(53,894,849)
Total Other Financing Sources/(Uses)	3,877,233	3,818,362	5,478	330,330	(192,697)	(413,193)
Net Changes in Fund Balance	197,372	180,161	472,461	2,282,912	4,122,699	1,208,299
Fund balance-Beginning of year	5,595,195	5,415,034	26,795,339	25,868,736	94,163,200	93,346,144
Restatements of fund balance	-	-	-	(1,356,309)	-	(391,243)
Fund balance-Beginning of year, restated	5,595,195	5,415,034	26,795,339	24,512,427	94,163,200	92,954,901
Fund balance-End of year	\$ 5,792,567	5,595,195	27,267,800	26,795,339	98,285,899	94,163,200

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 the County's Public Housing Authority. The County's Internal Service Fund is also included as a proprietary fund; however it is considered part of governmental activities for the government-wide financial statements.

Total net assets of proprietary funds at the end of the year amounted to \$48,534,480.

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

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

Dona Ana County
Condensed Statement of Revenues, Expenditures, And Changes In Net Assets
For The Years Ended June 30, 2011 and 2010

	2011	2010	2011	2010	2011	2010	2011	2010
	Border	Border	Border	Border	NMED	NMED	South	South
	Wastewater	Wastewater	Water	Water	County	County	Central	Central
			System	System	Utilities	Utilities	Wastewater	Wastewater
Total Operating Revenues	\$ 52,402	94,467	104,029	161,383	289,884	289,884	722,819	655,038
Total Operating Expenditures	(177,956)	(153,172)	(216,160)	(211,788)	(144,770)	(129,959)	(1,525,334)	(1,479,950)
Net Income From Operations	(125,554)	(58,705)	(112,131)	(50,405)	145,114	159,925	(802,515)	(824,912)
Non-Operating Revenue (Expenses)	(111,366)	(79,574)	6,635	7,724	(82,702)	(87,573)	4,829	(423)
Net Income	(236,920)	(138,279)	(105,496)	(42,681)	62,412	72,352	(797,686)	(825,335)
Net Transfers in/(out)	-	13,370	-	-	(202,473)	66,900	(39,905)	112,775
Change in Net Assets	(236,920)	(124,909)	(105,496)	(42,681)	(140,061)	139,252	(837,591)	(712,560)
Net Assets-Beginning of year	531,274	656,183	9,906,636	9,949,317	1,653,271	1,733,534	21,559,666	21,993,977
Restatements of net assets	-	-	-	-	-	(219,515)	-	278,249
Net Assets-Beginning of year, restated	531,274	656,183	9,906,636	9,949,317	1,653,271	1,514,019	21,559,666	22,272,226
Net Assets-End of year	\$ 294,354	531,274	9,801,140	9,906,636	1,513,210	1,653,271	20,722,075	21,559,666

	2011	2010	2011	2010	2011	2010
	Nonmajor	Nonmajor	Total	Total	Internal	Internal
	Enterprise	Enterprise	Enterprise	Enterprise	Service	Service
	Funds	Funds	Funds	Funds	Fund	Fund
Total Operating Revenues	\$ 681,415	747,837	1,850,549	1,948,609	1,936,869	1,800,443
Total Operating Expenditures	(3,365,732)	(3,567,013)	(5,429,952)	(5,541,882)	(2,407,202)	(2,145,211)
Net Income From Operations	(2,684,317)	(2,819,176)	(3,579,403)	(3,593,273)	(470,333)	(344,768)
Non-Operating Revenue (Expenses)	2,580,365	2,785,666	2,397,761	2,625,820	-	-
Net Income	(103,952)	(33,510)	(1,181,642)	(967,453)	(470,333)	(344,768)
Net Transfers in/(out)	(156,500)	(29,853)	(398,878)	163,192	805,000	250,000
Change in Net Assets	(260,452)	(63,363)	(1,580,520)	(804,261)	334,667	(94,768)
Net Assets-Beginning of year	15,389,064	15,839,430	49,039,911	50,172,441	633,240	732,164
Restatements of net assets	107,182	(387,003)	107,182	(328,269)	-	(4,156)
Net Assets-Beginning of year, restated	15,496,246	15,452,427	49,147,093	49,844,172	633,240	728,008
Net Assets-End of year	\$ 15,235,794	15,389,064	47,566,573	49,039,911	967,907	633,240

GENERAL FUND BUDGETARY ANALYSIS

- The General Fund revenue budget increased \$970,152 from \$72,904,601 to a final budget of \$73,874,753. With the economic pain felt across the county, the PILT (payment-in-lieu-of-taxes) program assisted local communities by distributing larger payments that reflect the results of annual inflationary adjustments to the per acre and population variables used in the formula to compute payment amounts. In addition, intergovernmental grant revenue increased due to the County's acceptance of a sub-grant agreement from the New Mexico Department of Homeland Security and Emergency Management and additional awarded state appropriations.
- The County's General Fund actual revenues at fiscal year-end totaled \$74,016,995 versus a budget of \$73,874,753 for an additional \$142,242. The County experienced a gradual increase in all revenue sources which offset a significant decrease in charges for services.
- The General Fund expenditure budget increased approximately \$1,023,129 from \$80,014,207 to a final budget of \$81,037,336. This increase was due primarily to the County's acceptance of a sub-grant agreement from the New Mexico Department of Homeland Security and Emergency Management as well as the acceptance of additional state grant funding.
- The County's General Fund expenditure budget at fiscal year-end totaled \$81,037,336 while actual expenditures totaled \$71,907,540, or \$9,129,796 under budget. Due to the economic downturn, the County was forced to implement a freeze on filling vacant positions, limit travel for continuing education and cut back on capital purchases.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

Construction was completed on the Vado/Del Cerro and the Montana Vista Forcemain projects. The costs were transferred from the Business Type Construction-In-Progress account to the Infrastructure capital asset account in fiscal year 2011.

Construction was completed on the La Mesa Community Center, the Anthony Library, the Juvenile Detention Center reroof, the Road & Drainage on Swannack Rd. and the Airport Runway Extension Phase 1B projects. The costs were transferred from the Governmental Type Construction-In-Progress account to the Infrastructure capital asset account in fiscal year 2011.

Major capital asset events during fiscal year 2011 included:

- Reclassification of the Airport Runway Project from Construction-In-Progress to Infrastructure.
- Reclassification of Doña Ana County road projects donated, returned or from the - 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 \$3,419,052 or 6.7% during the fiscal year 2011. Notes payable decreased by \$289,052 or 4.8%. Bonded debt decreased by \$3,130,000 or 6.9% during the fiscal year.

At the end of fiscal year 2011, the County had total long-term debt outstanding to various agencies of \$47,817,956 or a 6.7% (\$3,419,052) decrease from the prior fiscal year.

Dona Ana County
Condensed Schedule of Outstanding Debt
As of June 30, 2011 and 2010

	Governmental Activities		Business-Type Activities		Total Activity	
	2011	2010	2011	2010	2011	2010
Revenue Bonds	\$ 28,010,000	30,280,000	6,665,000	6,665,000	34,675,000	36,945,000
Special Assessment Bonds	5,800,000	6,160,000	-	-	5,800,000	6,160,000
General Obligation Bonds	1,585,000	2,085,000	-	-	1,585,000	2,085,000
Notes Payable	1,042,217	990,026	4,715,739	5,056,982	5,757,956	6,047,008
Total Outstanding Debt	\$ 36,437,217	39,515,026	11,380,739	11,721,982	47,817,956	51,237,008

Additional information on the County's debt can be found in Note 6 beginning on page 50 of this report.

Economic Outlook

The County was slower to enter the recent recession than most parts of the country. Some states entered recession in late 2007 and others throughout 2008. According to Moody's Economy, the State of New Mexico was slow to feel the impact of the national downturn and Dona Ana County did not enter recession until Spring of 2009. Moody's Economy reported that the County moved from recession to recovery in November 2009.

Gross receipts have shown recovery throughout the past fiscal year. Receipts grew by 4% in the first half of the year and by 11% in the second half over the same periods in the previous fiscal year. Recovery is

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011**

expected to continue at a modest pace and gross receipts will be aided by major construction activity in the County, including a new \$400+ million Union Pacific rail facility.

Property taxes, a major revenue for the County, have continued to experience growth, though at a slower rate than in recent years. Assessed value decreased a little below 1% from 2010 to 2011. Gross Receipts Taxes have started to show recovery and grew 2% in the last quarter of the fiscal year over the same period in the prior year.

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.

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF NET ASSETS
AS OF JUNE 30, 2011**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 42,906,899	4,200,049	47,106,948
Investments	52,144,167	51,971	52,196,138
Receivables, net	2,024,296	371,270	2,395,566
Taxes receivables	8,598,736	-	8,598,736
Intergovernmental receivables	3,441,532	-	3,441,532
Other receivables	304,273	307,927	612,200
Due from other funds	-	-	-
Inventory and prepaid expenses	69,459	-	69,459
Bond issuance costs, net	-	-	-
Other assets	-	17,450	17,450
Total current assets	<u>109,489,362</u>	<u>4,948,667</u>	<u>114,438,029</u>
Non-current assets:			
Restricted cash and cash equivalents	-	1,472,762	1,472,762
Restricted cash held in investments	-	-	-
Land and construction in progress	19,135,502	7,416,244	26,551,746
Other capital assets, net of accumulated depreciation	168,308,947	47,164,672	215,473,619
Total non-current assets	<u>187,444,449</u>	<u>56,053,678</u>	<u>243,498,127</u>
Total assets	<u>\$ 296,933,811</u>	<u>61,002,345</u>	<u>357,936,156</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ 1,878,493	132,444	2,010,937
Due to other funds	-	-	-
Accrued payroll liabilities	1,220,938	934	1,221,872
Accrued interest payable	408,567	37,965	446,532
Bonds and notes payable	3,447,598	202,965	3,650,563
Deposits	-	1,239	1,239
Compensated absences	2,869,752	61,599	2,931,351
Deferred revenue	3,264,338	1,758,691	5,023,029
Other liabilities	72,308	25,202	97,510
Total current liabilities	<u>13,161,994</u>	<u>2,221,039</u>	<u>15,383,033</u>
Long-term liabilities:			
Compensated absences - long-term portion	1,721,851	36,959	1,758,810
Bonds and notes payable - long-term portion	32,989,619	11,177,774	44,167,393
Landfill post-closure costs	-	-	-
Total long-term liabilities	<u>34,711,470</u>	<u>11,214,733</u>	<u>45,926,203</u>
Total liabilities	<u>47,873,464</u>	<u>13,435,772</u>	<u>61,309,236</u>
Net assets			
Invested in capital assets, net of related debt	151,007,232	43,200,177	194,207,409
Restricted for:			
Other purposes	32,373,899	1,490,212	33,864,111
Unrestricted	65,679,216	2,876,184	68,555,400
Total net assets	<u>249,060,347</u>	<u>47,566,573</u>	<u>296,626,920</u>
Total liabilities and net assets	<u>\$ 296,933,811</u>	<u>61,002,345</u>	<u>357,936,156</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011**

Functions/Program	Program Revenues			Net (Expenses, Revenues, and Changes in Net Assets	
	Charges for services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
				Governmental Activities	Business-type Activities
Expenses	Total			Total	
Primary government					
Governmental Activities:					
General government	\$ 27,232,263	210,072	-	(22,532,743)	(22,532,743)
Public safety	49,105,706	6,062,376	-	(33,327,404)	(33,327,404)
Public works	20,500,979	2,897,173	4,676,520	(10,431,260)	(10,431,260)
Health and welfare	16,757,369	9,449,002	2,000,000	(5,308,367)	(5,308,367)
Cultural and recreation	141,366	-	-	(141,366)	(141,366)
Debt service interest	2,442,985	-	-	(2,442,985)	(2,442,985)
Fiscal agent's fees	28,790	-	-	(28,790)	(28,790)
Total governmental activities	116,209,458	18,618,623	6,676,520	(74,212,915)	(74,212,915)
Business-Type Activities:					
Wastewater services	2,700,691	-	-	(1,668,852)	(1,668,852)
Water services	216,160	-	-	(112,131)	(112,131)
Other utility services	235,265	-	-	(235,265)	(235,265)
Public housing assistance	2,477,529	2,558,258	-	95,873	95,873
Total Business-type activities	5,629,645	2,558,258	-	(1,920,375)	(1,920,375)
Total primary government	\$ 121,839,103	21,176,881	6,676,520	(74,212,915)	(76,133,290)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes				\$ 35,673,086	35,673,086
State shared taxes and fees				31,641,156	31,641,156
Payments in lieu of taxes				3,736,087	3,736,087
License and permits				377,965	377,965
Penalties and Interest				1,186,106	1,186,106
Miscellaneous				2,338,443	2,338,443
Gain/loss on disposition of capital assets				(4,640,114)	(4,640,114)
Investment earnings				3,203,990	3,203,990
Operating transfers, net				398,878	398,878
Total general revenues and transfers				73,915,597	73,915,597
Change in net assets				(297,318)	(297,318)
Net Assets, beginning				249,357,665	249,357,665
Restatements				-	-
Net Assets, beginning restated				249,357,665	249,357,665
Net assets, ending				\$ 249,060,347	\$ 249,060,347

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2011**

	Special Revenue Funds							Total Governmental Funds
	General Fund	Health Services (SLIAG)	Colonias's Initiative	State Appropriations	Debt Service Fund	Nonmajor Governmental Funds		
ASSETS								
Cash and cash equivalents	\$ 12,400,377	4,921,055	187,950	-	159,063	24,863,073	42,531,518	
Investments	46,144,167	-	-	-	6,000,000	-	52,144,167	
Receivables, net	1,592,200	-	-	-	-	205,750	1,797,950	
Taxes receivable	6,021,906	-	-	-	63,853	2,512,977	8,598,736	
Intergovernmental receivables	944,241	16,125	-	1,540,748	-	940,418	3,441,532	
Interest receivable	256,687	5,192	-	-	24,040	18,354	304,273	
Due from other funds	1,328,218	-	-	-	-	-	1,328,218	
Prepaid expenses & inventories	10,273	-	-	-	-	-	10,273	
Other assets	-	-	-	-	-	-	-	
Total assets	\$ 68,698,069	4,942,372	187,950	1,540,748	6,246,956	28,540,572	110,156,667	
LIABILITIES AND FUND BALANCES								
LIABILITIES								
Accounts payable	\$ 1,148,238	125,042	33,491	220,915	(4,828)	261,407	1,784,265	
Accrued payroll liabilities	1,143,395	28,898	-	-	-	33,386	1,205,679	
Accrued interest payable	267	-	-	-	403,944	4,356	408,567	
Due to other funds	-	-	-	779,349	-	548,869	1,328,218	
Deposits	-	-	-	-	-	-	-	
Deferred revenues	6,521,511	71,793	-	-	55,273	423,154	7,071,731	
Other liabilities	70,708	-	-	-	-	1,600	72,308	
Total Liabilities	8,884,119	225,733	33,491	1,000,264	454,389	1,272,772	11,870,768	
FUND BALANCES								
Nonspendable	10,273	-	-	-	-	-	10,273	
Restricted	745,027	-	154,459	540,484	4,562,255	26,371,674	32,373,899	
Committed	2,447,964	-	-	-	1,181,998	243,026	3,872,988	
Assigned	6,399,199	4,716,639	-	-	48,314	653,100	11,817,252	
Unassigned	50,211,487	-	-	-	-	-	50,211,487	
Total Fund Balance	59,813,950	4,716,639	154,459	540,484	5,792,567	27,267,800	98,285,899	
Total liabilities and fund balances	\$ 68,698,069	4,942,372	187,950	1,540,748	6,246,956	28,540,572	110,156,667	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
TO STATEMENT OF NET ASSETS
AS OF JUNE 30, 2011**

Amount reported for governmental activities in the statement of net assets are different because:

Total fund balance - total governmental funds	\$	98,285,899
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet (less Internal Service Funds).		186,966,918
Internal service funds are used by management to charge the cost of certain activities, such as insurance and fleet management to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net assets. Internal Service Fund balances not included in other reconciling items:		967,907
Long-term liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet:		
Bonds and notes payable		(32,989,619)
Compensated absences (less Internal Service Funds)		(1,698,957)
Other current liabilities (bonds payable) are not available to pay for current period expenditures and therefore are deferred in the funds:		
Bonds payable		(3,447,598)
Compensated absences (less Internal Service Funds)		(2,831,596)
In order to convert to the full accrual basis of accounting, it is necessary to recognize deferred revenue as revenue.		<u>3,807,393</u>
Net assets of governmental activities	\$	<u><u>249,060,347</u></u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	General Fund	Special Revenue Funds						Nonmajor Governmental Funds	Total Governmental Funds
		Health		Colonia's Initiative	State Appropriations	Debt Service Fund			
		Services (SLIAG)							
REVENUES									
Taxes:									
Property taxes	\$ 34,916,437	-	-	-	-	568,896	-	35,485,333	
General sales and use taxes	14,014,669	2,237,227	-	-	-	-	15,190,205	31,442,101	
Payment in lieu of tax	2,853,799	-	-	-	-	882,288	-	3,736,087	
Penalties and interest	1,280,623	-	-	-	-	-	325	1,280,948	
Licenses and permits	377,965	-	-	-	-	-	-	377,965	
Intergovernmental revenue and grants	3,424,629	98,365	264,097	4,019,977	-	-	5,871,538	13,678,606	
Charges for services	13,668,532	-	-	-	-	-	1,007,092	14,675,624	
Contributions/donations private services	5,000	9,339,400	-	-	-	-	-	9,344,400	
Investment earnings	304,682	2,151,297	-	-	-	443,916	304,096	3,203,991	
Rents and royalties	381,287	-	-	-	-	-	6,075	387,362	
Other revenue	2,059,576	137,309	-	-	-	-	658,639	2,855,524	
Total revenues	<u>73,287,199</u>	<u>13,963,598</u>	<u>264,097</u>	<u>4,019,977</u>	<u>1,895,100</u>	<u>23,037,970</u>		<u>116,467,941</u>	
EXPENDITURES									
Current:									
General government	22,097,615	-	-	-	-	-	-	22,097,615	
Public safety	38,931,239	-	-	88,167	-	-	6,842,303	45,861,709	
Public works	8,449,796	-	-	2,982,019	-	-	848,324	12,280,139	
Health and welfare	408,221	7,062,158	-	-	-	-	9,126,921	16,597,300	
Culture and recreation	70,732	-	-	-	-	-	-	70,732	
Debt Service:									
Principal payments	42,751	-	-	-	3,130,000	-	118,484	3,291,235	
Interest payments	8,310	-	-	-	2,416,171	-	18,504	2,442,985	
Fiscal agent's fees	-	-	-	-	28,790	-	-	28,790	
Capital Outlay:									
Capital Outlay	2,620,950	-	297,588	947,051	-	-	5,616,451	9,482,040	
Total Expenditures	<u>\$ 72,629,614</u>	<u>7,062,158</u>	<u>297,588</u>	<u>4,017,237</u>	<u>5,574,961</u>	<u>22,570,987</u>		<u>112,152,545</u>	

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

STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	General Fund	Special Revenue Funds					Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
		Health Services (SLIAG)	Colonia's Initiative	State Appropriations					
Excess (deficiency) of revenues over expenditures	\$ 657,585	6,901,440	(33,491)	2,740	(3,679,861)	466,983	4,315,396		
OTHER FINANCING SOURCES (USES)									
Proceeds from issuance of long-term capital-related debt	213,426	-	-	-	-	-	213,426		
Transfers in	37,220,146	7,072	-	-	3,877,233	2,433,292	43,537,743		
Transfers out	(34,296,541)	(7,219,511)	-	-	-	(2,427,814)	(43,943,866)		
Total other financing sources (uses)	3,137,031	(7,212,439)	-	-	3,877,233	5,478	(192,697)		
Net change in fund balance	3,794,616	(310,999)	(33,491)	2,740	197,372	472,461	4,122,699		
Fund balances-beginning of year	56,019,334	5,027,638	187,950	537,744	5,595,195	26,795,339	94,163,200		
Restatements	-	-	-	-	-	-	-		
Fund balances-beginning of year, as restated	56,019,334	5,027,638	187,950	537,744	5,595,195	26,795,339	94,163,200		
Fund balances-end of the year	\$ 59,813,950	4,716,639	154,459	540,484	5,792,567	27,267,800	98,285,899		

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

**STATE OF NEW MEXICO
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 YEAR ENDED JUNE 30, 2011**

Amount reported for governmental activities in the statement of activities
are different because:

Net change in fund balance - total governmental funds	\$	4,122,699
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital expenditures recorded in capital outlay		9,482,040
Capital assets received as donations		1,456,602
Capital expenditures recorded in other expense lines		3,872,196

In the Statement of Activities, a loss is recorded for assets that are removed from service that are not fully depreciated. Thus, the change in net assets differs from the change in fund balance by the amount of loss recorded for deleted capital assets.		(4,640,114)
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Depreciation expense on capital assets is reported in the government-wide statement of activities and changes in net assets, but they do not require the use of current financial resources. Therefore depreciation expense is not reported as expenditure in governmental funds.		(17,960,316)
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Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management to individual funds. The net change of the internal service funds resulting from transactions not recorded with governmental funds.		334,667
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The issuance of long-term debt (e.g. bonds, notes, capital leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities.

Increase in noncurrent and current accrued compensated absences		(334,866)
Issuance of long-term debt		(213,426)
Principal payments on long-term debt payable		3,291,235

Other reclassifications are necessary to convert from the modified accrual basis of accounting to the accrual basis of accounting to show the revenue earned from the current year's tax levy.		291,964
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Changes due to rounding		<u>1</u>
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Change in net assets of governmental activities	\$	<u><u>(297,318)</u></u>
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**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 49,191,977	49,191,977	49,284,451	92,474
Payment-in-Lieu-of-taxes	2,770,000	2,770,000	2,853,799	83,799
Licenses and permits	266,300	266,300	377,965	111,665
Intergovernmental revenue and grants	2,025,040	2,981,895	3,759,778	777,883
Charges for services	14,781,911	14,795,208	13,763,959	(1,031,249)
Investment earnings	609,872	609,872	520,319	(89,553)
Other revenue	3,259,501	3,259,501	3,456,724	197,223
Total revenues	72,904,601	73,874,753	74,016,995	142,242
EXPENDITURES				
Current:				
Personnel costs	45,319,006	45,095,668	40,426,837	4,668,831
Operating costs	31,675,058	32,771,071	28,833,436	3,937,635
Capital outlay	2,968,143	3,118,597	2,596,176	522,421
Debt Service:				
Principal payments	52,000	52,000	51,091	909
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	80,014,207	81,037,336	71,907,540	9,129,796
Excess (deficiency) of revenues over (under) expenditures	(7,109,606)	(7,162,583)	2,109,455	(9,272,038)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	213,426	213,426
Sale of real and personal property	-	-	-	-
Transfers in	39,284,379	39,446,176	37,220,146	(2,226,030)
Transfers out	(36,657,053)	(36,901,117)	(34,296,541)	2,604,576
Total other financing sources (uses)	2,627,326	2,545,059	3,137,031	591,972
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(4,482,280)	(4,617,524)	5,246,486	(8,680,066)
Budgeted cash carryover	4,482,280	4,617,524		
Total	\$ -	-		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ 5,246,486	
To adjust applicable revenue accruals and deferrals			(729,808)	
To adjust applicable expenditure accruals			(722,062)	
Change in net assets (GAAP basis)			\$ 3,794,616	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HEALTH SERVICES (SLIAG) - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 1,846,712	1,846,712	-	(1,846,712)
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	293,000	293,000	173,205	(119,795)
Charges for services	-	-	-	-
Investment earnings	80,082	80,082	2,147,121	2,067,039
Other revenue	9,445,100	9,445,100	9,476,709	31,609
Total revenues	<u>11,664,894</u>	<u>11,664,894</u>	<u>11,797,035</u>	<u>132,141</u>
EXPENDITURES				
Current:				
Personnel costs	1,596,563	1,594,153	1,013,325	580,828
Operating costs	7,563,872	7,566,282	3,908,847	3,657,435
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>9,160,435</u>	<u>9,160,435</u>	<u>4,922,172</u>	<u>4,238,263</u>
Excess (deficiency) of revenues over (under) expenditures	2,504,459	2,504,459	6,874,863	(4,370,404)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	7,072	7,072	-
Transfers out	<u>(7,219,511)</u>	<u>(7,219,511)</u>	<u>(7,219,511)</u>	-
Total other financing sources (uses)	<u>(7,219,511)</u>	<u>(7,212,439)</u>	<u>(7,212,439)</u>	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(4,715,052)	(4,707,980)	<u>(337,576)</u>	<u>(4,370,404)</u>
Budgeted cash carryover	<u>4,715,052</u>	<u>4,707,980</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (337,576)
To adjust applicable revenue accruals and deferrals	2,166,564
To adjust applicable expenditure accruals	<u>(2,139,987)</u>
Change in net assets (GAAP basis)	<u>\$ (310,999)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COLONIA'S INITIATIVE - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	1,065,632	2,235,632	1,065,632	(1,170,000)
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>1,065,632</u>	<u>2,235,632</u>	<u>1,065,632</u>	<u>(1,170,000)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	264,097	1,434,097	264,097	1,170,000
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>264,097</u>	<u>1,434,097</u>	<u>264,097</u>	<u>1,170,000</u>
Excess (deficiency) of revenues over (under) expenditures	801,535	801,535	801,535	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	801,535	801,535	<u>801,535</u>	<u>-</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ 801,535</u>	<u>801,535</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 801,535
To adjust applicable revenue accruals and deferrals	(801,535)
To adjust applicable expenditure accruals	<u>(33,491)</u>
Change in net assets (GAAP basis)	<u>\$ (33,491)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STATE APPROPRIATIONS - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	8,628,520	8,698,058	3,813,944	(4,884,114)
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>8,628,520</u>	<u>8,698,058</u>	<u>3,813,944</u>	<u>(4,884,114)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	6,674,223	6,616,155	2,933,219	3,682,936
Capital outlay	1,929,262	2,056,868	955,293	1,101,575
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>8,603,485</u>	<u>8,673,023</u>	<u>3,888,512</u>	<u>4,784,511</u>
Excess (deficiency) of revenues over (under) expenditures	25,035	25,035	(74,568)	99,603
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	25,035	25,035	<u>(74,568)</u>	<u>99,603</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ 25,035</u>	<u>25,035</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (74,568)
To adjust applicable revenue accruals and deferrals	113,932
To adjust applicable expenditure accruals	<u>(36,624)</u>
Change in net assets (GAAP basis)	<u>\$ 2,740</u>

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

**DONA ANA COUNTY
PROPRIETARY FUNDS
STATEMENTS OF NET ASSETS
AS OF JUNE 30, 2011**

	Business-Type Activities Enterprise Funds			
	Border	Border	NMED	South
	Wastewater	Water System	County Utilities	Central Wastewater
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 818,403	569,445	1,256,765	278,550
Investments	-	-	-	-
Receivable, net	-	-	-	34,083
Interest receivables	7,171	438	450	243
Other receivables	-	-	-	-
Deposits	-	-	-	-
Inventory	-	-	-	-
Due from other funds	-	-	-	-
Total current assets	<u>825,574</u>	<u>569,883</u>	<u>1,257,215</u>	<u>312,876</u>
Non-current assets:				
Restricted cash and cash equivalents	-	-	-	-
Restricted cash held in investments	-	-	-	-
Capital assets, net	<u>6,662,427</u>	<u>9,830,704</u>	<u>2,134,565</u>	<u>22,739,149</u>
Total non-current assets	<u>6,662,427</u>	<u>9,830,704</u>	<u>2,134,565</u>	<u>22,739,149</u>
Total assets	<u>\$ 7,488,001</u>	<u>10,400,587</u>	<u>3,391,780</u>	<u>23,052,025</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 21,180	43,329	-	21,853
Due to other funds	-	-	-	-
Bonds and notes payable	-	-	202,965	-
Accrued interest payable	10,956	-	8,834	12,654
Accrued payroll liabilities	-	275	-	206
Compensated absences	-	1,683	-	38,690
Other liabilities	1,311	3,150	-	12,592
Deposits	-	-	-	-
Deferred revenues	<u>495,200</u>	<u>550,000</u>	<u>713,491</u>	<u>-</u>
Total current liabilities	<u>528,647</u>	<u>598,437</u>	<u>925,290</u>	<u>85,995</u>
Non-current liabilities:				
Bonds and notes payable	6,665,000	-	953,280	2,220,742
Compensated absences	-	1,010	-	23,213
Total non-current liabilities	<u>6,665,000</u>	<u>1,010</u>	<u>953,280</u>	<u>2,243,955</u>
Total liabilities	<u>7,193,647</u>	<u>599,447</u>	<u>1,878,570</u>	<u>2,329,950</u>
NET ASSETS				
Invested in capital assets, net of related debt	(2,573)	9,830,704	978,320	20,518,407
Restricted for:				
Customer Deposits	-	-	-	-
Other purposes	-	-	-	-
Unrestricted	<u>296,927</u>	<u>(29,564)</u>	<u>534,890</u>	<u>203,668</u>
Total net assets	<u>294,354</u>	<u>9,801,140</u>	<u>1,513,210</u>	<u>20,722,075</u>
Total liabilities and net assets	<u>\$ 7,488,001</u>	<u>10,400,587</u>	<u>3,391,780</u>	<u>23,052,025</u>

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

**DONA ANA COUNTY
PROPRIETARY FUNDS
STATEMENTS OF NET ASSETS
AS OF JUNE 30, 2011**

	Business-Type Activities		Governmental Activities
	Total Non-major Enterprise Funds	Total Enterprise Funds	Internal Service Fund Fleet
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 1,276,886	4,200,049	375,381
Investments	51,971	51,971	-
Receivable, net	337,187	371,270	226,346
Interest receivables	2,273	10,575	-
Other receivables	297,352	297,352	-
Deposits	17,450	17,450	-
Inventory and prepaids	-	-	59,186
Due from other funds	-	-	-
Total current assets	<u>1,983,119</u>	<u>4,948,667</u>	<u>660,913</u>
Non-current assets:			
Restricted cash and cash equivalents	1,472,762	1,472,762	-
Restricted cash held in investments	-	-	-
Capital assets, net	<u>13,214,071</u>	<u>54,580,916</u>	<u>477,531</u>
Total non-current assets	<u>14,686,833</u>	<u>56,053,678</u>	<u>477,531</u>
Total assets	<u>\$ 16,669,952</u>	<u>61,002,345</u>	<u>1,138,444</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 46,082	132,444	94,228
Due to other funds	-	-	-
Bonds and notes payable	-	202,965	-
Accrued interest payable	5,521	37,965	-
Accrued payroll liabilities	453	934	15,259
Compensated absences	21,226	61,599	38,156
Other liabilities	8,149	25,202	-
Deposits	1,239	1,239	-
Deferred revenues	-	1,758,691	-
Total current liabilities	<u>82,670</u>	<u>2,221,039</u>	<u>147,643</u>
Non-current liabilities:			
Bonds and notes payable	1,338,752	11,177,774	-
Compensated absences	<u>12,736</u>	<u>36,959</u>	<u>22,894</u>
Total non-current liabilities	<u>1,351,488</u>	<u>11,214,733</u>	<u>22,894</u>
Total liabilities	1,434,158	13,435,772	170,537
NET ASSETS			
Invested in capital assets, net of related debt	11,875,319	43,200,177	477,531
Restricted for:			
Customer Deposits	17,450	17,450	-
Other purposes	1,472,762	1,472,762	-
Unrestricted	<u>1,870,263</u>	<u>2,876,184</u>	<u>490,376</u>
Total net assets	<u>15,235,794</u>	<u>47,566,573</u>	<u>967,907</u>
Total liabilities and net assets	<u>\$ 16,669,952</u>	<u>61,002,345</u>	<u>1,138,444</u>

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

**DONA ANA COUNTY
 PROPRIETARY FUNDS
 STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2011**

	Business-Type Activities Enterprise Funds			
	Border Wastewater	Border Water System	NMED County Utilities	South Central Wastewater
OPERATING REVENUES				
Charges for services	\$ -	650	-	53,385
Charges for water services	30,332	108,722	-	59,148
Charges for sewerage service	8,116	(5,343)	-	556,528
Rents and royalties	-	-	-	-
Other revenue	13,954	-	289,884	53,758
Total operating revenues	<u>52,402</u>	<u>104,029</u>	<u>289,884</u>	<u>722,819</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	25,921	29,802	-	179,040
Personnel services -employee benefits	1,988	12,483	-	77,543
Purchased professional and technical services	-	778	-	6,612
Utilities	43,831	26,168	-	153,003
Other operating expenses	10,893	19,020	-	348,406
Depreciation	95,323	127,909	144,770	760,730
Total operating expenses	<u>177,956</u>	<u>216,160</u>	<u>144,770</u>	<u>1,525,334</u>
Operating income (loss)	(125,554)	(112,131)	145,114	(802,515)
NON-OPERATING REVENUES (EXPENSES)				
Gain (loss) on sale of property	-	-	-	-
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	7,361	6,635	7,793	4,250
Interest expense -non-operating	(118,727)	-	(90,495)	579
Total non-operating revenues (expenses)	<u>(111,366)</u>	<u>6,635</u>	<u>(82,702)</u>	<u>4,829</u>
Income (loss) before transfers	(236,920)	(105,496)	62,412	(797,686)
Transfers in	-	-	237,690	-
Capital transfer in	-	-	-	-
Capital transfer out	-	-	-	-
Transfers out	-	-	(440,163)	(39,905)
Total transfers in (out)	<u>-</u>	<u>-</u>	<u>(202,473)</u>	<u>(39,905)</u>
Change in net assets	(236,920)	(105,496)	(140,061)	(837,591)
Beginning net assets	531,274	9,906,636	1,653,271	21,559,666
Restatement	-	-	-	-
Beginning net assets-as restated	<u>531,274</u>	<u>9,906,636</u>	<u>1,653,271</u>	<u>21,559,666</u>
Net assets-end of the year	<u>\$ 294,354</u>	<u>9,801,140</u>	<u>1,513,210</u>	<u>20,722,075</u>

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

**DONA ANA COUNTY
 PROPRIETARY FUNDS
 STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2011**

	Business-Type Activities		Governmental
	Total Non-major	Total	Activities
	Enterprise	Enterprise	Internal
	Funds	Funds	Service Fund
			Fleet
OPERATING REVENUES			
Charges for services	\$ 19,278	73,313	1,932,790
Charges for water services	-	198,202	-
Charges for sewerage service	305,052	864,353	-
Rents and royalties	15,144	15,144	-
Other revenue	341,941	699,537	4,079
Total operating revenues	<u>681,415</u>	<u>1,850,549</u>	<u>1,936,869</u>
OPERATING EXPENSES			
Personnel services -salaries and wages	202,930	437,693	434,296
Personnel services -employee benefits	98,005	190,019	201,131
Purchased professional and technical services	129,994	137,384	-
Utilities	64,436	287,438	15,692
Other operating expenses	2,460,001	2,838,320	1,713,085
Depreciation	410,366	1,539,098	42,998
Total operating expenses	<u>3,365,732</u>	<u>5,429,952</u>	<u>2,407,202</u>
Operating income (loss)	(2,684,317)	(3,579,403)	(470,333)
NON-OPERATING REVENUES (EXPENSES)			
Gain (loss) on sale of property	-	-	-
Grants (not capital grants)	2,558,258	2,558,258	-
Grants -capital	-	-	-
Investment earnings	13,157	39,196	-
Interest expense -non-operating	8,950	(199,693)	-
Total non-operating revenues (expenses)	<u>2,580,365</u>	<u>2,397,761</u>	<u>-</u>
Income (loss) before transfers	(103,952)	(1,181,642)	(470,333)
Transfers in	89,600	327,290	805,000
Capital transfer in	-	-	-
Capital transfer out	-	-	-
Transfers out	(246,100)	(726,168)	-
Total transfers in (out)	<u>(156,500)</u>	<u>(398,878)</u>	<u>805,000</u>
Change in net assets	(260,452)	(1,580,520)	334,667
Beginning net assets	15,389,064	49,039,911	633,240
Restatement	107,182	107,182	-
Beginning net assets-as restated	<u>15,496,246</u>	<u>49,147,093</u>	<u>633,240</u>
Net assets-end of the year	<u>\$ 15,235,794</u>	<u>47,566,573</u>	<u>967,907</u>

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

**DONA ANA COUNTY
 PROPRIETARY FUNDS
 STATEMENTS OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2011**

	Business-Type Activities Enterprise Funds			
	Border Wastewater	Border Water System	NMED County Utilities	South Central Wastewater
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers	\$ 65,764	85,632	(291,234)	632,645
Payments to employees	(27,909)	(40,101)	-	(252,520)
Payments to suppliers	(68,681)	(46,507)	(404)	(444,945)
Other receipts/(payments)	13,954	-	289,884	53,758
<i>Net cash provided (used) by operating activities</i>	<u>(16,872)</u>	<u>(976)</u>	<u>(1,754)</u>	<u>(11,062)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Intergovernmental HUD subsidy	-	-	-	-
Transfers from other funds	-	-	14,920	-
Operating subsidies and transfers to other funds	-	-	(440,163)	(39,905)
<i>Net cash provided by (used for) noncapital financing activities</i>	<u>-</u>	<u>-</u>	<u>(425,243)</u>	<u>(39,905)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Capital contributions	-	-	-	-
Purchase of capital assets	-	-	-	(91,153)
Proceeds from sale of capital assets	-	-	-	-
Proceeds from issuance of debt	-	-	-	-
Principal payments	-	-	(198,985)	-
Interest payments	(118,727)	-	(90,495)	579
Due to HACLC	-	-	-	-
Grant revenue	-	-	-	-
Utility deposit	-	-	-	-
<i>Net cash provided by (used for) capital and related financing activities</i>	<u>(118,727)</u>	<u>-</u>	<u>(289,480)</u>	<u>(90,574)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Proceeds from sales and maturities of investments	-	-	-	-
Issuance of mortgages to homeowners	-	-	-	-
Repayment of mortgages received	-	-	-	-
Purchase of investments	-	-	-	-
Interest and dividends	7,361	6,635	7,793	4,247
<i>Net cash provided by (used for) investing activities</i>	<u>7,361</u>	<u>6,635</u>	<u>7,793</u>	<u>4,247</u>
Net increase/(decrease) in cash and cash equivalents	(128,238)	5,659	(708,684)	(137,294)
Balances - beginning of year	946,641	563,786	1,965,449	415,843
Balances - end of year	<u>\$ 818,403</u>	<u>569,445</u>	<u>1,256,765</u>	<u>278,549</u>

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

**DONA ANA COUNTY
 PROPRIETARY FUNDS
 STATEMENTS OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2011**

	Business-Type Activities			
	Enterprise Funds			
	Border Wastewater	Border Water System	NMED County Utilities	South Central Wastewater
Reconciliation of operating income/(loss) to net cash provided/(used) by operating activities:				
Operating income/(loss)	\$ (125,554)	(112,131)	145,114	(802,515)
Adjustments:				
Depreciation expense	95,323	127,909	144,770	760,730
Bad debt expense	-	(833)	-	39,015
Change in assets and liabilities:				
Receivables	27,316	55,873	(263)	(36,416)
Due from other funds	-	-	-	-
Inventories and prepaid expenses	-	-	-	-
Deposits held for others	-	-	-	-
Accounts Payable	-	-	-	19,282
Accrued expenses and other liabilities	(13,957)	292	(404)	4,779
Compensated absences	-	2,184	-	4,063
Deposits	-	-	-	-
Deferred revenue	-	(74,270)	(290,971)	-
Due to other funds	-	-	-	-
Net cash provided by (used for) operating activities	<u>\$ (16,872)</u>	<u>(976)</u>	<u>(1,754)</u>	<u>(11,062)</u>

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

**DONA ANA COUNTY
 PROPRIETARY FUNDS
 STATEMENTS OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2011**

	Business-Type Activities		Governmental Activities
	Nonmajor Total	Total	Internal
	Enterprise Funds	Enterprise Funds	Service Fund Fleet
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers	\$ 339,460	832,267	1,972,096
Payments to employees	(290,865)	(611,395)	(618,231)
Payments to suppliers	(2,644,997)	(3,205,534)	(1,610,217)
Other receipts/(payments)	341,941	699,537	4,079
<i>Net cash provided (used) by operating activities</i>	<u>(2,254,461)</u>	<u>(2,285,125)</u>	<u>(252,273)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
Intergovernmental HUD subsidy	2,558,258	2,558,258	-
Transfers from other funds	89,600	104,520	805,000
Operating subsidies and transfers to other funds	(23,330)	(503,398)	-
<i>Net cash provided by (used for) noncapital financing activities</i>	<u>2,624,528</u>	<u>2,159,380</u>	<u>805,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Capital contributions	-	-	-
Purchase of capital assets	(15,892)	(107,045)	(212,617)
Proceeds from sale of capital assets	-	-	-
Proceeds from issuance of debt	-	-	-
Principal payments	(37,263)	(236,248)	-
Interest payments	8,950	(199,693)	-
Due to HACLC	-	-	-
Intergovernmental HUD subsidy	-	-	-
Utility deposit	-	-	-
<i>Net cash provided by (used for) capital and related financing activities</i>	<u>(44,205)</u>	<u>(542,986)</u>	<u>(212,617)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sales and maturities of investments	-	-	-
Issuance of mortgages to homeowners	(220,000)	(220,000)	-
Repayment of mortgages received	1,199	1,199	-
Purchase of investments	(464)	(464)	-
Interest and dividends	10,959	36,995	-
<i>Net cash provided by (used for) investing activities</i>	<u>(208,306)</u>	<u>(182,270)</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	117,556	(851,001)	340,110
Balances - beginning of year	<u>2,632,092</u>	<u>6,523,811</u>	<u>35,271</u>
Balances - end of year	<u>\$ 2,749,648</u>	<u>5,672,810</u>	<u>375,381</u>

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

**DONA ANA COUNTY
 PROPRIETARY FUNDS
 STATEMENTS OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2011**

	Business-Type Activities		Governmental
	Nonmajor Total	Total	Activities
	Enterprise	Enterprise	Internal
	Funds	Funds	Service Fund
			Fleet
Reconciliation of operating income/(loss) to net cash provided/(used) by operating activities:			
Operating income/(loss)	\$ (2,684,317)	(3,579,403)	(470,333)
Adjustments:			
Depreciation expense	410,366	1,539,098	42,998
Bad debt expense	20,711	58,893	-
Change in assets and liabilities:			
Receivables	(14)	46,496	39,306
Due from other funds	-	-	-
Inventories and prepaid expenses	-	-	21,174
Deposits held for others	-	-	-
Accounts Payable	(2,500)	16,782	94,228
Accrued expenses and other liabilities	(8,777)	(18,067)	3,158
Compensated absences	10,070	16,317	17,196
Deposits	-	-	-
Deferred revenue	-	(365,241)	-
Due to other funds	-	-	-
Net cash provided by (used for) operating activities	\$ <u>(2,254,461)</u>	<u>(2,285,125)</u>	<u>(252,273)</u>

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

STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
FIDUCIARY FUNDS
AS OF JUNE 30, 2011

	Agency Funds
ASSETS	
Cash and cash equivalents	\$ 1,399,536
Taxes receivable, net of allowance	7,210,354
Other receivables	48,709
Total assets	\$ 8,658,599
 LIABILITIES	
Accounts payable	\$ 644
Overpayments	2,462
Taxes paid in advance	153,635
Taxes in suspense -bankruptcies	270,597
Taxes in suspense -mortgages	-
Due to others	2,011,268
Deferred revenue	6,219,993
Total Liabilities	\$ 8,658,599

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

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

Description and Reporting Entity

The function of Doña 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.

A. 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 any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB No. 14 and No. 39. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

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

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the following is a brief review of each potential component unit addressed in defining the County's reporting entity.

The Housing Authority of Doña 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. A separate report is also issued by the Doña Ana County Public Housing Authority that describes their operations and activity in more detail. This report can be obtained by contacting the Housing Authority's administrative office by writing to Doña Ana County Public Housing Authority, 926 S San Pedro Street, Las Cruces, New Mexico, 88001-3637.

There were no other component units identified as needing to be disclosed or presented as part of the reporting entity.

B. 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. The statements also distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange 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.

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

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.

STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011

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:

Governmental 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.
- Special Revenue Fund - The *Colonia's Initiative* fund accounts for the activities of the County to improve the quality of life for residents of the colonias of Doña 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.
- Special Revenue Fund - The *State Appropriations* fund is used to account for various appropriations from the State Legislature for various projects.
- 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.

Proprietary funds

- 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 *NMED County Utilities* fund accounts for the service activities of the various County utility systems.
- 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.

The County also reports the following fund types:

- *Internal Service Fund* accounts for fleet maintenance services provided to other departments of the government. Services are provided on a cost reimbursement basis.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

- *Fiduciary Funds* account for monies held by the County in a custodial capacity. As a result, they do not report operations.

C. Measurement Focus. Basis of Accounting

Government-Wide, Propriety, and Fiduciary Fund Financial Statements – The government-wide, propriety, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and propriety 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. Property taxes are recognized as revenues in the year for which they are billed net of estimated refunds and uncollectible amounts.

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.

STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011

D. 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 certificates of deposit or other investments that have original maturities of more than 90 days.

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. State law and regulations regulate this pool. Investment in the pool is reported at carrying amount, which reasonably estimates fair value.

Receivables and Payables

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

Inventories and Prepaid Items

Inventories in governmental funds consist of expendable supplies held for consumption, and are valued at cost using a first-in, first-out (FIFO) method. Expendable supplies are accounted for using the consumption method. Proprietary fund inventories are recorded at the lower of cost or market on a first-in, first-out basis, and consist of operating supplies held for use in operations and are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are included as part of the governmental capital assets reported in the government wide statements. Information technology equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). Doñated capital assets are recorded at estimated fair market value at the date of Doñation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense capitalized by the County during the current fiscal year was \$0. No interest was included as part of the cost of capital assets under construction.

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

<u>Asset Type</u>	<u>Years</u>
Land	Perpetuity
Construction in progress	Perpetuity
Land Improvements	10 - 40
Buildings and Improvements	10 - 40
Furniture, fixtures, and equipment	3 - 10
Vehicles	5 - 10
Infrastructure	10 - 25

Deferred Revenue

There are two types of deferred revenue. Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for deferred revenue (commonly referred to as unearned revenue). The other type of deferred revenue is “unavailable revenue.” Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized as revenue of the current period. It must also be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred 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

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difficult to ascertain at any point in time. Thus, taxes not collected within sixty days official year end are carried in the liability section of the balance sheet as deferred revenue on the fund basis financial statements

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 human resources policy adopted November 27, 1999, employees retiring under 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.

Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. For bonds issued after GASB 34 was implemented, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. For fund financial reporting, bond premiums, discounts as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Net Assets

Equity is classified as net assets and displayed in three components on the government-wide financial statements as well as the proprietary fund financial statements:

- *Invested in capital assets, net of related debt* – Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- *Restricted Net Assets* – Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation.
- *Unrestricted Net Assets* – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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GASB Statement 54

Beginning with fiscal year 2011, the County implemented GASB Statement No. 54, “Fund Balance Reporting and Governmental Fund Type Definitions.” This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- *Nonspendable* – Amounts not in a spendable form, such as prepaid expenses, inventories, or long-term portion of receivables or property held for resale, if the use of the proceeds from the collection/sale of property held for resale is not otherwise constrained. Nonspendable amounts also includes amounts legally or contractually required to remain intact, such as the principal of a permanent fund.
- *Restricted* – Amounts constrained to specific purposes that are externally imposed or imposed by law through constitutional provisions or enabling legislation (such as taxpayers, grantors, bondholders, and higher levels of government).
- *Committed* – Amounts constrained to specific purposes by the governmental entity’s highest level of decision-making authority (the County Commission). To be reported as committed, amounts cannot be used for any other purpose unless the County Commission takes the same highest level action to remove or change the constraint.
- *Assigned* – Amounts constrained by the County intends to be used for a specific purposes. Intent can be expressed by the governing body (County Commission) or an official or body to which the governing body delegates authority.
- *Unassigned* – Balances available for any purpose. Positive amounts are reported only in the general fund.

The County Commission establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by County through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

See the Schedule of Fund Balances on page 141 for additional information about fund balances.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless County Commission or the finance department has provided otherwise in its commitment or assignment actions.

D. Budgets and Budgetary Accounting

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

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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.

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

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Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2011 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

E. Income Taxes

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

F. Interfund Activity

Interfund activity is reported as loans, services provided, reimbursements, or transfers.

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

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

NOTE 2 – CASH AND INVESTMENTS

The County's cash balances consist of demand deposits, interest bearing savings accounts, money market accounts and repurchase agreements. The repurchase agreements have varying interest rates and maturity dates. The majority of County's cash and investments are pooled. All interest income is accounted for in the related funds.

The County's investments consist of certificates of deposit, US government agency securities and investments in the NM State Treasurer's LGIP fund.

The County's cash and cash equivalents and investments are listed on pages 137-138 of this report.

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The following is a summary of the County's cash and investment balances by fund type as of June 30, 2011:

<u>Fund Type</u>	<u>Amount</u>
Cash and equivalents	
Governmental funds	\$ 42,531,518
Internal service fund	375,381
Total governmental activities	42,906,899
Business-type activities	5,672,811
Fiduciary funds	1,399,536
Subtotal cash and cash equivalents	<u>49,979,246</u>
Investments	
Governmental funds	52,144,167
Internal service fund	-
Total governmental activities	52,144,167
Business-type activities	51,971
Fiduciary funds	-
Subtotal investments	<u>52,196,138</u>
Total cash and investments	<u>\$ 102,175,384</u>

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. In addition, some bond covenants require debt service reserve amounts to be collateralized at 105%. The County's Schedule of Collateral is presented on pages 139-140 of this report.

The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, County, or political subdivision of the State of New Mexico.

A summary of the County's investments as of June 30, 2011 is as follows:

<u>Investment Type</u>	<u>Cost Basis</u>	<u>Market Value</u>	<u>Credit Risk- Rating</u>	<u>Weighted Average Maturity Days</u>
U.S. Government Agencies	\$ 43,714,935	43,550,969	NR	N/A
Reserve Contingency Fund **	213,035	178,198	NR	◆
CD's	1,801,971	1,801,971	NR	228
DAC Water System Bonds	6,665,000	6,665,000	NR	N/A
	<u>\$ 52,394,941</u>	<u>52,196,138</u>		

**The County's investment in Statement 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

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- 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.

◆ The Reserve Contingency Fund was established from the State Investment Pool LGIP's remaining position in the Reserve Primary Fund. The Reserve Contingency Fund, which is not rated, is a non-performing asset and, as such, a WAM cannot be calculated. The remaining balance of the fund has been written down based on the estimated recoverable amount.

A portion of the investments in US government agencies totaling \$228,306, or approximately 0.5% of the overall investment balance, is in the form of a US Treasury STRIP. Although these types of investment can be considered derivatives if they are traded before maturity due to the nature of the investments, it is the County's intent to hold them until maturity. As a result of this strategy, the risk associated with the investment considered minimal and is the equivalent as a US Treasury Note. Due to the immaterial amount if the investments to the overall investment balances of the County, disclosures related to derivatives were determined not to be necessary.

As of June 30, 2011, certain amounts of the County's cash and investments were held in trust and directed by others as part of its debt service requirements. These amounts were as follows:

	<u>Cost</u>	<u>Market</u>	<u>Risk Rating</u>
Directed by NMFA			
Bank of Albuquerque:			
PILT 2004 Debt Service Reserve	\$ 986,807	986,807	Aaa
Bank of NY Mellon Trust:			
NMFA Reserve Account-Flood	\$ 165,398	165,398	N/A
Directed by third-party agent			
US Bank:			
First Union Combined Fds	\$ 2,412,000	2,412,000	Aaa
First American Treasury Obligation	34,619	34,619	Aaa
First American Treasury Obligation	196,858	196,858	Aaa
First American Treasury Obligation	68,466	68,466	Aaa
First American Treasury Obligation	191,889	191,889	Aaa
First American Treasury Obligation	20	20	Aaa
First American Treasury Obligation	2	2	Aaa
FGIC Capital Market Services			
Dated 2/16/2001 5.650%	221,500	221,500	Aaa
FGTC Capital Market Services			
Dated 2/16/2001 5.650%	556,000	556,000	Aaa
	<u>3,681,354</u>	<u>3,681,354</u>	
Total amounts held in trust	<u>\$ 4,833,559</u>	<u>4,833,559</u>	

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 deposit only 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.

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As of June 30, 2011, the County's bank and investment balances of \$104,693,597 were exposed to custodial credit risk as follows:

Uninsured, collateralized with securities held by pledging financial institution's trust department or agent in the County's name.	\$ 34,140,431
Uninsured and uncollateralized	<u>14,788,396</u>
Total uninsured deposits	<u><u>\$ 48,928,827</u></u>

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 including 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, 6-10-10 NMSA 1978, 6-10-10 NMSA 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 6-10-36E (NMSA, 1978 Comp) requiring the interest rate on time deposits shall not be less than the rate 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.

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NOTE 3 – RECEIVABLES

Receivables at year-end of the County's major individual funds and nonmajor and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

Governmental Activities

	General Fund	Health Services	Colonia's Initiative	State Appropriations
Accounts	\$ 1,723,997	-	-	-
Taxes:				
Property	3,803,081	-	-	-
State	2,218,825	-	-	-
Other intergovernmental	944,241	16,125	-	1,540,748
Interest	256,687	5,192	-	-
Other	-	-	-	-
Subtotal	8,946,831	21,317	-	1,540,748
Less: Allowance for uncollectibles	(131,797)	-	-	-
Net Receivables	\$ 8,815,034	21,317	-	1,540,748

	Debt Service	Nonmajor Funds	Internal Service Fund	Total Receivables
Accounts	\$ -	209,031	226,346	2,159,374
Taxes:				
Property	64,826	367,401	-	4,235,308
State	-	2,151,087	-	4,369,912
Other intergovernmental	-	940,418	-	3,441,532
Interest	24,040	18,354	-	304,273
Other	-	-	-	-
Subtotal	88,866	3,686,291	226,346	14,510,399
Less: Allowance for uncollectibles	(973)	(8,792)	-	(141,562)
Net Receivables	\$ 87,893	3,677,499	226,346	14,368,837

Business-type Activities

	Border Wastewater	Border Water System	NMED County Utilities	South Central Wastewater	Nonmajor Enterprise Funds	Total Receivables
Accounts	\$ -	-	-	214,487	341,592	556,079
Interest	7,171	438	450	243	2,273	10,575
Other	-	-	-	-	427,219	427,219
Subtotal	7,171	438	450	214,730	771,084	993,873
Less: Allowance for uncollectibles	-	-	-	(180,404)	(134,272)	(314,676)
Net Receivables	\$ 7,171	438	450	34,326	636,812	679,197

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NOTE 4 – 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 Doña 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 10th and April 10th. Penalty and interest will be accrued after the delinquency due dates of December 10th and May 10th. In the event of a formal extension, the respective dates are correspondingly extended.

The County bills and collects its own taxes, as well as taxes for the State of New Mexico, city governments (Las Cruces, Hatch, Mesilla and Sunland Park), Doña Ana Branch Community College, Public School Districts (Las Cruces, Hatch and Gadsden) and Flood Districts (Lower Rio Grande and Hueco). In tax year 2011, the County charged the following mil rates:

<u>Tax District</u>	<u>Residential</u>	<u>Non-residential</u>
02 (Las Cruces-In)	0.027868	0.032666
03 (Las Cruces-Out)	0.022812	0.026645
04 Mesilla	0.023508	0.028724
11 (Hatch-In)	0.030571	0.033945
12 (Hatch-Out)	0.025791	0.029642
16 (Sunland Park-In)	0.032465	0.037258
17 Unincorporated (Anthony/Chaparral)	0.029644	0.033483
18 Incorporated (Anthony)	0.029644	0.033483

The County's share of the property taxes equal approximately 33.9% of the total and is used for general governmental services and retirement of long term debt. The statutory maximum rate for servicing long-term debt with property tax revenue is unlimited, although the total amount of outstanding debt at any one time is restricted by other factors.

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.

NOTE 5 – CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2011 follows. Land and construction in progress are not subject to depreciation.

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GOVERNMENTAL ACTIVITIES <i>includes Internal Service Funds</i>	Balance 06/30/10	Additions	Deletions	Reclass	Balance 06/30/11
Non-depreciable capital assets:					
Land	\$ 7,662,040	38,595	-	-	7,700,635
Construction in progress	10,862,447	8,495,690	-	(7,923,271)	11,434,866
Total non-depreciable capital assets	<u>18,524,487</u>	<u>8,534,285</u>	<u>-</u>	<u>(7,923,271)</u>	<u>19,135,501</u>
Capital assets being depreciated:					
Land improvements	6,810,209	-	-	249,971	7,060,180
Buildings and improvements	78,000,313	419,339	-	2,009,289	80,428,941
Furniture, fixtures, & equipment	20,244,833	1,214,514	(445,586)	31,475	21,045,236
Vehicles	20,104,988	2,126,291	(600,814)	-	21,630,465
Infrastructure	268,953,363	2,729,025	(14,584,107)	5,632,536	262,730,817
Total capital assets being depreciated	<u>394,113,706</u>	<u>6,489,169</u>	<u>(15,630,507)</u>	<u>7,923,271</u>	<u>392,895,639</u>
Less accumulated depreciation for:					
Land improvements	(3,605,336)	(667,459)	-	-	(4,272,795)
Buildings and improvements	(25,067,891)	(3,283,740)	-	-	(28,351,631)
Furniture, fixtures, & equipment	(15,359,019)	(1,903,508)	385,023	-	(16,877,504)
Vehicles	(11,024,734)	(2,018,245)	540,149	-	(12,502,830)
Infrastructure	(162,516,792)	(10,130,361)	10,065,222	-	(162,581,931)
Total accumulated depreciation	<u>(217,573,772)</u>	<u>(18,003,313)</u>	<u>10,990,394</u>	<u>-</u>	<u>(224,586,691)</u>
Total capital assets being depreciated	<u>176,539,934</u>	<u>(11,514,144)</u>	<u>(4,640,113)</u>	<u>7,923,271</u>	<u>168,308,948</u>
Total capital assets, net of depreciation	<u>\$ 195,064,421</u>	<u>(2,979,859)</u>	<u>(4,640,113)</u>	<u>-</u>	<u>187,444,449</u>
	Balance	Additions	Deletions	Reclass	Balance
BUSINESS-TYPE ACTIVITIES	06/30/10				06/30/11
Non-depreciable capital assets:					
Land	\$ 7,243,042	-	-	-	7,243,042
Construction in progress	1,595,255	21,658	-	(434,620)	1,182,293
Total non-depreciable capital assets	<u>8,838,297</u>	<u>21,658</u>	<u>-</u>	<u>(434,620)</u>	<u>8,425,335</u>
Capital assets being depreciated:					
Land improvements	21,485	-	-	-	21,485
Buildings and improvements	379,931	15,892	-	-	395,823
Furniture, fixtures, & equipment	128,484	6,917	-	-	135,401
Vehicles	356,322	-	-	-	356,322
Infrastructure	55,527,978	62,578	-	434,620	56,025,176
Total capital assets being depreciated	<u>56,414,200</u>	<u>85,387</u>	<u>-</u>	<u>434,620</u>	<u>56,934,207</u>
Less accumulated depreciation for:					
Land improvements	(6,893)	(2,148)	-	-	(9,041)
Buildings and improvements	(326,897)	(22,425)	-	-	(349,322)
Furniture, fixtures, & equipment	(60,940)	(25,932)	-	-	(86,872)
Vehicles	(194,469)	(46,203)	-	-	(240,672)
Infrastructure	(8,650,329)	(1,442,390)	-	-	(10,092,719)
Total accumulated depreciation	<u>(9,239,528)</u>	<u>(1,539,098)</u>	<u>-</u>	<u>-</u>	<u>(10,778,626)</u>
Total capital assets being depreciated	<u>47,174,672</u>	<u>(1,453,711)</u>	<u>-</u>	<u>434,620</u>	<u>46,155,581</u>
Total capital assets, net of depreciation	<u>\$ 56,012,969</u>	<u>(1,432,053)</u>	<u>-</u>	<u>-</u>	<u>54,580,916</u>

There was a loss on disposal of assets totaling \$4,640,113 related to the incorporation of certain communities within the County.

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Depreciation expense for the year ended June 30, 2011 was charged to the following functions and funds:

Governmental activities:	
General government	\$ 2,392,579
Public safety	3,243,997
Public works	12,093,036
Culture and recreation	70,634
Health and welfare	160,069
Total	17,960,315
Internal Service Fund	42,998
Total governmental activities	\$ 18,003,313
Business type activities	\$ 1,539,098

NOTE 6 – LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2011, was as follows:

	Balance June 30, 2010	Increases	Decreases	Balance June 30, 2011	Amount due within one year
Governmental funds debt					
Compensated absences	\$ 4,195,687	2,743,167	(2,408,301)	4,530,553	2,831,596
Notes payable	990,026	213,426	(161,235)	1,042,217	167,598
Capital lease payable	-	-	-	-	-
General obligation bonds	2,085,000	-	(500,000)	1,585,000	515,000
Special assessment district bonds	6,160,000	-	(360,000)	5,800,000	385,000
Revenue bond	30,280,000	-	(2,270,000)	28,010,000	2,380,000
Total	43,710,713	2,956,593	(5,699,536)	40,967,770	6,279,194
Internal service funds debt					
Compensated absences	43,854	43,764	(26,568)	61,050	38,156
Total	43,854	43,764	(26,568)	61,050	38,156
Total governmental activities	\$ 43,754,567	3,000,357	(5,726,104)	41,028,820	6,317,350
Business-type funds debt					
Compensated absences	\$ 82,239	33,808	(17,489)	98,558	61,599
Notes payable	5,056,982	-	(341,243)	4,715,739	202,965
Revenue bond	6,665,000	-	-	6,665,000	-
Total business-type activities	\$ 11,804,221	33,808	(358,732)	11,479,297	264,564

Bonds are liquidated from the debt service funds and other long-term liabilities are liquidated from the general fund and special revenue funds. No short-term debt was incurred during fiscal year 2011.

The annual principal and interest requirements on long-term debt outstanding as of June 30, 2011 are as follows.

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Governmental Activities:

General Obligation Bonds

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

Future payment requirements in the Series 2003 General Obligation Refunding Bonds are as follows.

		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$	515,000	38,651	553,651
2013		530,000	23,885	553,885
2014		540,000	8,100	548,100
Total	\$	<u>1,585,000</u>	<u>70,636</u>	<u>1,655,636</u>

Revenue Bonds

The County has three series of revenue bonds to service in governmental activities.

<u>Description</u>	<u>Date</u>	<u>Due</u>	<u>Original Issue</u>	<u>Outstanding</u>	<u>Rates</u>
Gross Receipts Tax Refunding Improvement, Series 1998	4/1/1998	6/1/2016	\$ 27,890,000	11,115,000	4.5% to 5.59%
Gross receipts Tax Refunding and Improvement, Series 2003	10/1/2003	5/1/2028	7,145,000	5,430,000	2.5% to 5.2%
PILT Revenue Bonds, Series 2004A	6/1/2004	12/1/2028	13,800,000	11,465,000	4.0% to 5.5%
			<u>\$ 48,835,000</u>	<u>28,010,000</u>	

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 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.

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 annually from 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

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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 the PILT revenue received from the Bureau of Land Management on an annual basis.

Future payment requirements on the governmental activities revenue bonds are as follows:

	Principal	Interest	Total
2012	\$ 2,380,000	1,441,469	3,821,469
2013	2,500,000	1,324,994	3,824,994
2014	2,680,000	1,199,087	3,879,087
2015	2,765,000	1,055,288	3,820,288
2016	4,195,000	906,588	5,101,588
2017-2021	4,325,000	2,981,341	7,306,341
2022-2026	5,550,000	1,759,259	7,309,259
2027-2029	3,615,000	292,685	3,907,685
Total	\$ 28,010,000	10,960,711	38,970,711

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 money and securities on deposit in specified funds described in the 2001 A 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 money and securities on deposit in specified funds described in the 2001 B 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 2001 B Bonds.

Future payment requirements on the governmental activities special assessment bonds are as follows:

	Principal	Interest	Total
2012	\$ 385,000	506,575	891,575
2013	420,000	472,956	892,956
2014	455,000	436,281	891,281
2015	495,000	396,550	891,550
2016	545,000	353,319	898,319
2017-2021	3,500,000	969,181	4,469,181
Total	\$ 5,800,000	3,134,862	8,934,862

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

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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 \$51,091 including interest calculated at a rate of 2% per annum, with the final payment due June 17, 2019. As of June 30, 2011 the balance is \$417,016, 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.

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 0.25% with the final payment due May 1, 2015. As of June 30, 2011, the balance is \$573,010 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, 2011, this note was fully repaid.

In January 2008, the County and the City of Las Cruces were approved under New Mexico Finance Authority Project No. 1947-DW for loan proceeds of \$3,535,000 each to be used for the clean-up of the Griggs Walnut superfund site. The initial terms of the loan called for the funds to be fully drawn down by January 2011 with regular principal payments due beginning in June 2012. An extension was received in 2011 to allow for drawdown of the funds through June 2012. The terms of the note call for annual principal payments ranging from \$145,416 to \$212,042 for 20 years with semi-annual interest payments of 2% per annum.

The County began drawing funds on the note in October 2010 and expects to withdraw the full amount by the June 2012 closing date. The County forwards any drawdowns directly to the City of Las Cruces as they are the administrative office for the project. Total drawdowns as of June 30, 2011 totaled \$213,426.

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

	Principal	Interest	Total
2012	\$ 381,024	30,243	411,267
2013	174,316	23,245	197,561
2014	181,388	15,878	197,266
2015	110,949	8,119	119,068
2016	47,200	3,891	51,091
2017-2019	147,340	5,933	153,273
Total	\$ 1,042,217	87,309	1,129,526

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Business-type Activities:

Water System Revenue Bond, Series 2008

In December 2008, the County issued refunding bonds to defease the Water System/Gross Receipts Tax Revenue Bonds, Series 1999 and payoff the Verde Group Liability with the issuance of \$7,765,000 in Bonds with variable rates of 2% to 3.5% to mature December 15, 2033. The 2008 bonds were purchased by the County with Doña Ana Hospital Lease Funds and are shown as an investment in that fund on the fund financial statements.

Upon issuance of the bonds, \$5,295,000 was placed in an escrow fund to defease the Series 1999 bonds. In addition, the County paid off a negotiated payoff balance to the Verde Group of \$1,200,000 including interest. This negotiated payoff resulted in income to the County of \$1,116,671.

As a result of the County's negotiated payoff of the Verde Group Liability an early principal payment totaling \$1,100,000 was made on the bonds resulting in a June 30, 2011 balance of \$6,665,000. The next principal payment is not due until December 2015.

Future payment requirements on the Water System-GRT Revenue Bond Series 2008 are as follows.

Year Ended June 30,	Principal	Interest	Total
2012	\$ -	133,300	133,300
2013	-	133,300	133,300
2014	-	133,300	133,300
2015	-	133,300	133,300
2016	55,000	132,750	187,750
2017-2021	1,400,000	593,000	1,993,000
2022-2026	1,705,000	438,550	2,143,550
2027-2031	2,055,000	251,150	2,306,150
2032-2034	1,450,000	44,200	1,494,200
Total \$	<u>6,665,000</u>	<u>1,992,850</u>	<u>8,657,850</u>

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. The loan calls for 20 annual payments of \$289,884 and interest is calculated at a rate of 2.0% per annum. As of June 30, 2011, the balance is \$4,345,946.

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DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
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The future payments required for the NMED note payable are as follows:

Year Ended June 30,	Principal	Interest	Total
2012	\$ 202,965	86,919	289,884
2013	207,024	82,860	289,884
2014	211,165	78,719	289,884
2015	215,388	74,496	289,884
2016	219,696	70,188	289,884
2017-2021	1,166,171	283,248	1,449,419
2022-2026	1,287,547	161,872	1,449,419
2027-2029	835,990	33,660	869,650
	<u>\$ 4,345,946</u>	<u>871,962</u>	<u>5,217,908</u>

In March 2008, the Doña Ana County Housing Authority entered into two promissory notes with the New Mexico Finance Authority. The purpose of the notes were to provide funds related the Housing Authority's Casas Del Quinto Sol project for the acquisition, rehabilitation or construction of twenty-one home lots into affordable single family residences located in the Colonia of Vado, Doña Ana County.

The terms on Note #1 were for \$735,000 in the form of a non-amortizing loan with a 24 month term. The note was to be repaid at the earlier of the sale or refinancing of the project or March 26, 2010. As of June 30, 2011, the unpaid balance on the note was \$271,104. During the year ended June 30, 2011, the balance of the note was adjusted down by NMFA by \$104,993. This restatement is discussed further in Note 14.

The terms of Note #2 were for \$400,000 to be repaid proportionally as each lot was sold or upon maturity. The loan accrued interest at the rate of 2.00% per annum. While no principal monthly principal payments were required, the terms call for monthly interest payments throughout the life of the note. The final maturity date of the note was April 1, 2010. As of June 30, 2011, the unpaid balance on the note was \$98,690.

As of June 30, 2011, both notes were considered past due by NMFA, however no conclusion had been reached as to the disposition of the amounts owed. The future of the Casas Del Quinto Sol project is currently under review by Housing Authority management. If the project is terminated, it is the intent to repay the outstanding notes with the proceeds of the sale. As of the date of the financial statements, no conclusion had been reached on the resolution of the project. The entire outstanding balance of \$369,793 was shown as a current liability in the financial statements.

NOTE 7 – INTERFUND BALANCES AND TRANSFERS

The County recorded interfund transfers to reflect activity occurring between funds. Transfers and payments within the County are substantially for the purpose of subsidizing operating functions and funding various projects within the County. All transfers made during the year were considered routine and were consistent with the general characteristics of the County's transfer policy.

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The composition of interfund transfers during the year ended June 30, 2011 was as follows:

	Transfers In							Total
	General	Health Services	Debt Service	Non-Major Governmental	NMED County Utilities	Non-Major Enterprise Funds	Internal Service	
General	\$ 29,020,354	-	3,828,919	552,768	-	89,500	805,000	34,296,541
Health Services	7,139,429	-	-	80,082	-	-	-	7,219,511
Transfers Out Non-Major Governmental	620,200	7,072	-	1,800,442	-	100	-	2,427,814
NMED	440,163	-	-	-	-	-	-	440,163
South Central WW	-	-	36,905	-	3,000	-	-	39,905
Non-Major Enterprise	-	-	11,410	-	234,690	-	-	246,100
Total	<u>\$ 37,220,146</u>	<u>7,072</u>	<u>3,877,234</u>	<u>2,433,292</u>	<u>237,690</u>	<u>89,600</u>	<u>805,000</u>	<u>44,670,034</u>

Transfers totaling \$882,288 were made from the County's agency funds to the Debt Service Fund. These transfers were reclassified as incoming revenue for the Debt Service Fund in the accompanying financial statements.

The County recorded interfund receivables/payables to reflect temporary loans between funds. The purpose of the loans was to cover cash shortages until grant reimbursements or other funding measures could be obtained. All interfund receivables/payables are expected to be repaid within one year. Interfund balances as of June 30, 2011 are as follows:

Due To Fund	Due From Fund	Amount
General Fund	State Appropriations - Major fund	\$ 779,349
	Non-major Special Revenue Funds	
General Fund	Airport FAA Projects	318,042
General Fund	Sheriff's Grant State	160,895
General Fund	Chaparral Wastewater System - SAP	65,370
General Fund	Community Services	4,562
		<u>\$ 1,328,218</u>

NOTE 8 – 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 cleanup/remediation costs.

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 expended

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DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

\$306,358 for fiscal year 2011. This is comprised of 92,932 in expenses and \$213,426 in draws on notes available for the project. 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.

The County remains non-compliant with its state issued permits for the liquid waste facility at Mesquite, New Mexico. The New Mexico Environment Department is aware of this issue; however, as the County is aggressively trying to remedy the situation, it is not anticipated that any fines will be assessed. The County is currently completing the design phase of a construction project to remedy the situation. The County is seeking possible funding solutions for the construction phase.

There is also an issue with arsenic levels in southern Doña Ana County that could result in litigation between the state and the county. There may be EPA penalties, although an order has not been issued. The County believes their liability in this matter is minimal, but at this time is not determinable.

NOTE 9 – DEFINED BENEFIT PENSION PLAN

Plan Description – Substantially all of Doña 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 supplement 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.

Funding Policy – For covered employees other than law enforcement personnel and fire fighters, 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 participant's 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 fire fighter 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 Doña Ana County are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

Contributions to PERA for the following fiscal years were:

	2011	2010	2009
County contributions	\$ 5,235,551	5,241,395	4,980,794
Employee contributions	1,731,049	1,758,729	1,643,689
Total contributions	\$ 6,966,600	7,000,124	6,624,483

NOTE 10 – DEFERRED COMPENSATION PLAN

Doña 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. Total employee contributions to the plan for the year ended June 30, 2011 were \$367,223.

NOTE 11 – OPERATING LEASES

The reporting entity has entered into a number of operating leases, which contain cancellation provisions and are subject to annual appropriations. The rent expenditures for these leases were primarily from the General Fund. Future minimum lease payments are:

Fiscal Year Ending June 30,	Amount
2012	\$ 162,125
2013	61,964
2014	58,500
2015	58,500
2016	34,125
Total	\$ 375,214

Rental payments charged to current operations for the year ended June 30, 2011 totaled \$211,950.

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DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

NOTE 12 – HOSPITAL LEASE

MEDICAL CENTER-PROVINCE HOSPITAL (TELSHORE 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 Doña 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 sub-fund of the General Fund and the resulting equity has been reserved for health related programs and health related capital projects.

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 Doña 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, 2011 is \$3,056,800.

NOTE 13 – RESTATEMENTS OF BEGINNING FUND BALANCES/NET ASSETS

Restatements were made as follows:

<u>Fund</u>	<u>Purpose/Reason</u>	<u>Amount</u>
Non-major enterprise funds		
DAC Housing Authority	Prior year long-term debt was adjusted by NMFA	2,189
DAC Housing Authority	Adjustments to prior year expenses deemed as restatements by HUD	<u>104,993</u>
Total DAC Housing Authority		<u>107,182</u>
Total non-major enterprise funds		<u>107,182</u>
Total enterprise funds		<u><u>107,182</u></u>

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

NOTE 14 – OTHER REQUIRED DISCLOSURES

The following funds incurred a deficit fund balance at June 30, 2011:

Fund	Fund Type	Amount
Wastewater Projects/Grants	Capital Projects Fund	\$ (2)

Management intends to transfer sufficient funds from General Fund to cover any deficits.

NOTE 15 – RISK MANAGEMENT

Multi-line Risk Pool

The County participates in the New Mexico Association of Counties insurance programs. The County's premium is re-determined 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:

\$1,000	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
\$1,750,000	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
\$255,000	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 2009/2010 fiscal year were \$3,417,832.

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 2010/2011 were \$3,793. In addition, the County maintains commercial liability policies for Accidental Death and Dismemberment of the County's Independent Fire Districts (premium paid of \$70,023) and Pollution and Remediation Legal Liability (premium paid of \$61,217).

SUPPLEMENTAL INFORMATION

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

NON-MAJOR 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.

Non-major special revenue funds consist of the following:

CDBG - Rio Grande Water – To account for federal grant funding for the Rio Grande Water Project.

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 Doña Ana County Sheriffs confiscated asset program related directly to its drug interdiction program, The program was established through a joint powers agreement between Doña 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 three 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 CFR 66.20,

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 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-I. The funding is provided by charging an administrative fee on property taxes collected and distributed.

DOH - BHSD State Incentive – This program provides funding to fight substance abuse in Doña 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.

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 Doña 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 maybe required for any emergency within the County. The County Budget Resolution #2006-56 established the fund pursuant to the Board of County Commissioners.

Emergency Medical Services – In accordance with NMSA Section 7-24-10A -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.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

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 – To account for federal reimbursements related to the Detention Center.

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

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 sheriff's department. Financing is provided by the State.

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

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 S\VB New Mexico High Intensity Drug Trafficking Area. The Executive Office of the President, Office of National Drug Control Policy, provides financing. This fund has been established in accordance with grant agreements.

Spaceport Gross Receipts Tax – To provide funding to the regional Spaceport district for the financing, planning, designing, engineering and construction of a Spaceport or for projects or services of the district pursuant to the regional Spaceport district act by DAC Ordinance 227A-07.

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.

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

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.

NON-MAJOR 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.

Non-major capital projects funds consist of the following:

Airport FAA Projects – To account for the cost 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.

Chaparral Wastewater – SAP – To account for costs of 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 state funding.

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

Griggs – Walnut Superfund – To account for the costs related to the clean up contaminated property.

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.

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
AS OF JUNE 30, 2011**

	Special Revenue Funds	Capital Projects Funds	Total Non-major Funds
ASSETS			
Cash and cash equivalents	\$ 24,620,047	243,026	24,863,073
Investments	-	-	-
Receivables, net	205,750	-	205,750
Taxes receivable	2,512,977	-	2,512,977
Intergovernmental receivables	308,098	632,320	940,418
Interest receivable	18,354	-	18,354
Due from other funds	-	-	-
Prepays	-	-	-
Other assets	-	-	-
Total assets	<u>\$ 27,665,226</u>	<u>875,346</u>	<u>28,540,572</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 96,093	165,314	261,407
Accrued payroll liabilities	33,386	-	33,386
Accrued interest payable	4,356	-	4,356
Due to other funds	165,457	383,412	548,869
Deposits	-	-	-
Deferred revenues	419,905	3,249	423,154
Other liabilities	1,600	-	1,600
Total Liabilities	<u>720,797</u>	<u>551,975</u>	<u>1,272,772</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	26,291,329	80,345	26,371,674
Committed	-	243,026	243,026
Assigned	653,100	-	653,100
Unassigned	-	-	-
Total fund balances	<u>26,944,429</u>	<u>323,371</u>	<u>27,267,800</u>
Total liabilities and fund balances	<u>\$ 27,665,226</u>	<u>875,346</u>	<u>28,540,572</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	Special Revenue Funds	Capital Projects Funds	Total Non-major Funds
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Taxes:			
Property taxes	\$ -	-	-
General sales and use taxes	15,190,205	-	15,190,205
Payment in lieu of tax	-	-	-
Penalties and interest	325	-	325
Licenses and permits	-	-	-
Intergovernmental revenue and grants	3,238,463	2,633,075	5,871,538
Charges for services	1,007,092	-	1,007,092
Contributions/donations private services	-	-	-
Investment earnings	301,903	2,193	304,096
Rents and royalties	6,075	-	6,075
Other revenue	658,639	-	658,639
Total revenues	<u>20,402,702</u>	<u>2,635,268</u>	<u>23,037,970</u>
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	6,842,303	-	6,842,303
Public works	752,600	95,724	848,324
Health and welfare	9,126,921	-	9,126,921
Culture and recreation	-	-	-
Debt Service:			
Principal payments	118,484	-	118,484
Interest payments	18,161	343	18,504
Fiscal agent's fees	-	-	-
Capital Outlay:			
Capital Outlay	2,778,033	2,838,418	5,616,451
Total Expenditures	<u>19,636,502</u>	<u>2,934,485</u>	<u>22,570,987</u>
Excess (deficiency) of revenues over expenditures	766,200	(299,217)	466,983
OTHER FINANCING SOURCES (USES)			
Proceeds from issuance of long-term capital-related debt	-	-	-
Transfers in	2,198,292	235,000	2,433,292
Transfers out	(2,427,707)	(107)	(2,427,814)
Total other financing sources (uses)	<u>(229,415)</u>	<u>234,893</u>	<u>5,478</u>
Net change in fund balance	536,785	(64,324)	472,461
Fund balances-beginning of year	26,407,644	387,695	26,795,339
Restatements	-	-	-
Fund balances-beginning of year, as restated	<u>26,407,644</u>	<u>387,695</u>	<u>26,795,339</u>
Fund balances-end of the year	<u>\$ 26,944,429</u>	<u>323,371</u>	<u>27,267,800</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	CDBG Rio Grande Water	Community Services	Confiscated Assets	COPS	Correction Fees
ASSETS					
Cash and cash equivalents	\$ -	-	382,127	-	252,182
Investments	-	-	-	-	-
Receivables, net	-	-	19,662	-	171,186
Taxes receivable	-	-	-	-	-
Intergovernmental receivables	-	6,678	-	-	-
Interest receivable	-	-	-	-	311
Due from other funds	-	-	-	-	-
Prepays	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>6,678</u>	<u>401,789</u>	<u>-</u>	<u>423,679</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	-	30,394	-	540
Accrued payroll liabilities	-	-	99	-	-
Accrued interest payable	-	-	-	-	-
Due to other funds	-	4,562	-	-	-
Deposits	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>4,562</u>	<u>30,493</u>	<u>-</u>	<u>540</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	2,116	371,296	-	423,139
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>-</u>	<u>2,116</u>	<u>371,296</u>	<u>-</u>	<u>423,139</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>6,678</u>	<u>401,789</u>	<u>-</u>	<u>423,679</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	County Flood Commission	DOH-BHSD State Incentive	DWI Grants	Emergency Fund	Emergency Medical Services
ASSETS					
Cash and cash equivalents	\$ 7,447,121	-	608,506	644,433	42,485
Investments	-	-	-	-	-
Receivables, net	-	-	-	-	-
Taxes receivable	361,890	-	-	-	-
Intergovernmental receivables	-	-	-	-	-
Interest receivable	5,778	-	-	500	32
Due from other funds	-	-	-	-	-
Prepays	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	<u>\$ 7,814,789</u>	<u>-</u>	<u>608,506</u>	<u>644,933</u>	<u>42,517</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 466	-	340	-	-
Accrued payroll liabilities	13,358	-	18,589	-	-
Accrued interest payable	4,356	-	-	-	-
Due to other funds	-	-	-	-	-
Deposits	-	-	-	-	-
Deferred revenues	324,123	-	77,069	-	-
Other liabilities	-	-	-	-	1,654
Total Liabilities	<u>342,303</u>	<u>-</u>	<u>95,998</u>	<u>-</u>	<u>1,654</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	7,472,486	-	512,508	-	40,863
Committed	-	-	-	-	-
Assigned	-	-	-	644,933	-
Unassigned	-	-	-	-	-
Total fund balances	<u>7,472,486</u>	<u>-</u>	<u>512,508</u>	<u>644,933</u>	<u>40,863</u>
Total liabilities and fund balances	<u>\$ 7,814,789</u>	<u>-</u>	<u>608,506</u>	<u>644,933</u>	<u>42,517</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	Farm and Range	Federal Reimburs./ Detention Center	Fire Districts	Housing Grant - NMFA	Indigent Hospital Care
ASSETS					
Cash and cash equivalents	\$ 31,359	-	8,942,468	-	3,717,041
Investments	-	-	-	-	-
Receivables, net	-	-	350	-	-
Taxes receivable	-	-	344,369	-	1,472,719
Intergovernmental receivables	-	-	5,400	-	-
Interest receivable	24	-	6,927	-	2,809
Due from other funds	-	-	-	-	-
Prepays	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	<u>\$ 31,383</u>	<u>-</u>	<u>9,299,514</u>	<u>-</u>	<u>5,192,569</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	-	48,458	-	-
Accrued payroll liabilities	-	-	-	-	-
Accrued interest payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deposits	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>48,458</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	31,383	-	9,251,056	-	5,192,569
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>31,383</u>	<u>-</u>	<u>9,251,056</u>	<u>-</u>	<u>5,192,569</u>
Total liabilities and fund balances	<u>\$ 31,383</u>	<u>-</u>	<u>9,299,514</u>	<u>-</u>	<u>5,192,569</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	Law Enforcement Grant	Law Enforcement Protection	Reappraisal Administrative Fees	Sheriff's Grants State	Sheriff's GREAT Grant
ASSETS					
Cash and cash equivalents	\$ -	29,312	2,514,317	-	529
Investments	-	-	-	-	-
Receivables, net	-	-	81	14,471	-
Taxes receivable	-	-	-	-	-
Intergovernmental receivables	-	-	-	288,394	7,626
Interest receivable	-	23	1,950	-	-
Due from other funds	-	-	-	-	-
Prepays	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>29,335</u>	<u>2,516,348</u>	<u>302,865</u>	<u>8,155</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	-	15,687	208	-
Accrued payroll liabilities	-	-	369	966	5
Accrued interest payable	-	-	-	-	-
Due to other funds	-	-	-	160,895	-
Deposits	-	-	-	-	-
Deferred revenues	-	18,441	-	272	-
Other liabilities	-	-	-	(54)	-
Total Liabilities	<u>-</u>	<u>18,441</u>	<u>16,056</u>	<u>162,287</u>	<u>5</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	10,894	2,500,292	140,578	8,150
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>-</u>	<u>10,894</u>	<u>2,500,292</u>	<u>140,578</u>	<u>8,150</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>29,335</u>	<u>2,516,348</u>	<u>302,865</u>	<u>8,155</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	Spaceport Gross Receipts	Substance Abuse Grants	TIDD Development District	Victims of Crime	Total
ASSETS					
Cash and cash equivalents	\$ -	-	8,167	-	24,620,047
Investments	-	-	-	-	-
Receivables, net	-	-	-	-	205,750
Taxes receivable	333,999	-	-	-	2,512,977
Intergovernmental receivables	-	-	-	-	308,098
Interest receivable	-	-	-	-	18,354
Due from other funds	-	-	-	-	-
Prepays	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	<u>\$ 333,999</u>	<u>-</u>	<u>8,167</u>	<u>-</u>	<u>27,665,226</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	-	-	-	96,093
Accrued payroll liabilities	-	-	-	-	33,386
Accrued interest payable	-	-	-	-	4,356
Due to other funds	-	-	-	-	165,457
Deposits	-	-	-	-	-
Deferred revenues	-	-	-	-	419,905
Other liabilities	-	-	-	-	1,600
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>720,797</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	333,999	-	-	-	26,291,329
Committed	-	-	-	-	-
Assigned	-	-	8,167	-	653,100
Unassigned	-	-	-	-	-
Total fund balances	<u>333,999</u>	<u>-</u>	<u>8,167</u>	<u>-</u>	<u>26,944,429</u>
Total liabilities and fund balances	<u>\$ 333,999</u>	<u>-</u>	<u>8,167</u>	<u>-</u>	<u>27,665,226</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	Airport FAA Projects	Border Industrial Park Assessment Project	Chaparral Wastewater System - SAP	Chaparral Wastewater USDA	Griggs/ Walnut Superfund
ASSETS					
Cash and cash equivalents	\$ -	-	-	-	243,026
Investments	-	-	-	-	-
Receivables, net	-	-	-	-	-
Taxes receivable	-	-	-	-	-
Intergovernmental receivables	566,950	-	65,370	-	-
Interest receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Prepays	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	<u>\$ 566,950</u>	<u>-</u>	<u>65,370</u>	<u>-</u>	<u>243,026</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 165,314	-	-	-	-
Accrued payroll liabilities	-	-	-	-	-
Accrued interest payable	-	-	-	-	-
Due to other funds	318,042	-	65,370	-	-
Deposits	-	-	-	-	-
Deferred revenues	3,249	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities	<u>486,605</u>	<u>-</u>	<u>65,370</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	80,345	-	-	-	-
Committed	-	-	-	-	243,026
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>80,345</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>243,026</u>
Total liabilities and fund balances	<u>\$ 566,950</u>	<u>-</u>	<u>65,370</u>	<u>-</u>	<u>243,026</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	Judicial Building Remodeling Project	Utility Projects	Wastewater Projects/ Grants	Total
ASSETS				
Cash and cash equivalents	\$ -	-	-	243,026
Investments	-	-	-	-
Receivables, net	-	2	(2)	-
Taxes receivable	-	-	-	-
Intergovernmental receivables	-	-	-	632,320
Interest receivable	-	-	-	-
Due from other funds	-	-	-	-
Prepays	-	-	-	-
Other assets	-	-	-	-
Total assets	<u>\$ -</u>	<u>2</u>	<u>(2)</u>	<u>875,346</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	-	-	165,314
Accrued payroll liabilities	-	-	-	-
Accrued interest payable	-	-	-	-
Due to other funds	-	-	-	383,412
Deposits	-	-	-	-
Deferred revenues	-	-	-	3,249
Other liabilities	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>551,975</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	-	80,345
Committed	-	2	(2)	243,026
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>-</u>	<u>2</u>	<u>(2)</u>	<u>323,371</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>2</u>	<u>(2)</u>	<u>875,346</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	CDBG Rio Grande Water	Community Services	Confiscated Assets	COPS	Correction Fees
REVENUES					
Taxes:					
Property taxes	\$ -	-	-	-	-
General sales and use taxes	-	-	-	-	-
Payment in lieu of tax	-	-	-	-	-
Penalties and interest	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental revenue and grants	-	11,236	-	-	-
Charges for services	-	-	-	-	664,977
Contributions/donations private services	-	-	-	-	-
Investment earnings	-	-	1,627	-	9,100
Rents and royalties	-	-	-	-	-
Other revenue	-	-	315,011	-	-
Total revenues	<u>-</u>	<u>11,236</u>	<u>316,638</u>	<u>-</u>	<u>674,077</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	158,692	-	416,056
Public works	-	-	-	-	-
Health and welfare	-	11,236	-	-	-
Culture and recreation	-	-	-	-	-
Debt Service:					
Principal payments	-	-	-	-	-
Interest payments	-	-	-	-	-
Fiscal agent's fees	-	-	-	-	-
Capital Outlay:					
Capital Outlay	-	-	218,160	-	361,273
Total Expenditures	<u>-</u>	<u>11,236</u>	<u>376,852</u>	<u>-</u>	<u>777,329</u>
Excess (deficiency) of revenues over expenditures	-	-	(60,214)	-	(103,252)
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of long-term capital-related debt	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(600,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(600,000)</u>
Net change in fund balance	-	-	(60,214)	-	(703,252)
Fund balances-beginning of year	-	2,116	431,510	-	1,126,391
Restatements	-	-	-	-	-
Fund balances-beginning of year, as restated	<u>-</u>	<u>2,116</u>	<u>431,510</u>	<u>-</u>	<u>1,126,391</u>
Fund balances-end of the year	<u>\$ -</u>	<u>2,116</u>	<u>371,296</u>	<u>-</u>	<u>423,139</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	County Flood Commission	DOH- BHSD State Incentive	DWI Grants	Emergency Fund	Emergency Medical Services
REVENUES					
Taxes:					
Property taxes	\$ -	-	-	-	-
General sales and use taxes	1,876,117	-	-	-	-
Payment in lieu of tax	-	-	-	-	-
Penalties and interest	-	-	325	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental revenue and grants	-	-	942,075	-	151,725
Charges for services	-	-	330,303	-	-
Contributions/donations private services	-	-	-	-	-
Investment earnings	80,388	-	-	7,533	1,056
Rents and royalties	-	-	-	1,875	-
Other revenue	17,372	-	456	1,257	2,204
Total revenues	<u>1,973,877</u>	<u>-</u>	<u>1,273,159</u>	<u>10,665</u>	<u>154,985</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	1,253,613	-	135,954
Public works	752,600	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt Service:					
Principal payments	118,484	-	-	-	-
Interest payments	18,161	-	-	-	-
Fiscal agent's fees	-	-	-	-	-
Capital Outlay:					
Capital Outlay	87,238	-	-	-	9,731
Total Expenditures	<u>976,483</u>	<u>-</u>	<u>1,253,613</u>	<u>-</u>	<u>145,685</u>
Excess (deficiency) of revenues over expenditures	997,394	-	19,546	10,665	9,300
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of long-term capital-related debt	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(20,000)	-	-	-	(442)
Total other financing sources (uses)	<u>(20,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(442)</u>
Net change in fund balance	977,394	-	19,546	10,665	8,858
Fund balances-beginning of year	6,495,092	-	492,962	634,268	32,005
Restatements	-	-	-	-	-
Fund balances-beginning of year, as restated	<u>6,495,092</u>	<u>-</u>	<u>492,962</u>	<u>634,268</u>	<u>32,005</u>
Fund balances-end of the year	<u>\$ 7,472,486</u>	<u>-</u>	<u>512,508</u>	<u>644,933</u>	<u>40,863</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	Farm and Range	Federal Reimbursement Detention Center	Fire Districts	Housing Grant - NMFA	Indigent Hospital Care
REVENUES					
Taxes:					
Property taxes	\$ -	-	-	-	-
General sales and use taxes	-	-	1,499,189	-	8,569,845
Payment in lieu of tax	-	-	-	-	-
Penalties and interest	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental revenue and grants	-	-	1,422,583	-	-
Charges for services	11,812	-	-	-	-
Contributions/donations private services	-	-	-	-	-
Investment earnings	368	-	116,551	-	56,436
Rents and royalties	-	-	4,200	-	-
Other revenue	-	-	2,287	-	24,662
Total revenues	<u>12,180</u>	<u>-</u>	<u>3,044,810</u>	<u>-</u>	<u>8,650,943</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	12,000	-	1,340,558	-	-
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	9,130,949
Culture and recreation	-	-	-	-	-
Debt Service:					
Principal payments	-	-	-	-	-
Interest payments	-	-	-	-	-
Fiscal agent's fees	-	-	-	-	-
Capital Outlay:					
Capital Outlay	-	-	1,911,520	-	-
Total Expenditures	<u>12,000</u>	<u>-</u>	<u>3,252,078</u>	<u>-</u>	<u>9,130,949</u>
Excess (deficiency) of revenues over expenditures	180	-	(207,268)	-	(480,006)
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of long-term capital-related debt	-	-	-	-	-
Transfers in	-	-	1,800,442	-	397,816
Transfers out	-	-	(1,800,000)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>442</u>	<u>-</u>	<u>397,816</u>
Net change in fund balance	180	-	(206,826)	-	(82,190)
Fund balances-beginning of year	31,203	-	9,457,882	-	5,274,759
Restatements	-	-	-	-	-
Fund balances-beginning of year, as restated	<u>31,203</u>	<u>-</u>	<u>9,457,882</u>	<u>-</u>	<u>5,274,759</u>
Fund balances-end of the year	<u>\$ 31,383</u>	<u>-</u>	<u>9,251,056</u>	<u>-</u>	<u>5,192,569</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	Law Enforcement Grant	Law Enforcement Protection	Reappraisal Administrative Fees	Sheriff's Grants State	Sheriff's GREAT Grant
REVENUES					
Taxes:					
Property taxes	\$ -	-	-	-	-
General sales and use taxes	-	-	975,666	-	-
Payment in lieu of tax	-	-	-	-	-
Penalties and interest	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental revenue and grants	-	-	-	663,977	46,867
Charges for services	-	-	-	-	-
Contributions/donations private services	-	-	-	-	-
Investment earnings	2	1,250	27,592	-	-
Rents and royalties	-	-	-	-	-
Other revenue	-	111,031	4,039	180,320	-
Total revenues	<u>2</u>	<u>112,281</u>	<u>1,007,297</u>	<u>844,297</u>	<u>46,867</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	101,972	598,457	842,686	46,926
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt Service:					
Principal payments	-	-	-	-	-
Interest payments	-	-	-	-	-
Fiscal agent's fees	-	-	-	-	-
Capital Outlay:					
Capital Outlay	-	29,253	160,858	-	-
Total Expenditures	<u>-</u>	<u>131,225</u>	<u>759,315</u>	<u>842,686</u>	<u>46,926</u>
Excess (deficiency) of revenues over expenditures	2	(18,944)	247,982	1,611	(59)
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of long-term capital-related debt	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(193)	-	-	-	-
Total other financing sources (uses)	<u>(193)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(191)	(18,944)	247,982	1,611	(59)
Fund balances-beginning of year	191	29,838	2,252,310	138,967	8,209
Restatements	-	-	-	-	-
Fund balances-beginning of year, as restated	<u>191</u>	<u>29,838</u>	<u>2,252,310</u>	<u>138,967</u>	<u>8,209</u>
Fund balances-end of the year	<u>\$ -</u>	<u>10,894</u>	<u>2,500,292</u>	<u>140,578</u>	<u>8,150</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	Spaceport Gross Receipts	Substance Abuse Grants	TIDD Development District	Victims of Crime	Total
REVENUES					
Taxes:					
Property taxes	\$ -	-	-	-	-
General sales and use taxes	2,269,388	-	-	-	15,190,205
Payment in lieu of tax	-	-	-	-	-
Penalties and interest	-	-	-	-	325
Licenses and permits	-	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-	3,238,463
Charges for services	-	-	-	-	1,007,092
Contributions/donations private services	-	-	-	-	-
Investment earnings	-	-	-	-	301,903
Rents and royalties	-	-	-	-	6,075
Other revenue	-	-	-	-	658,639
Total revenues	<u>2,269,388</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,402,702</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	1,935,389	-	-	-	6,842,303
Public works	-	-	-	-	752,600
Health and welfare	-	(15,264)	-	-	9,126,921
Culture and recreation	-	-	-	-	-
Debt Service:					
Principal payments	-	-	-	-	118,484
Interest payments	-	-	-	-	18,161
Fiscal agent's fees	-	-	-	-	-
Capital Outlay:					
Capital Outlay	-	-	-	-	2,778,033
Total Expenditures	<u>1,935,389</u>	<u>(15,264)</u>	<u>-</u>	<u>-</u>	<u>19,636,502</u>
Excess (deficiency) of revenues over expenditures	333,999	15,264	-	-	766,200
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of long-term capital-related debt	-	-	-	-	-
Transfers in	-	34	-	-	2,198,292
Transfers out	-	(7,072)	-	-	(2,427,707)
Total other financing sources (uses)	<u>-</u>	<u>(7,038)</u>	<u>-</u>	<u>-</u>	<u>(229,415)</u>
Net change in fund balance	333,999	8,226	-	-	536,785
Fund balances-beginning of year	-	(8,226)	8,167	-	26,407,644
Restatements	-	-	-	-	-
Fund balances-beginning of year, as restated	<u>-</u>	<u>(8,226)</u>	<u>8,167</u>	<u>-</u>	<u>26,407,644</u>
Fund balances-end of the year	<u>\$ 333,999</u>	<u>-</u>	<u>8,167</u>	<u>-</u>	<u>26,944,429</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	Airport FAA Projects	Border Industrial Park Assessment Project	Chaparral Wastewater System - SAP	Chaparral Wastewater USDA	Griggs/ Walnut Superfund Projects
REVENUES					
Taxes:					
Property taxes	\$ -	-	-	-	-
General sales and use taxes	-	-	-	-	-
Payment in lieu of tax	-	-	-	-	-
Penalties and interest	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental revenue and grants	2,567,705	-	65,370	-	-
Charges for services	-	-	-	-	-
Contributions/donations private services	-	-	-	-	-
Investment earnings	2,198	-	-	-	-
Rents and royalties	-	-	-	-	-
Other revenue	-	-	-	-	-
Total revenues	<u>2,569,903</u>	<u>-</u>	<u>65,370</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	2,792	-	92,932
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt Service:					
Principal payments	-	-	-	-	-
Interest payments	-	343	-	-	-
Fiscal agent's fees	-	-	-	-	-
Capital Outlay:					
Capital Outlay	2,775,840	-	62,578	-	-
Total Expenditures	<u>2,775,840</u>	<u>343</u>	<u>65,370</u>	<u>-</u>	<u>92,932</u>
Excess (deficiency) of revenues over expenditures	(205,937)	(343)	-	-	(92,932)
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of long-term capital-related debt	-	-	-	-	-
Transfers in	-	-	-	-	235,000
Transfers out	-	-	-	(100)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100)</u>	<u>235,000</u>
Net change in fund balance	(205,937)	(343)	-	(100)	142,068
Fund balances-beginning of year	286,282	343	-	100	100,958
Restatements	-	-	-	-	-
Fund balances-beginning of year, as restated	<u>286,282</u>	<u>343</u>	<u>-</u>	<u>100</u>	<u>100,958</u>
Fund balances-end of the year	<u>\$ 80,345</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>243,026</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	Judicial Building Remodeling Project Project	Utility Projects SAP	Wastewater Projects/ Grants USDA	Total
REVENUES				
Taxes:				
Property taxes	\$ -	-	-	-
General sales and use taxes	-	-	-	-
Payment in lieu of tax	-	-	-	-
Penalties and interest	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	2,633,075
Charges for services	-	-	-	-
Contributions/donations private services	-	-	-	-
Investment earnings	(2)	(3)	-	2,193
Rents and royalties	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>(2)</u>	<u>(3)</u>	<u>-</u>	<u>2,635,268</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	95,724
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	343
Fiscal agent's fees	-	-	-	-
Capital Outlay:				
Capital Outlay	-	-	-	2,838,418
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,934,485</u>
Excess (deficiency) of revenues over expenditures	(2)	(3)	-	(299,217)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Transfers in	-	-	-	235,000
Transfers out	(2)	(5)	-	(107)
Total other financing sources (uses)	<u>(2)</u>	<u>(5)</u>	<u>-</u>	<u>234,893</u>
Net change in fund balance	(4)	(8)	-	(64,324)
Fund balances-beginning of year	4	10	(2)	387,695
Restatements	-	-	-	-
Fund balances-beginning of year, as restated	<u>4</u>	<u>10</u>	<u>(2)</u>	<u>387,695</u>
Fund balances-end of the year	<u>\$ -</u>	<u>2</u>	<u>(2)</u>	<u>323,371</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CDBG - RIO GRANDE WATER - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	500,000	500,000	-	(500,000)
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>(500,000)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	500,000	500,000	-	500,000
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>500,000</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY SERVICES - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	13,000	13,000	7,003	(5,997)
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>13,000</u>	<u>13,000</u>	<u>7,003</u>	<u>(5,997)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	12,000	12,000	11,236	764
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>12,000</u>	<u>12,000</u>	<u>11,236</u>	<u>764</u>
Excess (deficiency) of revenues over (under) expenditures	1,000	1,000	(4,233)	5,233
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	1,000	1,000	(4,233)	5,233
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ 1,000</u>	<u>1,000</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (4,233)
To adjust applicable revenue accruals and deferrals	4,233
To adjust applicable expenditure accruals	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ -</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONFISCATED ASSETS - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	5,479	5,479	1,627	(3,852)
Other revenue	200,000	200,000	310,067	110,067
Total revenues	<u>205,479</u>	<u>205,479</u>	<u>311,694</u>	<u>106,215</u>
EXPENDITURES				
Current:				
Personnel costs	67,470	49,913	46,092	3,821
Operating costs	182,421	142,609	112,855	29,754
Capital outlay	167,827	225,196	187,765	37,431
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>417,718</u>	<u>417,718</u>	<u>346,712</u>	<u>71,006</u>
Excess (deficiency) of revenues over (under) expenditures	(212,239)	(212,239)	(35,018)	(177,221)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt				
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(212,239)	(212,239)	(35,018)	(177,221)
Budgeted cash carryover	<u>212,239</u>	<u>212,239</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (35,018)
To adjust applicable revenue accruals and deferrals	4,944
To adjust applicable expenditure accruals	<u>(30,140)</u>
Change in net assets (GAAP basis)	<u>\$ (60,214)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COPS GRANTS - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CORRECTION FEES - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	782,000	782,000	671,133	(110,867)
Investment earnings	9,864	9,864	8,975	(889)
Other revenue	-	-	-	-
Total revenues	<u>791,864</u>	<u>791,864</u>	<u>680,108</u>	<u>(111,756)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	594,453	606,038	424,055	181,983
Capital outlay	342,000	330,415	361,273	(30,858)
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>936,453</u>	<u>936,453</u>	<u>785,328</u>	<u>151,125</u>
Excess (deficiency) of revenues over (under) expenditures	(144,589)	(144,589)	(105,220)	(39,369)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(600,000)	(600,000)	(600,000)	-
Total other financing sources (uses)	<u>(600,000)</u>	<u>(600,000)</u>	<u>(600,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(744,589)	(744,589)	(705,220)	(39,369)
Budgeted cash carryover	<u>744,589</u>	<u>744,589</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (705,220)
To adjust applicable revenue accruals and deferrals	(6,032)
To adjust applicable expenditure accruals	<u>8,000</u>
Change in net assets (GAAP basis)	<u>\$ (703,252)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COUNTY FLOOD COMMISSION FUND - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 1,550,000	1,550,000	1,861,353	311,353
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	73,854	73,854	75,873	2,019
Other revenue	80,125	80,125	17,372	(62,753)
Total revenues	<u>1,703,979</u>	<u>1,703,979</u>	<u>1,954,598</u>	<u>250,619</u>
EXPENDITURES				
Current:				
Personnel costs	639,995	639,995	531,853	108,142
Operating costs	517,000	596,650	357,445	239,205
Capital outlay	1,460,000	1,380,350	87,238	1,293,112
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>2,616,995</u>	<u>2,616,995</u>	<u>976,536</u>	<u>1,640,459</u>
Excess (deficiency) of revenues over (under) expenditures	(913,016)	(913,016)	978,062	(1,891,078)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(20,000)	(20,000)	(20,000)	-
Total other financing sources (uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(933,016)	(933,016)	958,062	(1,891,078)
Budgeted cash carryover	<u>933,016</u>	<u>933,016</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 958,062
To adjust applicable revenue accruals and deferrals	19,279
To adjust applicable expenditure accruals	<u>53</u>
Change in net assets (GAAP basis)	<u>\$ 977,394</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DOH - BHSD STATE INCENTIVE - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	-	-		
Total	\$ -	-		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			-	
Change in net assets (GAAP basis)			\$ -	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DWI GRANT - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	1,360,664	1,424,664	1,187,210	(237,454)
Charges for services	375,000	375,000	330,303	(44,697)
Investment earnings	-	-	-	-
Other revenue	500	500	781	281
Total revenues	<u>1,736,164</u>	<u>1,800,164</u>	<u>1,518,294</u>	<u>(281,870)</u>
EXPENDITURES				
Current:				
Personnel costs	912,765	817,780	689,786	127,994
Operating costs	1,198,609	1,385,190	865,384	519,806
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>2,111,374</u>	<u>2,202,970</u>	<u>1,555,170</u>	<u>647,800</u>
Excess (deficiency) of revenues over (under) expenditures	(375,210)	(402,806)	(36,876)	(365,930)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(375,210)	(402,806)	(36,876)	(365,930)
Budgeted cash carryover	<u>375,210</u>	<u>402,806</u>		
Total	\$ <u>-</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (36,876)	
To adjust applicable revenue accruals and deferrals			(245,135)	
To adjust applicable expenditure accruals			<u>301,557</u>	
Change in net assets (GAAP basis)			<u>\$ 19,546</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMERGENCY FUND - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	6,854	6,854	7,156	302
Other revenue	2,500	2,500	3,133	633
Total revenues	<u>9,354</u>	<u>9,354</u>	<u>10,289</u>	<u>935</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	350,000	350,000	-	350,000
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>350,000</u>	<u>350,000</u>	<u>-</u>	<u>350,000</u>
Excess (deficiency) of revenues over (under) expenditures	(340,646)	(340,646)	10,289	(350,935)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(340,646)	(340,646)	10,289	(350,935)
Budgeted cash carryover	<u>340,646</u>	<u>340,646</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 10,289
To adjust applicable revenue accruals and deferrals	376
To adjust applicable expenditure accruals	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ 10,665</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	155,749	155,032	151,725	(3,307)
Charges for services	-	-	-	-
Investment earnings	1,842	1,842	1,030	(812)
Other revenue	-	456	2,204	1,748
Total revenues	<u>157,591</u>	<u>157,330</u>	<u>154,959</u>	<u>(2,371)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	189,590	179,155	135,954	43,201
Capital outlay	-	9,732	9,731	1
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>189,590</u>	<u>188,887</u>	<u>145,685</u>	<u>43,202</u>
Excess (deficiency) of revenues over (under) expenditures	(31,999)	(31,557)	9,274	(40,831)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(442)	(442)	-
Total other financing sources (uses)	<u>-</u>	<u>(442)</u>	<u>(442)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(31,999)	(31,999)	8,832	(40,831)
Budgeted cash carryover	<u>31,999</u>	<u>31,999</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 8,832
To adjust applicable revenue accruals and deferrals	26
To adjust applicable expenditure accruals	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ 8,858</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FARM AND RANGE - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	11,500	11,500	11,812	312
Investment earnings	324	324	350	26
Other revenue	-	-	-	-
Total revenues	<u>11,824</u>	<u>11,824</u>	<u>12,162</u>	<u>338</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	12,000	12,000	12,000	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(176)	(176)	162	(338)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(176)	(176)	162	(338)
Budgeted cash carryover	<u>176</u>	<u>176</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 162
To adjust applicable revenue accruals and deferrals	18
To adjust applicable expenditure accruals	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ 180</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FEDERAL REIMBURSEMENTS/DETENTION CENTER - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ -</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE DISTRICTS - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 1,765,000	1,765,000	1,799,679	34,679
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	1,153,124	1,422,583	1,417,183	(5,400)
Charges for services	-	-	-	-
Investment earnings	106,064	106,064	111,337	5,273
Other revenue	4,200	5,293	6,487	1,194
Total revenues	<u>3,028,388</u>	<u>3,298,940</u>	<u>3,334,686</u>	<u>35,746</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	3,283,986	3,221,883	1,330,225	1,891,658
Capital outlay	2,722,655	3,055,752	1,873,396	1,182,356
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>6,006,641</u>	<u>6,277,635</u>	<u>3,203,621</u>	<u>3,074,014</u>
Excess (deficiency) of revenues over (under) expenditures	(2,978,253)	(2,978,695)	131,065	(3,109,760)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	1,800,000	1,800,442	1,800,442	-
Transfers out	(1,800,000)	(1,800,000)	(1,800,000)	-
Total other financing sources (uses)	<u>-</u>	<u>442</u>	<u>442</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(2,978,253)	(2,978,253)	131,507	(3,109,760)
Budgeted cash carryover	<u>2,978,253</u>	<u>2,978,253</u>		
Total	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 131,507
To adjust applicable revenue accruals and deferrals	(289,875)
To adjust applicable expenditure accruals	<u>(48,458)</u>
Change in net assets (GAAP basis)	<u>\$ (206,826)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HOUSING GRANT - NMFA - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INDIGENT HOSPITAL CARE FUND - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 8,420,000	8,420,000	8,584,355	164,355
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	27,316	27,316	54,365	27,049
Other revenue	-	-	24,662	24,662
Total revenues	<u>8,447,316</u>	<u>8,447,316</u>	<u>8,663,382</u>	<u>216,066</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	10,670,565	10,670,565	9,130,947	1,539,618
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>10,670,565</u>	<u>10,670,565</u>	<u>9,130,947</u>	<u>1,539,618</u>
Excess (deficiency) of revenues over (under) expenditures	(2,223,249)	(2,223,249)	(467,565)	(1,755,684)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt				
Sale of real and personal property	-	-	-	-
Transfers in	397,816	397,816	397,816	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>397,816</u>	<u>397,816</u>	<u>397,816</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(1,825,433)	(1,825,433)	(69,749)	(1,755,684)
Budgeted cash carryover	<u>1,825,433</u>	<u>1,825,433</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (69,749)
To adjust applicable revenue accruals and deferrals	(12,441)
To adjust applicable expenditure accruals	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ (82,190)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT BLOCK GRANTS - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Original Approved Budget</u>	<u>Final Approved Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	2	2	1	(1)
Other revenue	-	-	-	-
Total revenues	<u>2</u>	<u>2</u>	<u>1</u>	<u>(1)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	2	2	1	1
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(193)	(193)	-
Total other financing sources (uses)	<u>-</u>	<u>(193)</u>	<u>(193)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	2	(191)	(192)	1
Budgeted cash carryover	<u>-</u>	<u>191</u>		
Total	<u>\$ 2</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (192)	
To adjust applicable revenue accruals and deferrals			1	
To adjust applicable expenditure accruals			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ (191)</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT PROTECTION - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	1,234	1,234	1,237	3
Other revenue	111,000	111,000	111,031	31
Total revenues	112,234	112,234	112,268	34
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	110,618	127,254	101,973	25,281
Capital outlay	48,636	32,000	29,253	2,747
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	159,254	159,254	131,226	28,028
Excess (deficiency) of revenues over (under) expenditures	(47,020)	(47,020)	(18,958)	(28,062)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(47,020)	(47,020)	(18,958)	(28,062)
Budgeted cash carryover	47,020	47,020		
Total	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (18,958)
To adjust applicable revenue accruals and deferrals	14
To adjust applicable expenditure accruals	-
Change in net assets (GAAP basis)	\$ (18,944)

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
REAPPRAISAL ADMINISTRATIVE FEES - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 890,000	890,000	975,666	85,666
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	22,495	22,495	26,080	3,585
Other revenue	1,500	1,500	4,039	2,539
Total revenues	<u>913,995</u>	<u>913,995</u>	<u>1,005,785</u>	<u>91,790</u>
EXPENDITURES				
Current:				
Personnel costs	200,252	200,252	190,568	9,684
Operating costs	511,500	513,100	392,215	120,885
Capital outlay	260,000	258,400	160,858	97,542
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>971,752</u>	<u>971,752</u>	<u>743,641</u>	<u>228,111</u>
Excess (deficiency) of revenues over (under) expenditures	(57,757)	(57,757)	262,144	(319,901)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(57,757)	(57,757)	262,144	(319,901)
Budgeted cash carryover	<u>57,757</u>	<u>57,757</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 262,144
To adjust applicable revenue accruals and deferrals	1,512
To adjust applicable expenditure accruals	<u>(15,674)</u>
Change in net assets (GAAP basis)	<u>\$ 247,982</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SHERIFF'S GRANTS STATE - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	2,694,186	4,004,562	885,791	(3,118,771)
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	192,443	192,443	191,256	(1,187)
Total revenues	<u>2,886,629</u>	<u>4,197,005</u>	<u>1,077,047</u>	<u>(3,119,958)</u>
EXPENDITURES				
Current:				
Personnel costs	838,989	1,412,190	578,220	833,970
Operating costs	1,177,424	1,563,599	265,176	1,298,423
Capital outlay	690,000	1,041,000	-	1,041,000
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>2,706,413</u>	<u>4,016,789</u>	<u>843,396</u>	<u>3,173,393</u>
Excess (deficiency) of revenues over (under) expenditures	180,216	180,216	233,651	(53,435)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	180,216	180,216	233,651	(53,435)
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	\$ <u>180,216</u>	<u>180,216</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 233,651
To adjust applicable revenue accruals and deferrals	(232,750)
To adjust applicable expenditure accruals	<u>710</u>
Change in net assets (GAAP basis)	\$ <u>1,611</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SHERIFF'S GREAT GRANT - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Original Approved Budget</u>	<u>Final Approved Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	67,269	67,269	45,794	(21,475)
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>67,269</u>	<u>67,269</u>	<u>45,794</u>	<u>(21,475)</u>
EXPENDITURES				
Current:				
Personnel costs	9,655	9,655	3,250	6,405
Operating costs	59,924	59,924	43,676	16,248
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>69,579</u>	<u>69,579</u>	<u>46,926</u>	<u>22,653</u>
Excess (deficiency) of revenues over (under) expenditures	(2,310)	(2,310)	(1,132)	(1,178)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(2,310)	(2,310)	(1,132)	(1,178)
Budgeted cash carryover	<u>2,310</u>	<u>2,310</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (1,132)	
To adjust applicable revenue accruals and deferrals			1,073	
To adjust applicable expenditure accruals			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ (59)</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPACEPORT GRT - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 2,840,000	2,840,000	1,935,389	(904,611)
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	2,840,000	2,840,000	1,935,389	(904,611)
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	2,840,000	2,840,000	1,935,389	904,611
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	2,840,000	2,840,000	1,935,389	904,611
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	-	-		
Total	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$	-	
To adjust applicable revenue accruals and deferrals			333,999
To adjust applicable expenditure accruals			-
Change in net assets (GAAP basis)	\$	333,999	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SUBSTANCE ABUSE GRANTS - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Personnel costs	21,733	7,145	7,145	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	21,733	7,145	7,145	-
Excess (deficiency) of revenues over (under) expenditures	(21,733)	(7,145)	(7,145)	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	7,516	7,516	34	(7,482)
Transfers out	-	(7,072)	(7,072)	-
Total other financing sources (uses)	7,516	444	(7,038)	(7,482)
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(14,217)	(6,701)	(14,183)	(7,482)
Budgeted cash carryover	14,217	6,701		
Total	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (14,183)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	22,409
Change in net assets (GAAP basis)	\$ 8,226

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TIDD DEVELOPMENT DISTRICT - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Original Approved Budget</u>	<u>Final Approved Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	8	8	-	(8)
Other revenue	-	-	-	-
Total revenues	<u>8</u>	<u>8</u>	<u>-</u>	<u>(8)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	8	8	-	8
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	8	8	-	8
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ 8</u>	<u>8</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
VICTIMS OF CRIME - SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals and rounding			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
AIRPORT FAA PROJECTS - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	4,504,500	4,751,500	2,466,917	(2,284,583)
Charges for services	-	-	-	-
Investment earnings	4,253	4,253	2,267	(1,986)
Other revenue	-	-	-	-
Total revenues	<u>4,508,753</u>	<u>4,755,753</u>	<u>2,469,184</u>	<u>(2,286,569)</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	4,620,000	4,880,000	2,611,131	2,268,869
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>4,620,000</u>	<u>4,880,000</u>	<u>2,611,131</u>	<u>2,268,869</u>
Excess (deficiency) of revenues over (under) expenditures	(111,247)	(124,247)	(141,947)	17,700
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(115,500)	(115,500)	-	115,500
Total other financing sources (uses)	<u>(115,500)</u>	<u>(115,500)</u>	<u>-</u>	<u>115,500</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(226,747)	(239,747)	(141,947)	133,200
Budgeted cash carryover	<u>226,747</u>	<u>239,747</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (141,947)	
To adjust applicable revenue accruals and deferrals			100,720	
To adjust applicable expenditure accruals			<u>(164,710)</u>	
Change in net assets (GAAP basis)			<u>\$ (205,937)</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BORDER INDUSTRIAL PARK ASSESSMENT PROJECT - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Original Approved Budget</u>	<u>Final Approved Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			<u>(343)</u>	
Change in net assets (GAAP basis)			<u>\$ (343)</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CHAPARRAL WASTEWATER SYSTEM - SAP - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	114,679	114,679	65,370	(49,309)
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	114,679	114,679	65,370	(49,309)
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	2,800	2,793	7
Capital outlay	114,679	111,879	67,333	44,546
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	114,679	114,679	70,126	44,553
Excess (deficiency) of revenues over (under) expenditures	-	-	(4,756)	4,756
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	(4,756)	4,756
Budgeted cash carryover	-	-		
Total	\$ -	-		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (4,756)	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			4,756	
Change in net assets (GAAP basis)			\$ -	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CHAPARRAL WASTEWATER - USDA - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(100)	(100)	-
Total other financing sources (uses)	-	(100)	(100)	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	(100)	(100)	-
Budgeted cash carryover	-	100		
Total	\$ -	-		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (100)	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			-	
Change in net assets (GAAP basis)			\$ (100)	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GRIGGS/WALNUT SUPERFUND PROJECT - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	300,000	300,000	92,932	207,068
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>300,000</u>	<u>300,000</u>	<u>92,932</u>	<u>207,068</u>
Excess (deficiency) of revenues over (under) expenditures	(300,000)	(300,000)	(92,932)	(207,068)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	235,000	235,000	235,000	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>235,000</u>	<u>235,000</u>	<u>235,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(65,000)	(65,000)	142,068	(207,068)
Budgeted cash carryover	<u>65,000</u>	<u>65,000</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 142,068
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ 142,068</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
JUDICIAL BUILDING REMODELING PROJECT - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(2)	(2)	(2)	-
Total other financing sources (uses)	(2)	(2)	(2)	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(2)	(2)	(2)	-
Budgeted cash carryover	2	2		
Total	\$ -	-		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (2)	
To adjust applicable revenue accruals and deferrals			(2)	
To adjust applicable expenditure accruals			-	
Change in net assets (GAAP basis)			\$ (4)	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
UTILITY PROJECTS - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt	-	-	-	-
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(5)	(5)	(5)	-
Total other financing sources (uses)	(5)	(5)	(5)	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(5)	(5)	(5)	-
Budgeted cash carryover	5	5		
Total	\$ -	-		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ (5)	
To adjust applicable revenue accruals and deferrals			(3)	
To adjust applicable expenditure accruals			-	
Change in net assets (GAAP basis)			\$ (8)	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WASTEWATER PROJECTS / GRANTS - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Original Approved Budget</u>	<u>Final Approved Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
REVENUES				
Taxes	\$ -	-	-	-
Payment-in-Lieu-of-taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt				
Sale of real and personal property	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in net assets (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			<u>-</u>	
Change in net assets (GAAP basis)			<u>\$ -</u>	

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$ 545,000	545,000	565,654	20,654
Payment-in-Lieu-of-taxes	882,406	882,406	882,406	-
Licenses and permits	-	-	-	-
Intergovernmental revenue and grants	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	139,471	139,471	140,410	939
Other revenue	-	-	-	-
Total revenues	<u>1,566,877</u>	<u>1,566,877</u>	<u>1,588,470</u>	<u>21,593</u>
EXPENDITURES				
Current:				
Personnel costs	-	-	-	-
Operating costs	30,537	29,112	28,790	322
Capital outlay	-	-	-	-
Debt Service:				
Principal payments	3,130,000	3,130,000	3,130,000	-
Interest payments	2,143,251	2,143,251	2,143,251	-
Fiscal agent's fees	-	-	-	-
Total expenditures	<u>5,303,788</u>	<u>5,302,363</u>	<u>5,302,041</u>	<u>322</u>
Excess (deficiency) of revenues over (under) expenditures	(3,736,911)	(3,735,486)	(3,713,571)	(21,915)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of long-term capital-related debt				
Sale of real and personal property	-	-	-	-
Transfers in	3,892,827	3,877,115	3,877,115	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>3,892,827</u>	<u>3,877,115</u>	<u>3,877,115</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	155,916	141,629	163,544	(21,915)
Budgeted cash carryover	-	-		
Total	<u>\$ 155,916</u>	<u>141,629</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 163,544
To adjust applicable revenue accruals and deferrals	1,189,034
To adjust applicable expenditure accruals	<u>(272,919)</u>
Change in net assets (GAAP basis)	<u>\$ 1,079,659</u>

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

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
NON-MAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

NON-MAJOR ENTERPRISE FUNDS

Doña Ana Public Housing Authority – To account for activities related to the County’s Public Housing Authority.

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

Doña Ana Wastewater System - To account for the service activities of the wastewater system.

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.

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.

San Miguel Water System – To account for the service activities of the wastewater system.

**DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	Dona Ana Public Housing Authority	Chaparral Wastewater System	Dona Ana Wastewater System	La Union Wastewater System	Las Palmeras/ Montana Vista Wastewater
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 1,124,281	49,947	12,759	9,924	-
Investments	51,971	-	-	-	-
Receivable, net	301,802	8,896	6,492	-	-
Interest receivables	2,200	-	10	8	-
Other receivables	297,352	-	-	-	-
Deposits	17,450	-	-	-	-
Inventory	-	-	-	-	-
Due from other funds	-	-	-	-	-
Total current assets	<u>1,795,056</u>	<u>58,843</u>	<u>19,261</u>	<u>9,932</u>	<u>-</u>
Non-current assets:					
Restricted cash and cash equivalents	1,472,762	-	-	-	-
Restricted cash held in investments	-	-	-	-	-
Capital assets, net	<u>665,380</u>	<u>78,223</u>	<u>2,798,400</u>	<u>4,945,888</u>	<u>503,168</u>
Total non-current assets	<u>2,138,142</u>	<u>78,223</u>	<u>2,798,400</u>	<u>4,945,888</u>	<u>503,168</u>
Total assets	<u>\$ 3,933,198</u>	<u>137,066</u>	<u>2,817,661</u>	<u>4,955,820</u>	<u>503,168</u>
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 30,468	-	-	3,140	-
Due to other funds	-	-	-	-	-
Bonds and notes payable	-	-	-	-	-
Accrued interest payable	-	-	-	3,003	-
Accrued payroll liabilities	-	191	-	106	-
Compensated absences	-	8,866	-	5,630	-
Other liabilities	-	2,430	514	1,222	1,600
Deposits	1,239	-	-	-	-
Deferred revenues	-	-	-	-	-
Total current liabilities	<u>31,707</u>	<u>11,487</u>	<u>514</u>	<u>13,101</u>	<u>1,600</u>
Non-current liabilities:					
Bonds and notes payable	369,793	-	-	527,003	-
Compensated absences	-	5,319	-	3,378	-
Total non-current liabilities	<u>369,793</u>	<u>5,319</u>	<u>-</u>	<u>530,381</u>	<u>-</u>
Total liabilities	401,500	16,806	514	543,482	1,600
NET ASSETS					
Invested in capital assets, net of related debt	295,587	78,223	2,798,400	4,418,885	503,168
Restricted for:					
Customer Deposits	17,450	-	-	-	-
Other purposes	1,472,762	-	-	-	-
Unrestricted	<u>1,745,899</u>	<u>42,037</u>	<u>18,747</u>	<u>(6,547)</u>	<u>(1,600)</u>
Total net assets	<u>3,531,698</u>	<u>120,260</u>	<u>2,817,147</u>	<u>4,412,338</u>	<u>501,568</u>
Total liabilities and net assets	<u>\$ 3,933,198</u>	<u>137,066</u>	<u>2,817,661</u>	<u>4,955,820</u>	<u>503,168</u>

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

**DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING BALANCE SHEETS
AS OF JUNE 30, 2011**

	Rincon Wastewater System	Salem/Ogas Wastewater System	San Miguel Water System	Total Nonmajor Enterprise Funds
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 11,801	65,600	2,574	1,276,886
Investments	-	-	-	51,971
Receivable, net	2,863	6,573	10,561	337,187
Interest receivables	5	50	-	2,273
Other receivables	-	-	-	297,352
Deposits	-	-	-	17,450
Inventory	-	-	-	-
Due from other funds	-	-	-	-
Total current assets	<u>14,669</u>	<u>72,223</u>	<u>13,135</u>	<u>1,983,119</u>
Non-current assets:				
Restricted cash and cash equivalents	-	-	-	1,472,762
Capital assets, net	<u>1,348,409</u>	<u>2,874,603</u>	<u>-</u>	<u>13,214,071</u>
Total non-current assets	<u>1,348,409</u>	<u>2,874,603</u>	<u>-</u>	<u>14,686,833</u>
Total assets	<u>\$ 1,363,078</u>	<u>2,946,826</u>	<u>13,135</u>	<u>16,669,952</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 19	-	12,455	46,082
Due to other funds	-	-	-	-
Bonds and notes payable	-	-	-	-
Accrued interest payable	-	2,518	-	5,521
Accrued payroll liabilities	86	70	-	453
Compensated absences	4,216	2,514	-	21,226
Other liabilities	296	1,407	680	8,149
Deposits	-	-	-	1,239
Deferred revenues	-	-	-	-
Total current liabilities	<u>4,617</u>	<u>6,509</u>	<u>13,135</u>	<u>82,670</u>
Non-current liabilities:				
Bonds and notes payable	-	441,956	-	1,338,752
Compensated absences	<u>2,530</u>	<u>1,509</u>	<u>-</u>	<u>12,736</u>
Total non-current liabilities	<u>2,530</u>	<u>443,465</u>	<u>-</u>	<u>1,351,488</u>
Total liabilities	7,147	449,974	13,135	1,434,158
NET ASSETS				
Invested in capital assets, net of related debt	1,348,409	2,432,647	-	11,875,319
Restricted for:				
Customer Deposits	-	-	-	17,450
Other purposes	-	-	-	1,472,762
Unrestricted	<u>7,522</u>	<u>64,205</u>	<u>-</u>	<u>1,870,263</u>
Total net assets	<u>1,355,931</u>	<u>2,496,852</u>	<u>-</u>	<u>15,235,794</u>
Total liabilities and net assets	<u>\$ 1,363,078</u>	<u>2,946,826</u>	<u>13,135</u>	<u>16,669,952</u>

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

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2011

	Dona Ana Public Housing Authority	Chaparral Wastewater System	Dona Ana Wastewater System	La Union Wastewater System	Las Palmeras/ Montana Vista Wastewater
OPERATING REVENUES					
Charges for services	\$ -	16,828	-	2,450	-
Charges for water services	-	-	-	-	-
Charges for sewerage service	-	60,871	84,805	68,033	-
Rents and royalties	15,144	-	-	-	-
Other revenue	314,735	13,457	-	5,479	-
Total operating revenues	<u>329,879</u>	<u>91,156</u>	<u>84,805</u>	<u>75,962</u>	<u>-</u>
OPERATING EXPENSES					
Personnel services -salaries and wages	71,070	45,525	-	53,441	-
Personnel services -employee benefits	25,612	22,597	-	36,396	-
Purchased professional and technical services	3,920	-	126,074	-	-
Utilities	3,186	23,136	-	4,239	-
Other operating expenses	2,342,320	36,250	-	42,520	-
Depreciation	29,318	5,571	71,795	179,671	13,332
Total operating expenses	<u>2,475,426</u>	<u>133,079</u>	<u>197,869</u>	<u>316,267</u>	<u>13,332</u>
Operating income (loss)	(2,145,547)	(41,923)	(113,064)	(240,305)	(13,332)
NON-OPERATING REVENUES (EXPENSES)					
Gain (loss) on sale of property	-	-	-	-	-
Grants (not capital grants)	2,558,258	-	-	-	-
Grants -capital	-	-	-	-	-
Investment earnings	11,228	-	387	562	-
Interest expense -non-operating	(2,103)	-	-	137	-
Total non-operating revenues (expenses)	<u>2,567,383</u>	<u>-</u>	<u>387</u>	<u>699</u>	<u>-</u>
Income (loss) before transfers	421,836	(41,923)	(112,677)	(239,606)	(13,332)
Transfers in	-	78,100	2,500	-	-
Capital transfer in	-	-	-	-	-
Capital transfer out	-	-	-	-	-
Transfers out	-	(5,620)	-	(7,875)	(222,770)
Total transfers in (out)	<u>-</u>	<u>72,480</u>	<u>2,500</u>	<u>(7,875)</u>	<u>(222,770)</u>
Change in net assets	421,836	30,557	(110,177)	(247,481)	(236,102)
Beginning net assets	3,002,680	89,703	2,927,324	4,659,819	737,670
Restatement	107,182	-	-	-	-
Beginning net assets-as restated	<u>3,109,862</u>	<u>89,703</u>	<u>2,927,324</u>	<u>4,659,819</u>	<u>737,670</u>
Net assets-end of the year	<u>\$ 3,531,698</u>	<u>120,260</u>	<u>2,817,147</u>	<u>4,412,338</u>	<u>501,568</u>

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

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2011

	Rincon Wastewater System	Salem/Ogas Wastewater System	San Miguel Water System	Total Nonmajor Enterprise Funds
OPERATING REVENUES				
Charges for services	\$ -	-	-	19,278
Charges for water services	-	-	-	-
Charges for sewerage service	31,224	60,119	-	305,052
Rents and royalties	-	-	-	15,144
Other revenue	2,540	5,730	-	341,941
Total operating revenues	<u>33,764</u>	<u>65,849</u>	<u>-</u>	<u>681,415</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	19,680	13,214	-	202,930
Personnel services -employee benefits	7,887	5,513	-	98,005
Purchased professional and technical services	-	-	-	129,994
Utilities	7,287	26,588	-	64,436
Other operating expenses	19,641	19,270	-	2,460,001
Depreciation	32,055	78,624	-	410,366
Total operating expenses	<u>86,550</u>	<u>143,209</u>	<u>-</u>	<u>3,365,732</u>
Operating income (loss)	(52,786)	(77,360)	-	(2,684,317)
NON-OPERATING REVENUES (EXPENSES)				
Gain (loss) on sale of property	-	-	-	-
Grants (not capital grants)	-	-	-	2,558,258
Grants -capital	-	-	-	-
Investment earnings	241	739	-	13,157
Interest expense -non-operating	-	10,916	-	8,950
Total non-operating revenues (expenses)	<u>241</u>	<u>11,655</u>	<u>-</u>	<u>2,580,365</u>
Income (loss) before transfers	(52,545)	(65,705)	-	(103,952)
Transfers in	9,000	-	-	89,600
Capital transfer in	-	-	-	-
Capital transfer out	-	-	-	-
Transfers out	(5,000)	(4,835)	-	(246,100)
Total transfers in (out)	<u>4,000</u>	<u>(4,835)</u>	<u>-</u>	<u>(156,500)</u>
Change in net assets	(48,545)	(70,540)	-	(260,452)
Beginning net assets	1,404,476	2,567,392	-	15,389,064
Restatement	-	-	-	107,182
Beginning net assets-as restated	<u>1,404,476</u>	<u>2,567,392</u>	<u>-</u>	<u>15,496,246</u>
Net assets-end of the year	<u>\$ 1,355,931</u>	<u>2,496,852</u>	<u>-</u>	<u>15,235,794</u>

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

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011

	Dona Ana Public Housing Authority	Chaparral Wastewater System	Dona Ana Wastewater System	La Union Wastewater System	Las Palmeras/ Montana Vista Wastewater
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers	\$ 25,292	68,851	86,554	55,815	-
Payments to employees	(96,682)	(56,728)	-	(93,046)	-
Payments to suppliers	(2,323,033)	(51,883)	(126,374)	(39,210)	-
Other receipts/(payments)	314,735	13,457	-	5,479	-
<i>Net cash provided (used) by operating activities</i>	<u>(2,079,688)</u>	<u>(26,303)</u>	<u>(39,820)</u>	<u>(70,962)</u>	<u>-</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:					
Intergovernmental HUD subsidy	2,558,258	-	-	-	-
Transfers from other funds	-	78,100	2,500	-	-
Operating subsidies and transfers to other funds	-	(5,620)	-	(7,875)	-
<i>Net cash provided by (used for) noncapital financing activities</i>	<u>2,558,258</u>	<u>72,480</u>	<u>2,500</u>	<u>(7,875)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital contributions	-	-	-	-	-
Purchase of capital assets	(15,892)	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Proceeds from issuance of debt	-	-	-	-	-
Principal payments	(37,263)	-	-	-	-
Interest payments	(2,103)	-	-	137	-
Due to HACLC	-	-	-	-	-
Grant revenues	-	-	-	-	-
Utility deposit	-	-	-	-	-
<i>Net cash provided by (used for) capital and related financing activities</i>	<u>(55,258)</u>	<u>-</u>	<u>-</u>	<u>137</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from sales and maturities of investments	-	-	-	-	-
Issuance of mortgages/notes receivable	(220,000)	-	-	-	-
Repayment of mortgages received	1,199	-	-	-	-
Purchase of investments	(464)	-	-	-	-
Interest and dividends	9,026	-	388	563	-
<i>Net cash provided by (used for) investing activities</i>	<u>(210,239)</u>	<u>-</u>	<u>388</u>	<u>563</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	213,073	46,177	(36,932)	(78,137)	-
Balances - beginning of year	<u>2,383,970</u>	<u>3,770</u>	<u>49,691</u>	<u>88,061</u>	<u>-</u>
Balances - end of year	<u>\$ 2,597,043</u>	<u>49,947</u>	<u>12,759</u>	<u>9,924</u>	<u>-</u>

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

**DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Dona Ana Public Housing Authority</u>	<u>Chaparral Wastewater System</u>	<u>Dona Ana Wastewater System</u>	<u>La Union Wastewater System</u>	<u>Las Palmeras/ Montana Vista Wastewater</u>
Reconciliation of operating income/(loss) to net cash provided/(used) by operating activities:					
Operating income/(loss)	\$ (2,145,547)	(41,923)	(113,064)	(240,305)	(13,332)
Adjustments:					
Depreciation expense	29,318	5,571	71,795	179,671	13,332
Bad debt expense	938	6,450	-	7,155	-
Change in assets and liabilities:					
Receivables	10,148	(8,848)	1,749	(14,668)	-
Due from other funds	-	-	-	-	-
Inventories and prepaid expenses	-	-	-	-	-
Deposits held for others	-	-	-	-	-
Accounts Payable	25,455	-	-	-	-
Accrued expenses and other liabilities	-	1,053	(300)	394	-
Compensated absences	-	11,394	-	(3,209)	-
Deposits	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Due to other funds	-	-	-	-	-
Net cash provided by (used for) operating activities	<u>\$ (2,079,688)</u>	<u>(26,303)</u>	<u>(39,820)</u>	<u>(70,962)</u>	<u>-</u>

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

**DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011**

	Rincon Wastewater System	Salem/Ogas Wastewater System	San Miguel Water System	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers	\$ 30,378	57,208	15,362	339,460
Payments to employees	(26,455)	(17,954)	-	(290,865)
Payments to suppliers	(25,573)	(51,449)	(27,475)	(2,644,997)
Other receipts/(payments)	2,540	5,730	-	341,941
<i>Net cash provided (used) by operating activities</i>	<u>(19,110)</u>	<u>(6,465)</u>	<u>(12,113)</u>	<u>(2,254,461)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Intergovernmental HUD subsidy	-	-	-	2,558,258
Transfers from other funds	9,000	-	-	89,600
Operating subsidies and transfers to other funds	<u>(5,000)</u>	<u>(4,835)</u>	<u>-</u>	<u>(23,330)</u>
<i>Net cash provided by (used for) noncapital financing activities</i>	<u>4,000</u>	<u>(4,835)</u>	<u>-</u>	<u>2,624,528</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Capital contributions	-	-	-	-
Purchase of capital assets	-	-	-	(15,892)
Proceeds from sale of capital assets	-	-	-	-
Proceeds from issuance of debt	-	-	-	-
Principal payments	-	-	-	(37,263)
Interest payments	-	10,916	-	8,950
Due to HACLC	-	-	-	-
Grant revenues	-	-	-	-
Utility deposit	-	-	-	-
<i>Net cash provided by (used for) capital and related financing activities</i>	<u>-</u>	<u>10,916</u>	<u>-</u>	<u>(44,205)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Proceeds from sales and maturities of investments	-	-	-	-
Issuance of mortgages to homeowners	-	-	-	(220,000)
Repayment of mortgages received	-	-	-	1,199
Purchase of investments	-	-	-	(464)
Interest and dividends	242	740	-	10,959
<i>Net cash provided by (used for) investing activities</i>	<u>242</u>	<u>740</u>	<u>-</u>	<u>(208,306)</u>
Net increase/(decrease) in cash and cash equivalents	(14,868)	356	(12,113)	117,556
Balances - beginning of year	<u>26,669</u>	<u>65,244</u>	<u>14,687</u>	<u>2,632,092</u>
Balances - end of year	<u>\$ 11,801</u>	<u>65,600</u>	<u>2,574</u>	<u>2,749,648</u>

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

**DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Rincon Wastewater System</u>	<u>Salem/Ogas Wastewater System</u>	<u>San Miguel Water System</u>	<u>Total Nonmajor Enterprise Funds</u>
Reconciliation of operating income/(loss) to net cash provided/(used) by operating activities:				
Operating income/(loss)	\$ (52,786)	(77,360)	-	(2,684,317)
Adjustments:				
Depreciation expense	32,055	78,624	-	410,366
Bad debt expense	1,275	4,893	-	20,711
Change in assets and liabilities:				
Receivables	(846)	(2,911)	15,362	(14)
Due from other funds	-	-	-	-
Inventories and prepaid expenses	-	-	-	-
Deposits held for others	-	-	-	-
Accounts Payable	-	-	(27,955)	(2,500)
Accrued expenses and other liabilities	80	(10,484)	480	(8,777)
Compensated absences	1,112	773	-	10,070
Deposits	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	-
Net cash provided by (used for) operating activities	<u>\$ (19,110)</u>	<u>(6,465)</u>	<u>(12,113)</u>	<u>(2,254,461)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BORDER WASTEWATER - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ 300	300	-	(300)
Charges for water services	30,455	30,455	30,332	(123)
Charges for sewerage service	36,000	36,000	43,385	7,385
Rents and royalties	-	-	-	-
Other revenue	-	-	13,954	13,954
Total operating revenues	<u>66,755</u>	<u>66,755</u>	<u>87,671</u>	<u>20,916</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	-	25,921	25,921	-
Personnel services -employee benefits	-	1,989	1,988	1
Purchased professional and technical services	13,000	5,865	-	5,865
Utilities	41,150	44,150	43,831	319
Other operating expenses	<u>11,950</u>	<u>12,270</u>	<u>10,895</u>	<u>1,375</u>
Total operating expenses	<u>66,100</u>	<u>90,195</u>	<u>82,635</u>	<u>7,560</u>
Operating income (loss)	655	(23,440)	5,036	28,476
NON-OPERATING REVENUES (EXPENSES)				
Gain (loss) on sale of property	-	-	-	-
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	7,112	7,112	6,996	(116)
Interest expense -non-operating	<u>(310,600)</u>	<u>(310,600)</u>	<u>(133,300)</u>	<u>177,300</u>
Total non-operating revenues (expenses)	<u>(303,488)</u>	<u>(303,488)</u>	<u>(126,304)</u>	<u>177,184</u>
Income (loss) before transfers	(302,833)	(326,928)	(121,268)	205,660
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	(302,833)	(326,928)	(121,268)	<u>205,660</u>
Budgeted cash carryover	<u>302,833</u>	<u>326,928</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (121,268)
To adjust applicable revenue accruals and deferrals	(34,902)
To adjust applicable expenditure accruals	14,573
Depreciaiton and other non-cash items	<u>(95,323)</u>
Change in net assets (GAAP basis)	<u>\$ (236,920)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BORDER WATER SYSTEM - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ 1,850	1,850	650	(1,200)
Charges for water services	102,800	102,800	108,722	5,922
Charges for sewerage service	-	-	-	-
Rents and royalties	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	<u>104,650</u>	<u>104,650</u>	<u>109,372</u>	<u>4,722</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	27,768	27,772	27,773	(1)
Personnel services -employee benefits	19,265	19,265	12,483	6,782
Purchased professional and technical services	250,410	241,431	778	240,653
Utilities	37,000	37,000	26,168	10,832
Other operating expenses	13,950	22,925	19,698	3,227
Total operating expenses	<u>348,393</u>	<u>348,393</u>	<u>86,900</u>	<u>261,493</u>
Operating income (loss)	(243,743)	(243,743)	22,472	266,215
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	7,495	7,495	6,306	(1,189)
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>7,495</u>	<u>7,495</u>	<u>6,306</u>	<u>(1,189)</u>
Income (loss) before transfers	(236,248)	(236,248)	28,778	265,026
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	(236,248)	(236,248)	28,778	<u>265,026</u>
Budgeted cash carryover	<u>236,248</u>	<u>236,248</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 28,778
To adjust applicable revenue accruals and deferrals	(5,014)
To adjust applicable expenditure accruals	(2,184)
Depreciaiton and other non-cash items	<u>(127,076)</u>
Change in net assets (GAAP basis)	<u>\$ (105,496)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
NMED COUNTY UTILITIES - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ -	-	-	-
Charges for water services	-	-	-	-
Charges for sewerage service	-	-	-	-
Rents and royalties	-	-	-	-
Other revenue	289,885	289,884	289,884	-
Total operating revenues	<u>289,885</u>	<u>289,884</u>	<u>289,884</u>	<u>-</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	-	-	-	-
Personnel services -employee benefits	-	-	-	-
Purchased professional and technical services	-	-	-	-
Utilities	-	-	-	-
Other operating expenses	-	-	-	-
Total operating expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating income (loss)	289,885	289,884	289,884	-
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	5,343	6,947	7,763	816
Interest expense -non-operating	(289,885)	(289,884)	(289,884)	-
Total non-operating revenues (expenses)	<u>(284,542)</u>	<u>(282,937)</u>	<u>(282,121)</u>	<u>816</u>
Income (loss) before transfers	5,343	6,947	7,763	816
Transfers in	14,920	14,920	14,920	-
Transfers out	(438,559)	(440,163)	(440,163)	-
Total transfers	<u>(423,639)</u>	<u>(425,243)</u>	<u>(425,243)</u>	<u>-</u>
Change in net assets	(418,296)	(418,296)	(417,480)	<u>816</u>
Budgeted cash carryover	<u>418,296</u>	<u>418,296</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (417,480)
To adjust applicable revenue accruals and deferrals	30
To adjust applicable expenditure accruals	199,389
Depreciaton and other non-cash items	<u>78,000</u>
Change in net assets (GAAP basis)	<u>\$ (140,061)</u>

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

STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SOUTH CENTRAL WASTEWATER - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ 20,000	20,000	47,641	27,641
Charges for water services	49,600	49,600	59,148	9,548
Charges for sewerage service	516,000	516,000	548,279	32,279
Rents and royalties	-	-	-	-
Other revenue	38,000	38,000	56,075	18,075
Total operating revenues	<u>623,600</u>	<u>623,600</u>	<u>711,143</u>	<u>87,543</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	170,721	170,721	175,266	(4,545)
Personnel services -employee benefits	76,497	76,497	77,543	(1,046)
Purchased professional and technical services	28,500	11,509	6,612	4,897
Utilities	105,100	118,306	153,003	(34,697)
Other operating expenses	678,456	682,241	380,975	301,266
Total operating expenses	<u>1,059,274</u>	<u>1,059,274</u>	<u>793,399</u>	<u>265,875</u>
Operating income (loss)	(435,674)	(435,674)	(82,256)	353,418
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	5,088	5,088	4,080	(1,008)
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>5,088</u>	<u>5,088</u>	<u>4,080</u>	<u>(1,008)</u>
Income (loss) before transfers	(430,586)	(430,586)	(78,176)	352,410
Transfers in	60,000	60,000	-	60,000
Transfers out	(39,905)	(39,905)	(39,905)	-
Total transfers	<u>20,095</u>	<u>20,095</u>	<u>(39,905)</u>	<u>60,000</u>
Change in net assets	(410,491)	(410,491)	<u>(118,081)</u>	<u>292,410</u>
Budgeted cash carryover	<u>410,491</u>	<u>410,491</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (118,081)
To adjust applicable revenue accruals and deferrals	11,848
To adjust applicable expenditure accruals	68,388
Depreciaton and other non-cash items	<u>(799,745)</u>
Change in net assets (GAAP basis)	<u>\$ (837,590)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DONA ANA COUNTY PUBLIC HOUSING AUTHORITY - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Rents and royalties	\$ 10,809	15,144	15,144	-
Other revenue	267,675	314,736	314,735	(1)
Total operating revenues	<u>278,484</u>	<u>329,880</u>	<u>329,879</u>	<u>(1)</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	71,483	71,071	71,070	1
Personnel services -employee benefits	28,541	25,613	25,612	1
Purchased professional and technical services	29	3,922	3,920	2
Utilities	3,730	3,186	3,186	-
Other operating expenses	3,992,918	2,341,397	2,341,383	14
Total operating expenses	<u>4,096,701</u>	<u>2,445,189</u>	<u>2,445,171</u>	<u>18</u>
Operating income (loss)	(3,818,217)	(2,115,309)	(2,115,292)	17
NON-OPERATING REVENUES (EXPENSES)				
Gain (loss) on sale of property	127,650	-	-	-
Grants (not capital grants)	3,747,509	2,558,258	2,558,258	-
Grants -capital	-	-	-	-
Investment earnings	3,653	9,030	11,228	2,198
Interest expense -non-operating	-	(2,104)	(2,103)	1
Total non-operating revenues (expenses)	<u>3,878,812</u>	<u>2,565,184</u>	<u>2,567,383</u>	<u>2,199</u>
Income (loss) before transfers	60,595	449,875	452,091	2,216
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	60,595	449,875	452,091	<u>2,216</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ 60,595</u>	<u>449,875</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 452,091
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Depreciation and other non-cash items	<u>(30,255)</u>
Change in net assets (GAAP basis)	<u>\$ 421,836</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CHAPARRAL WASTEWATER SYSTEM - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ 33,850	33,850	15,910	(17,940)
Charges for water services	-	-	-	-
Charges for sewerage service	44,400	44,400	60,960	16,560
Rents and royalties	-	-	-	-
Other revenue	-	-	13,457	13,457
Total operating revenues	<u>78,250</u>	<u>78,250</u>	<u>90,327</u>	<u>12,077</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	35,102	35,576	34,940	636
Personnel services -employee benefits	24,619	24,619	22,597	2,022
Purchased professional and technical services	-	-	-	-
Utilities	33,700	33,700	23,136	10,564
Other operating expenses	39,900	39,426	24,236	15,190
Total operating expenses	<u>133,321</u>	<u>133,321</u>	<u>104,909</u>	<u>28,412</u>
Operating income (loss)	(55,071)	(55,071)	(14,582)	40,489
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	-	-	-	-
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (loss) before transfers	(55,071)	(55,071)	(14,582)	40,489
Transfers in	78,000	78,100	78,100	-
Transfers out	(5,620)	(5,620)	(5,620)	-
Total transfers	<u>72,380</u>	<u>72,480</u>	<u>72,480</u>	<u>-</u>
Change in net assets	17,309	17,409	57,898	<u>40,489</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ 17,309</u>	<u>17,409</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 57,898
To adjust applicable revenue accruals and deferrals	829
To adjust applicable expenditure accruals	(16,149)
Depreciaton and other non-cash items	<u>(12,021)</u>
Change in net assets (GAAP basis)	<u>\$ 30,557</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DONA ANA WASTEWATER SYSTEM - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ -	-	-	-
Charges for water services	-	-	-	-
Charges for sewerage service	108,000	108,000	86,556	(21,444)
Rents and royalties	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	<u>108,000</u>	<u>108,000</u>	<u>86,556</u>	<u>(21,444)</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	-	-	-	-
Personnel services -employee benefits	-	-	-	-
Purchased professional and technical services	108,000	142,000	126,074	15,926
Utilities	-	-	-	-
Other operating expenses	-	-	-	-
Total operating expenses	<u>108,000</u>	<u>142,000</u>	<u>126,074</u>	<u>15,926</u>
Operating income (loss)	-	(34,000)	(39,518)	(5,518)
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	370	370	387	17
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>370</u>	<u>370</u>	<u>387</u>	<u>17</u>
Income (loss) before transfers	370	(33,630)	(39,131)	(5,501)
Transfers in	-	2,500	2,500	-
Transfers out	-	-	-	-
Total transfers	<u>-</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Change in net assets	370	(31,130)	(36,631)	<u>(5,501)</u>
Budgeted cash carryover	<u>-</u>	<u>31,130</u>		
Total	<u>\$ 370</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (36,631)
To adjust applicable revenue accruals and deferrals	(1,751)
To adjust applicable expenditure accruals	-
Depreciaiton and other non-cash items	<u>(71,795)</u>
Change in net assets (GAAP basis)	<u>\$ (110,177)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LA UNION WASTEWATER SYSTEM - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ 1,500	1,500	2,450	950
Charges for water services	-	-	-	-
Charges for sewerage service	62,400	62,400	64,193	1,793
Rents and royalties	-	-	-	-
Other revenue	4,500	4,500	5,554	1,054
Total operating revenues	<u>68,400</u>	<u>68,400</u>	<u>72,197</u>	<u>3,797</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	55,457	55,457	56,422	(965)
Personnel services -employee benefits	38,139	38,139	36,396	1,743
Purchased professional and technical services	-	-	-	-
Utilities	5,000	5,000	4,239	761
Other operating expenses	36,325	36,325	35,593	732
Total operating expenses	<u>134,921</u>	<u>134,921</u>	<u>132,650</u>	<u>2,271</u>
Operating income (loss)	(66,521)	(66,521)	(60,453)	6,068
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	1,273	1,273	571	(702)
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>1,273</u>	<u>1,273</u>	<u>571</u>	<u>(702)</u>
Income (loss) before transfers	(65,248)	(65,248)	(59,882)	5,366
Transfers in	-	-	-	-
Transfers out	(7,875)	(7,875)	(7,875)	-
Total transfers	<u>(7,875)</u>	<u>(7,875)</u>	<u>(7,875)</u>	<u>-</u>
Change in net assets	(73,123)	(73,123)	(67,757)	<u>5,366</u>
Budgeted cash carryover	<u>73,123</u>	<u>73,123</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (67,757)
To adjust applicable revenue accruals and deferrals	3,756
To adjust applicable expenditure accruals	3,346
Depreciaton and other non-cash items	<u>(186,826)</u>
Change in net assets (GAAP basis)	<u>\$ (247,481)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAS PALMERAS / MONTANA VISTA WASTEWATER - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OPERATING REVENUES				
Charges for services	\$ -	-	-	-
Charges for water services	-	-	-	-
Charges for sewerage service	-	-	-	-
Rents and royalties	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	-	-	-	-
Personnel services -employee benefits	-	-	-	-
Purchased professional and technical services	-	-	-	-
Utilities	-	-	-	-
Other operating expenses	-	-	-	-
Total operating expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating income (loss)	-	-	-	-
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	-	-	-	-
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (loss) before transfers	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	-	-	-	<u>-</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Depreciaiton and other non-cash items	<u>(236,102)</u>
Change in net assets (GAAP basis)	<u>\$ (236,102)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
RINCON WASTEWATER SYSTEM - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ -	-	-	-
Charges for water services	-	-	-	-
Charges for sewerage service	28,000	28,000	27,512	(488)
Rents and royalties	-	-	-	-
Other revenue	1,850	1,850	2,550	700
Total operating revenues	<u>29,850</u>	<u>29,850</u>	<u>30,062</u>	<u>212</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	18,793	18,793	18,647	146
Personnel services -employee benefits	8,031	8,031	7,887	144
Purchased professional and technical services	-	-	-	-
Utilities	7,605	7,605	7,287	318
Other operating expenses	<u>20,767</u>	<u>20,767</u>	<u>18,286</u>	<u>2,481</u>
Total operating expenses	<u>55,196</u>	<u>55,196</u>	<u>52,107</u>	<u>3,089</u>
Operating income (loss)	(25,346)	(25,346)	(22,045)	3,301
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	389	389	241	(148)
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>389</u>	<u>389</u>	<u>241</u>	<u>(148)</u>
Income (loss) before transfers	(24,957)	(24,957)	(21,804)	3,153
Transfers in	9,000	9,000	9,000	-
Transfers out	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Total transfers	<u>4,000</u>	<u>4,000</u>	<u>4,000</u>	<u>-</u>
Change in net assets	(20,957)	(20,957)	(17,804)	<u>3,153</u>
Budgeted cash carryover	<u>20,957</u>	<u>20,957</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ (17,804)
To adjust applicable revenue accruals and deferrals	3,702
To adjust applicable expenditure accruals	(1,113)
Depreciaiton and other non-cash items	<u>(33,330)</u>
Change in net assets (GAAP basis)	<u>\$ (48,545)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SALEM / OGAS WASTEWATER SYSTEM - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ -	-	-	-
Charges for water services	-	-	-	-
Charges for sewerage service	61,550	61,550	60,887	(663)
Rents and royalties	-	-	-	-
Other revenue	4,500	4,500	5,807	1,307
Total operating revenues	<u>66,050</u>	<u>66,050</u>	<u>66,694</u>	<u>644</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	12,616	12,616	12,495	121
Personnel services -employee benefits	5,627	5,627	5,513	114
Purchased professional and technical services	-	-	-	-
Utilities	28,155	28,155	26,588	1,567
Other operating expenses	19,400	19,400	14,321	5,079
Total operating expenses	<u>65,798</u>	<u>65,798</u>	<u>58,917</u>	<u>6,881</u>
Operating income (loss)	252	252	7,777	7,525
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	661	661	701	40
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>661</u>	<u>661</u>	<u>701</u>	<u>40</u>
Income (loss) before transfers	913	913	8,478	7,565
Transfers in	-	-	-	-
Transfers out	(4,835)	(4,835)	(4,835)	-
Total transfers	<u>(4,835)</u>	<u>(4,835)</u>	<u>(4,835)</u>	<u>-</u>
Change in net assets	(3,922)	(3,922)	3,643	<u>7,565</u>
Budgeted cash carryover	<u>3,922</u>	<u>3,922</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 3,643
To adjust applicable revenue accruals and deferrals	(809)
To adjust applicable expenditure accruals	10,143
Depreciaiton and other non-cash items	<u>(83,517)</u>
Change in net assets (GAAP basis)	<u>\$ (70,540)</u>

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SAN MIGUEL WATER SYSTEM - ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ -	-	-	-
Charges for water services	-	-	-	-
Charges for sewerage service	-	-	-	-
Rents and royalties	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	-	-	-	-
OPERATING EXPENSES				
Personnel services -salaries and wages	-	-	-	-
Personnel services -employee benefits	-	-	-	-
Purchased professional and technical services	-	-	-	-
Utilities	-	-	-	-
Other operating expenses	-	-	-	-
Total operating expenses	-	-	-	-
Operating income (loss)	-	-	-	-
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	-	-	-	-
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	-	-	-	-
Income (loss) before transfers	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total transfers	-	-	-	-
Change in net assets	-	-	-	-
Budgeted cash carryover	-	-		
Total	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$	-
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditure accruals		-
Depreciaiton and other non-cash items		-
Change in net assets (GAAP basis)	\$	-

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

**STATE OF NEW MEXICO
DONA ANA COUNTY
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FLEET - INTERNAL SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2011**

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Charges for services	\$ 1,637,000	1,637,000	1,972,096	335,096
Charges for water services	-	-	-	-
Charges for sewerage service	-	-	-	-
Rents and royalties	-	-	-	-
Other revenue	-	-	4,079	4,079
Total operating revenues	<u>1,637,000</u>	<u>1,637,000</u>	<u>1,976,175</u>	<u>339,175</u>
OPERATING EXPENSES				
Personnel services -salaries and wages	527,688	527,688	415,249	112,439
Personnel services -employee benefits	271,977	271,977	201,131	70,846
Purchased professional and technical services	250,000	11,459	-	11,459
Utilities	16,000	17,100	15,692	1,408
Other operating expenses	<u>1,726,358</u>	<u>1,963,799</u>	<u>1,809,079</u>	<u>154,720</u>
Total operating expenses	<u>2,792,023</u>	<u>2,792,023</u>	<u>2,441,151</u>	<u>350,872</u>
Operating income (loss)	(1,155,023)	(1,155,023)	(464,976)	690,047
NON-OPERATING REVENUES (EXPENSES)				
Grants (not capital grants)	-	-	-	-
Grants -capital	-	-	-	-
Investment earnings	-	-	-	-
Interest expense -non-operating	-	-	-	-
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (loss) before transfers	(1,155,023)	(1,155,023)	(464,976)	690,047
Transfers in	1,150,000	1,150,000	805,000	345,000
Transfers out	-	-	-	-
Total transfers	<u>1,150,000</u>	<u>1,150,000</u>	<u>805,000</u>	<u>345,000</u>
Change in net assets	(5,023)	(5,023)	340,024	<u>345,047</u>
Budgeted cash carryover	<u>5,023</u>	<u>5,023</u>		
Total	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in net assets (Budget Basis)	\$ 340,024
To adjust applicable revenue accruals and deferrals	(39,304)
To adjust applicable expenditure accruals	76,945
Depreciaiton and other non-cash items	<u>(42,998)</u>
Change in net assets (GAAP basis)	<u>\$ 334,667</u>

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

DONA ANA COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
COST TO STATE/TREASURER				
Assets				
Cash and cash equivalents	\$ 1,540	45,440	(39,730)	7,250
Liabilities				
Due to others	\$ 1,540	45,440	(39,730)	7,250
INMATE WELFARE FUND				
Assets				
Cash and cash equivalents	\$ 200,448	190,508	(147,669)	243,287
Other receivables	3,094	14,441	(3,094)	14,441
Total assets	<u>203,542</u>	<u>204,949</u>	<u>(150,763)</u>	<u>257,728</u>
Liabilities				
Due to others	\$ 203,542	204,949	(150,763)	257,728
INMATE TRUST FUND				
Assets				
Cash and cash equivalents	\$ 41,050	1,728,132	(1,733,268)	35,914
Liabilities				
Due to others	\$ 41,050	1,728,132	(1,733,268)	35,914
CHILDREN'S TRUST FUND				
Assets				
Cash and cash equivalents	\$ 2,235	22,500	(22,410)	2,325
Liabilities				
Due to others	\$ 2,235	22,500	(22,410)	2,325
PROPERTY TAX FUND				
Assets				
Cash and cash equivalents	\$ 1,243,114	132,061,891	(132,159,977)	1,145,028
Taxes receivable, net	6,721,696	7,210,354	(6,721,696)	7,210,354
Total assets	<u>7,964,810</u>	<u>139,272,245</u>	<u>(138,881,673)</u>	<u>8,355,382</u>
Liabilities				
Accounts payable	973	69,651,485	(69,651,814)	644
Overpayments	1,715	538,169	(537,422)	2,462
Taxes paid in advance	191,777	233,674	(271,816)	153,635
Taxes in suspense -bankruptcies	246,117	55,457	(30,977)	270,597
Taxes in suspense -mortgages	-	19,201,883	(19,201,883)	-
Due to others	1,422,741	49,473,071	(49,187,761)	1,708,051
Deferred revenue	6,101,487	118,506	-	6,219,993
Total liabilities	\$ <u>7,964,810</u>	<u>139,272,245</u>	<u>(138,881,673)</u>	<u>8,355,382</u>

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

DONA ANA COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
AIRPORT ROAD -SPECIAL ASSESSMENT -2001A				
Assets				
Cash and cash equivalents	\$ (60,690)	796,226	(769,804)	(34,268)
Receivable, net	60,690	34,268	(60,690)	34,268
Total assets	<u>-</u>	<u>830,494</u>	<u>(830,494)</u>	<u>-</u>
Liabilities				
Due to others	\$ -	830,494	(830,494)	-
TOTALS - ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$ 1,427,697	136,763,891	(136,792,052)	1,399,536
Taxes receivable	6,721,696	7,210,354	(6,721,696)	7,210,354
Other receivables	63,784	48,709	(63,784)	48,709
Total assets	<u>8,213,177</u>	<u>144,022,954</u>	<u>(143,577,532)</u>	<u>8,658,599</u>
Liabilities				
Accounts payable	973	69,651,485	(69,651,814)	644
Overpayments	1,715	538,169	(537,422)	2,462
Taxes paid in advance	191,777	233,674	(271,816)	153,635
Taxes in suspense -bankruptcies	246,117	55,457	(30,977)	270,597
Taxes in suspense -mortgages	-	19,201,883	(19,201,883)	-
Due to others	1,671,108	54,223,780	(53,883,620)	2,011,268
Deferred revenue	6,101,487	118,506	-	6,219,993
Total liabilities	<u>\$ 8,213,177</u>	<u>144,022,954</u>	<u>(143,577,532)</u>	<u>8,658,599</u>

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

STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF CASH AND INVESTMENTS
AS OF JUNE 30, 2011

Financial Institution	Account Type	Reconciled Balance	Balance Per Bank	Treasury Obligations or FDIC Coverage	Total Uninsured	Required Collateral Coverage	Collateral Requirement	Collateral Pledged	Over/ (Under) Collateralized
Cash and cash equivalents									
Petty cash	Petty cash	\$ 8,862							
Bank of Albuquerque	Debt service reserve	986,807	986,807	986,807		50%			
PILT 2004 Debt Service Reserve	Debt service reserve	165,398	165,398	165,398		50%			
Bank of New York Mellon	Checking	550,178	550,178						
Bank of The West	Checking	66,599	66,599						
Confiscated Assets	Money market	1,516,454	1,516,454						
Seizures	Money market	2,133,231	2,133,231	250,000	1,883,231	102%	1,920,896	2,125,941	205,045
Money market	Money market	2,005,931	2,005,931	-	2,005,931	50%	1,002,966	2,106,969	1,104,004
Total Bank of The West	Money market	3,052,694	3,052,694	250,000	2,802,694	50%	1,401,347	1,528,815	127,468
Century Bank	Checking	2,597,043	2,597,043	250,000	2,347,043	102%	2,393,984	3,088,127	694,143
Citizen's Bank County	Money market	7,118,841	7,118,841	250,000	6,868,841	50%	3,434,421	3,485,730	51,310
Citizen's Bank Housing	Checking	14,291,764	14,291,764						
First Savings Bank	Checking	35,914	35,914						
Wells Fargo Bank	Money market	13,187,675	13,187,675						
Dona Ana County - Main Acct	Checking	713,491	713,491						
Inmate Trust Fund	Checking	28,228,844	28,228,844	250,000	30,307,116	50%	15,153,558	20,175,710	5,022,152
Money market	Money market								
US EPA Transition Funds Escrow	Checking								
Total Wells Fargo Bank									
US Bank									
FGIC Cap Mktk Services - 02/16/01 5.650%	Debt service reserve	221,500	221,500						
FGIC Cap Mktk Services - 02/16/01 5.650%	Debt service reserve	556,000	556,000						
First American Treasury obligation	Debt service reserve	34,619	34,619						
First American Treasury obligation	Debt service reserve	2,412,000	2,412,000						
First American Treasury obligation	Debt service reserve	196,858	196,858						
First American Treasury obligation	Debt service reserve	68,466	68,466						
First American Treasury obligation	Debt service reserve	191,889	191,889						
First American Treasury obligation	Debt service reserve	20	20						
First American Treasury obligation	Debt service reserve	2	2						
Total US Bank		3,681,354	3,681,354	1,269,354	2,412,000	105%	2,532,600	3,522,000	989,400
White Sands FCU	Money market	241	241	241		50%			
Total cash and cash equivalents		49,979,246	52,298,656	3,671,559	48,626,856		27,839,770	36,033,292	8,193,522
Cash and cash equivalents		\$ 45,145,687	47,465,097						
Debt service reserves - held by Trustee		4,833,559	4,833,559						
Total cash and cash equivalents		\$ 49,979,246	52,298,656						

STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF CASH AND INVESTMENTS
AS OF JUNE 30, 2011

Financial Institution	Account Type	Fair Market Value	Cost Basis	FDIC Coverage	Total Uninsured	Required Collateral Coverage	Collateral Requirement	Collateral Pledged	Over/ (Under) Collateralized
Investments									
Citizen's Bank Housing	Certificate of deposit	51,971	51,971	-	51,971	50%	25,986	100,000	74,015
US Bank	Certificate of deposit	250,000	250,000	250,000	-	50%	-	-	-
Century Bsnk	Certificate of deposit	250,000	250,000	250,000	-	50%	-	-	-
First New Mexico Bank	Certificate of deposit	250,000	250,000	250,000	-	50%	-	-	-
First Savings Bank	Certificate of deposit	250,000	250,000	-	250,000	50%	125,000	250,000	125,000
Washington Federal Savings	Certificate of deposit	250,000	250,000	250,000	-	50%	-	24,517	24,517
Wells Fargo Bank	US Gov't Securities	43,550,969	43,714,935	43,714,935	-	50%	-	-	-
Western Heritage	Certificate of deposit	250,000	250,000	250,000	-	50%	-	-	-
White Sands FCU	Certificate of deposit	150,000	150,000	150,000	-	50%	-	-	-
White Sands FCU	Certificate of deposit	100,000	100,000	100,000	-	50%	-	-	-
NM State Treasurer - LGIP	LGIP Pool	178,198	213,035						
Reserve Contingencies Fund									
Dona Ana County Finance									
DAC Waste Systems Bonds	County bonds	6,665,000	6,665,000	45,214,935	301,971		150,986	374,517	223,532
		52,196,138	52,394,941	45,214,935	301,971		150,986	374,517	223,532

**STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF COLLATERAL
AS OF JUNE 30, 2011**

BANK	CUSIP	MARKET VALUE	MATURITY DATE
BANK OF THE WEST			
FHLMC FG # D82572	3128FR2D1	\$ 169,452	9/1/2027
UNIVERSITY OF NM-GALLUP BRANCH	914684CL7	195,416	8/1/2014
FHLMC FHR 3339 HF	31397JYV0	384,849	7/15/2037
GNMA G2 #80664	36225CW28	183,765	1/20/2033
FNMA FN #868624	31409EAZ4	257,792	4/1/2036
UNIVERSITY OF NM-GALLUP BRANCH	914684CP8	81,177	8/1/2017
FNMA FN #AD8136	31418WBE9	801,964	6/1/2025
FNMA FN 128776	31365H6M3	14,890	2/1/2031
GNMA G2 #8371	36202KJQ9	18,653	2/20/2024
GNMA G2 #80602(19)	36225CU46	17,983	5/20/2032
Total Bank of the West		<u>2,125,941</u>	
CENTURY BANK			
BELEN NM CONS SCH DIST NO 002	077581MQ6	315,699	8/1/2020
BELEN NM CONS SCH DIST NO 002	077581MR4	730,163	8/1/2021
RUIDOSO NM MUN SCH DIST NO 3	781338GN2	518,885	8/1/2021
LUNA COUNTY NM GROSS RECEIPTS	550332BL3	542,222	7/1/2022
Total Century Bank		<u>2,106,969</u>	
CITIZENS BANK-HOUSING			
FHLB	3133XE1X3	509,605	11/18/2011
FFCB	3133IVCA2	422,472	10/11/2012
FHLB	3133XHW57	550,550	12/13/2013
FHLB	3133XEUG2	1,705,500	3/11/2016
Total Citizen's Bank - Housing		<u>3,188,127</u>	
CITIZENS BANK-COUNTY			
FHLB	3133XHPH9	1,528,815	11/18/2011
Total Citizen's Bank - County		<u>1,528,815</u>	
FIRST SAVINGS BANK			
FNBP: FIRST NATIONAL BANK PIE FNMA	31371NGQ2	118,039	7/1/2017
FNBP: FIRST NATIONAL BANK PIE FHR	31395ES32	32,177	4/15/2018
FED: FEDERAL RESERVE MBS FNMA	31403X4P7	273,517	9/1/2019
FED: FEDERAL RESERVE	38374XWJ0	476,805	3/20/2034
FED: FEDERAL RESERVE	38374XWJ0	39,734	3/20/2034
FED: FEDERAL RESERVE	38374XWJ0	2,049,786	2/20/2037
FNBP: FIRST NATIONAL BANK PIE FHR	31393PEG5	36,009	9/1/2023
FED: FEDERAL RESERVE FHR	31395HW97	136,539	12/15/2027
FED: FEDERAL RESERVE FHR	31396CSM3	212,214	3/15/2035
FED: FEDERAL RESERVE	38377TBL4	153,032	11/20/2038
FED: FEDERAL RESERVE	38377UMA3	207,878	12/20/2040
Total First Savings Bank		<u>3,735,730</u>	
US BANK			
FIRST UNION COMBINED FDS--PNC	TAX COST	3,522,000	06/01/2016
Total US Bank		<u>3,522,000</u>	

**STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF COLLATERAL
AS OF JUNE 30, 2011**

<u>BANK</u>	<u>CUSIP</u>	<u>MARKET VALUE</u>	<u>MATURITY DATE</u>
WELLS FARGO			
FNMS FEDERAL RESERVE	31409JMF4	930,367	6/1/2036
FNMS FEDERAL RESERVE	31413HVP0	4,032,770	9/1/2037
FNMS FEDERAL RESERVE	31416BL63	8,262,011	2/1/2038
SWEEP ACCOUNT	36225BGW2	6,950,562	11/1/2029
Total Wells Fargo		<u>20,175,710</u>	
WASHINGTON FEDERAL			
FHLB AGENCY	313370L63	\$ 24,517	8/26/2025
Total US Bank		<u>24,517</u>	

**STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF FUND BALANCES
AS OF JUNE 30, 2011**

	Special Revenue Funds				Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Health Services (SLIAG)	Colonia's Initiative	State Approp			
Fund Balances:							
Nonspendable:							
Inventory	\$ 10,273	-	-	-	-	-	10,273
Subtotal nonspendable	<u>10,273</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,273</u>
Restricted for:							
Sanitation	-	-	-	-	-	2,116	2,116
Detention center operations	-	-	-	-	-	423,140	423,140
Farm and range improvements	-	-	-	-	-	31,383	31,383
Road/drainage improvements	-	-	154,459	540,484	-	-	694,943
Flood control projects	-	-	-	-	-	7,472,485	7,472,485
Airport	-	-	-	-	-	80,345	80,345
Debt service reserve	-	-	-	-	4,562,255	-	4,562,255
County clerk operations	62,738	-	-	-	-	-	62,738
Environmental projects	343,037	-	-	-	-	-	343,037
DWI enforcement and education	-	-	-	-	-	512,508	512,508
Public safety	339,252	-	-	-	-	560,886	900,138
Fire fighting efforts	-	-	-	-	-	9,251,056	9,251,056
Indigent care	-	-	-	-	-	5,192,570	5,192,570
Law enforcement enhancement	-	-	-	-	-	10,894	10,894
Appraisal operations	-	-	-	-	-	2,500,292	2,500,292
Spaceport	-	-	-	-	-	333,999	333,999
Subtotal restricted	<u>745,027</u>	<u>-</u>	<u>154,459</u>	<u>540,484</u>	<u>4,562,255</u>	<u>26,371,674</u>	<u>32,373,899</u>
Committed to:							
Debt service	-	-	-	-	1,181,998	-	1,181,998
Public safety	1,031,735	-	-	-	-	-	1,031,735
Mesilla Vally Regional Dispatch Authority	1,228,016	-	-	-	-	-	1,228,016
Employee training and equipment	14,773	-	-	-	-	-	14,773
Non-health services	100,000	-	-	-	-	-	100,000
Health Resolution 06-58/09-59	73,440	-	-	-	-	-	73,440
Superfund clean-up	-	-	-	-	-	243,026	243,026
Subtotal committed	<u>2,447,964</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,181,998</u>	<u>243,026</u>	<u>3,872,988</u>
Assigned to:							
Environmental projects	21,016	-	-	-	-	-	21,016
Public safety	1,755,573	-	-	-	-	-	1,755,573
Road/drainage improvements	228,268	-	-	-	-	-	228,268
Health and welfare	-	4,716,639	-	-	-	-	4,716,639
Emergency management	-	-	-	-	-	653,100	653,100
Debt service	-	-	-	-	48,314	-	48,314
Airport	41,048	-	-	-	-	-	41,048
Other purposes	4,353,294	-	-	-	-	-	4,353,294
Subtotal assigned	<u>6,399,199</u>	<u>4,716,639</u>	<u>-</u>	<u>-</u>	<u>48,314</u>	<u>653,100</u>	<u>11,817,252</u>
Unassigned:							
	50,211,487	-	-	-	-	-	50,211,487
Total fund balances	<u><u>59,813,950</u></u>	<u><u>4,716,639</u></u>	<u><u>154,459</u></u>	<u><u>540,484</u></u>	<u><u>5,792,567</u></u>	<u><u>27,267,800</u></u>	<u><u>98,285,899</u></u>

**STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF RECONCILIATION OF PROPERTY TAX RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2011**

Reconciliation of Property Taxes Receivable

Taxes receivable, beginning of year	\$ 10,601,217
2010 Allowance added back	-
2000 Tax year dropped off	(63,694)
2010 Property tax assessment	107,671,189
Tax roll corrections and adjustments, net	<u>232,264</u>
Subtotal - net taxes due	<u>118,440,976</u>
Less Taxes Collected:	
Current	102,572,036
Delinquent	4,061,234
Taxes collected in advance applied to current year	<u>252,243</u>
Subtotal - net taxes collected	<u>106,885,513</u>
Total taxes to be collected	11,555,463
Allowance for uncollected taxes	<u>(173,332)</u>
Taxes receivable, end of year (net of allowance)	\$ <u>11,382,131</u>
Property Taxes Receivable by Years:	
2010	\$ 5,846,458
2009	2,878,950
2008	1,038,164
2007	479,406
2006	403,164
2005	285,642
2004	196,133
2003	172,024
2002	157,177
2001	<u>98,345</u>
Total taxes receivable	11,555,463
Allowance for uncollected taxes	<u>(173,332)</u>
Taxes receivable, end of year, net of allowance	\$ <u><u>11,382,131</u></u>

**STATE OF NEW MEXICO
DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2011**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	Undistributed at Year-End	County Receivable at Year-End
DOÑA ANA COUNTY:								
General Ad Valorem	2010 \$ 35,489,514	33,519,669	33,519,669	33,519,669	33,519,669	28,631	-	1,941,214
General Ad Valorem	2009 34,129,274	1,119,240	33,134,435	1,119,240	33,134,435	14,257	-	980,582
General Ad Valorem	2008 31,688,025	492,858	31,348,085	492,858	31,348,085	5,099	-	334,841
General Ad Valorem	2007 28,826,401	104,763	28,683,354	104,763	28,683,354	2,459	-	140,588
General Ad Valorem	2006 25,350,741	44,594	25,220,923	44,594	25,220,923	1,917	-	127,901
General Ad Valorem	2005 23,025,161	8,435	22,977,329	8,435	22,977,329	1,680	-	46,152
General Ad Valorem	2004 20,941,958	27,834	20,886,141	27,834	20,886,141	953	-	54,864
General Ad Valorem	2003 19,623,979	3,287	19,566,227	3,287	19,566,227	763	-	56,989
General Ad Valorem	2002 18,306,684	2,497	18,258,298	2,497	18,258,298	757	-	47,629
General Ad Valorem	2001 17,321,471	1,336	17,305,666	1,336	17,305,666	531	-	15,274
TOTAL GENERAL AD VALOREM	254,703,208	35,324,513	250,900,127	35,324,513	250,900,127	57,047	-	3,746,034
Non-Rendition Penalty	2010 99,511	69,409	69,409	69,409	69,409	452	-	29,650
Non-Rendition Penalty	2009 98,324	11,159	78,228	11,159	78,228	301	-	19,795
Non-Rendition Penalty	2008 53,051	3,662	49,681	3,662	49,681	51	-	3,319
Non-Rendition Penalty	2007 56,436	2,781	54,560	2,781	54,560	28	-	1,848
Non-Rendition Penalty	2006 117,488	4,691	107,789	4,691	107,789	145	-	9,554
Non-Rendition Penalty	2005 123,631	1,194	115,763	1,194	115,763	118	-	7,750
Non-Rendition Penalty	2004 116,297	799	110,259	799	110,259	91	-	5,947
Non-Rendition Penalty	2003 121,547	527	116,126	527	116,126	81	-	5,340
Non-Rendition Penalty	2002 142,671	380	137,821	380	137,821	73	-	4,777
Non-Rendition Penalty	2001 136,296	206	131,863	206	131,863	66	-	4,367
TOTAL NON-RENDITION PENALTY	1,065,252	94,808	971,499	94,808	971,499	1,406	-	92,347
County Debt Service	2010 574,258	543,699	543,699	543,699	543,699	458	-	30,101
County Debt Service	2009 552,052	16,842	537,083	16,842	537,083	224	-	14,745
County Debt Service	2008 487,819	7,050	482,632	7,050	482,632	78	-	5,109
County Debt Service	2007 521,338	1,755	518,357	1,755	518,357	45	-	2,936
County Debt Service	2006 542,109	891	539,430	891	539,430	40	-	2,639
County Debt Service	2005 587,251	254	584,545	254	584,545	41	-	2,665
County Debt Service	2004 514,207	591	512,604	591	512,604	24	-	1,579
County Debt Service	2003 418,157	82	417,055	82	417,055	17	-	1,085
County Debt Service	2002 673,320	107	671,551	107	671,551	27	-	1,742
County Debt Service	2001 632,362	57	631,091	57	631,091	19	-	1,252
TOTAL COUNTY DEBT SERVICE	5,502,873	571,328	5,438,047	571,328	5,438,047	973	-	63,853

**STATE OF NEW MEXICO
DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2011**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	Undistributed at Year-End	County Receivable at Year-End
Administrative Fees	4,661	3,630	3,630	3,630	3,630	15	-	1,016
Administrative Fees	4,620	298	3,939	298	3,939	10	-	671
Administrative Fees	4,968	118	4,427	118	4,427	8	-	533
Administrative Fees	3,231	10	3,036	10	3,036	3	-	192
Administrative Fees	3,163	3	3,011	3	3,011	2	-	150
Administrative Fees	3,287	-	3,182	-	3,182	2	-	103
Administrative Fees	4,351	4	4,248	4	4,248	2	-	101
Administrative Fees	5,577	7	5,462	7	5,462	2	-	113
Administrative Fees	5,448	7	5,353	7	5,353	1	-	94
Administrative Fees	5,182	7	5,083	7	5,083	1	-	98
TOTAL ADMINISTRATIVE FEES	44,488	4,084	41,371	4,084	41,371	46	-	3,071
Flood Levy	1,883,747	1,757,108	1,757,108	1,757,108	1,757,108	1,900	-	124,739
Flood Levy	1,833,181	62,946	1,766,816	62,946	1,766,816	996	-	65,369
Flood Levy	1,655,727	27,525	1,630,227	27,525	1,630,227	383	-	25,117
Flood Levy	1,504,822	7,005	1,491,441	7,005	1,491,441	201	-	13,180
Flood Levy	1,328,228	3,241	1,317,677	3,241	1,317,677	158	-	10,393
Flood Levy	1,198,250	649	1,189,001	649	1,189,001	139	-	9,110
Flood Levy	1,076,556	2,375	1,070,949	2,375	1,070,949	84	-	5,523
Flood Levy	1,075,907	204	1,071,060	204	1,071,060	73	-	4,774
Flood Levy	1,033,445	235	1,028,352	235	1,028,352	76	-	5,017
Flood Levy	949,083	144	945,784	144	945,784	49	-	3,250
TOTAL FLOOD LEVY	13,538,946	1,861,432	13,268,415	1,861,432	13,268,415	4,059	-	266,472
TOTAL DOÑA ANA COUNTY	274,854,767	37,856,165	270,619,459	37,856,165	270,619,459	63,531	-	4,171,777
MUNICIPALITIES:								
City of Las Cruces	13,128,205	12,566,172	12,566,172	12,438,466	12,438,466	8,430	127,706	553,603
City of Las Cruces	12,719,410	360,510	12,463,563	445,866	12,440,461	3,838	23,102	252,009
City of Las Cruces	11,810,105	159,785	11,732,363	153,150	11,704,822	1,166	27,541	76,576
City of Las Cruces	10,578,167	26,523	10,549,065	67,400	10,545,612	437	3,453	28,665
City of Las Cruces	9,073,759	8,735	9,054,896	9,122	9,054,493	283	403	18,580
City of Las Cruces	8,080,435	2,586	8,067,719	2,765	8,067,696	191	23	12,525
City of Las Cruces	7,214,883	1,641	7,208,862	1,725	7,208,821	90	41	5,931
City of Las Cruces	6,696,074	1,134	6,691,906	1,411	6,691,866	63	40	4,105
City of Las Cruces	6,234,545	654	6,231,384	958	6,231,384	47	-	3,114
City of Las Cruces	5,882,255	237	5,878,064	237	5,878,064	63	-	4,128
TOTAL CITY OF LAS CRUCES	91,417,838	13,127,977	90,443,994	13,121,100	90,261,685	14,608	182,309	959,236

**STATE OF NEW MEXICO
DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2011**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	Undistributed at Year-End	County Receivable at Year-End
Village of Hatch	2010	65,802	57,926	57,437	57,437	118	489	7,758
Village of Hatch	2009	61,386	2,310	4,013	58,858	38	10	2,480
Village of Hatch	2008	58,131	1,260	1,834	57,227	13	10	881
Village of Hatch	2007	53,889	250	1,125	53,535	5	7	342
Village of Hatch	2006	50,158	120	49,890	49,890	4	-	264
Village of Hatch	2005	47,492	75	47,311	47,311	3	-	178
Village of Hatch	2004	43,238	107	43,149	43,143	1	6	88
Village of Hatch	2003	41,602	-	41,546	41,546	1	-	55
Village of Hatch	2002	39,511	-	39,437	39,437	1	-	73
Village of Hatch	2001	36,995	-	36,911	36,911	1	-	83
TOTAL VILLAGE OF HATCH		498,204	62,048	485,817	485,295	185	522	12,202
Town of Mesilla	2010	69,446	63,830	62,941	62,941	84	889	5,532
Town of Mesilla	2009	65,946	4,985	62,975	62,653	45	322	2,926
Town of Mesilla	2008	60,662	1,936	60,315	60,062	5	253	342
Town of Mesilla	2007	54,830	949	54,727	54,727	2	-	101
Town of Mesilla	2006	49,280	39	49,270	49,270	-	-	10
Town of Mesilla	2005	44,895	-	44,895	44,895	-	-	0
Town of Mesilla	2004	42,037	-	42,037	42,037	-	-	-
Town of Mesilla	2003	39,364	-	39,364	39,364	-	-	-
Town of Mesilla	2002	38,367	-	38,349	38,349	-	-	18
Town of Mesilla	2001	36,511	-	36,511	36,511	-	-	-
TOTAL TOWN OF MESILLA		501,339	71,739	492,273	490,809	136	1,464	8,930
City of Sunland Park	2010	502,189	462,942	459,885	459,885	589	3,057	38,658
City of Sunland Park	2009	474,727	19,355	22,411	450,477	346	1,178	22,726
City of Sunland Park	2008	413,105	6,290	6,417	404,647	112	983	7,363
City of Sunland Park	2007	381,321	942	378,562	378,513	41	49	2,718
City of Sunland Park	2006	341,411	467	339,363	339,354	31	9	2,017
City of Sunland Park	2005	304,372	241	302,788	302,781	24	7	1,560
City of Sunland Park	2004	275,390	57	273,971	273,969	21	2	1,398
City of Sunland Park	2003	255,207	32	254,062	254,062	17	-	1,128
City of Sunland Park	2002	245,610	26	244,565	244,565	16	-	1,029
City of Sunland Park	2001	225,942	34	223,807	223,802	32	5	2,103
TOTAL CITY OF SUNLAND PARK		3,419,274	490,386	492,249	3,332,055	1,229	5,290	80,700
TOTAL MUNICIPALITIES		95,836,655	13,752,150	94,759,429	94,569,844	16,158	189,585	1,061,068

**STATE OF NEW MEXICO
DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2011**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	Undistributed at Year-End	County Receivable at Year-End
SCHOOL DISTRICTS:								
Las Cruces PSD #2	29,474,825	28,067,224	28,067,224	27,782,147	27,782,147	21,114	285,077	1,386,487
Las Cruces PSD #2	28,690,860	815,398	28,019,941	1,010,230	27,966,231	10,064	53,710	660,855
Las Cruces PSD #2	26,903,502	378,556	26,687,060	355,185	26,623,532	3,247	63,528	213,195
Las Cruces PSD #2	24,293,238	71,180	24,194,474	139,336	24,184,174	1,481	10,300	97,283
Las Cruces PSD #2	20,950,477	21,382	20,891,070	21,718	20,888,406	891	2,664	58,516
Las Cruces PSD #2	19,073,274	6,390	19,032,167	6,971	19,031,668	617	499	40,490
Las Cruces PSD #2	16,909,918	4,332	16,884,084	4,470	16,883,963	388	121	25,446
Las Cruces PSD #2	16,152,893	2,697	16,128,419	4,104	16,128,331	367	88	24,107
Las Cruces PSD #2	15,155,991	1,644	15,134,511	3,777	15,134,511	322	-	21,158
Las Cruces PSD #2	14,892,360	872	14,873,766	872	14,873,766	279	-	18,315
TOTAL LAS CRUCES PSD #2	212,497,338	29,369,675	209,912,716	29,328,810	209,496,729	38,770	415,987	2,545,852
Hatch Valley SD #11	861,984	799,200	799,200	792,649	792,649	942	6,551	61,842
Hatch Valley SD #11	825,906	28,712	801,564	44,516	800,595	365	969	23,977
Hatch Valley SD #11	804,550	11,726	792,632	16,069	792,228	179	404	11,739
Hatch Valley SD #11	581,734	2,542	576,772	5,021	576,539	74	233	4,888
Hatch Valley SD #11	711,200	1,496	707,862	2,888	707,849	50	13	3,288
Hatch Valley SD #11	682,226	696	679,955	720	679,943	34	12	2,237
Hatch Valley SD #11	617,743	698	615,600	677	615,580	32	20	2,111
Hatch Valley SD #11	574,418	190	572,550	418	572,550	28	-	1,840
Hatch Valley SD #11	560,183	-	559,133	1,098	559,133	16	-	1,034
Hatch Valley SD #11	502,559	-	502,096	-	502,096	7	-	456
TOTAL HATCH VALLEY SD #11	6,722,503	845,260	6,607,364	864,056	6,599,162	1,727	8,202	113,412
Gadsden ISD #16	11,978,677	11,083,057	11,083,057	10,969,325	10,969,325	13,434	113,732	882,186
Gadsden ISD #16	11,348,008	450,162	10,856,877	554,143	10,837,949	7,367	18,928	483,764
Gadsden ISD #16	10,931,740	178,419	10,701,024	199,832	10,680,866	3,461	20,158	227,255
Gadsden ISD #16	10,112,987	52,046	9,988,843	95,130	9,987,727	1,862	1,116	122,282
Gadsden ISD #16	9,341,312	37,251	9,219,841	50,946	9,219,225	1,822	616	119,649
Gadsden ISD #16	8,883,210	6,391	8,761,067	19,159	8,760,787	1,832	280	120,311
Gadsden ISD #16	8,134,884	35,042	8,064,511	53,515	8,064,312	1,056	199	69,317
Gadsden ISD #16	7,945,170	2,253	7,894,073	12,983	7,894,064	766	9	50,331
Gadsden ISD #16	6,865,830	2,547	6,814,745	3,165	6,814,745	766	-	50,319
Gadsden ISD #16	6,313,977	1,378	6,281,666	1,370	6,281,637	485	29	31,826
TOTAL GADSDEN ISD #16	91,855,795	11,848,546	89,665,704	11,959,568	89,510,637	32,851	155,067	2,157,240
TOTAL SCHOOL DISTRICTS	311,075,636	42,063,481	306,185,784	42,152,434	305,606,528	73,348	579,256	4,816,504

**STATE OF NEW MEXICO
DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2011**

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	Undistributed at Year-End	County Receivable at Year-End
NEW MEXICO STATE TREASURER:								
N. M. State Treasurer	5,865,543	5,556,438	5,556,438	5,501,179	5,501,179	4,637	55,259	304,468
N. M. State Treasurer	4,322,582	132,694	4,207,351	164,272	4,199,725	1,728	7,626	113,503
N. M. State Treasurer	4,425,213	62,170	4,378,983	61,234	4,369,429	693	9,554	45,537
N. M. State Treasurer	3,946,257	11,068	3,923,488	22,822	3,922,113	342	1,375	22,427
N. M. State Treasurer	3,643,927	5,818	3,625,622	7,047	3,625,226	275	396	18,030
N. M. State Treasurer	3,222,873	1,359	3,207,801	2,368	3,207,716	226	85	14,846
N. M. State Treasurer	2,401,356	2,657	2,393,822	3,800	2,393,795	113	27	7,421
N. M. State Treasurer	3,356,967	646	3,347,928	1,858	3,347,914	136	14	8,903
N. M. State Treasurer	2,313,737	359	2,305,012	732	2,305,012	131	-	8,594
N. M. State Treasurer	3,419,211	299	3,410,953	298	3,410,950	124	3	8,134
TOTAL NM STATE TREASURER (Levy & Lvstck)	36,917,666	5,773,508	36,357,398	5,765,610	36,283,059	8,405	74,339	551,863
DOÑA ANA BRANCH COMMUNITY COLLEGE:								
NMSU								
DABCC	7,475,933	7,077,570	7,077,570	7,005,855	7,005,855	5,975	71,715	392,388
DABCC	7,205,692	220,652	7,009,737	274,328	6,996,615	2,939	13,122	193,016
DABCC	6,736,386	97,913	6,664,537	96,473	6,649,497	1,078	15,040	70,771
DABCC	6,101,586	20,675	6,066,623	39,741	6,064,408	524	2,215	34,439
DABCC	5,350,384	8,850	5,323,829	10,752	5,323,225	398	604	26,157
DABCC	4,974,165	2,090	4,951,357	3,726	4,951,225	342	132	22,466
DABCC	4,346,581	5,093	4,333,029	7,315	4,332,980	203	49	13,349
DABCC	4,144,438	805	4,133,498	2,374	4,133,480	164	18	10,776
DABCC	3,852,042	611	3,841,696	1,272	3,841,696	155	-	10,191
DABCC	3,661,614	323	3,654,212	322	3,654,209	111	3	7,291
TOTAL DABCC - NMSU (Oper. & Debt)	53,848,821	7,434,582	53,056,088	7,442,158	52,953,190	11,889	102,898	780,844
WATERSHED DISTRICT								
McClead WD	4,833	4,796	4,796	4,795	4,795	1	1	36
McClead WD	2,984	20	2,971	20	2,971	-	-	13
McClead WD	2,977	-	2,964	-	2,964	-	-	13

STATE OF NEW MEXICO
DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2011

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	Undistributed at Year-End	County Receivable at Year-End
2007	2,852	-	2,839	-	2,839	-	-	13
2006	2,795	-	2,795	-	2,795	-	-	-
2005	2,781	-	2,781	-	2,781	-	-	-
2004	3,842	-	3,842	-	3,842	-	-	-
2003	3,277	-	3,277	-	3,277	-	-	-
2002	3,606	-	3,606	-	3,606	-	-	-
2001	3,575	-	3,575	-	3,575	-	-	-
TOTAL McCLEAD WD	33,522	4,816	33,446	4,815	33,445	1	1	75
TOTAL NMST, DABCC & WATERSHED	90,800,009	13,212,906	89,446,932	13,212,583	89,269,694	20,295	177,238	1,332,782
GRAND TOTALS	\$ 772,567,067	106,884,702	761,011,604	106,971,323	760,065,525	173,332	946,079	11,382,131

**STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF JOINT POWERS AGREEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

Participants	Responsible Party for Operations	Descriptions	Beginning And Ending dates	Total Estimated Amount of Project	Contribution June 30, 2011	Audit Responsibility	Revenues and Expenditures Reported On
Village of Hatch	DAC	DAC to perform building inspections within the city limits of Hatch.	5/25/1997 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.	4/9/1997 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.	3/13/1990 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.	10/8/1996 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 TRO taxpayer J.D. numbers.	7/15/2004 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	4/1/1993 Ongoing	Ongoing project costs vary from year to year	928,302	CLC	CLC Component Unit

**STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF JOINT POWERS AGREEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

Participants	Responsible Party for Operations	Descriptions	Beginning And Ending dates	Total Estimated Amount of Project	Contribution June 30, 2011	Audit Responsibility	Revenues and Expenditures Reported On
City of Las Cruces	MVRDA	Mesilla Valley Regional Dispatch Authority (MVRDA)	6/13/1995 Ongoing	Ongoing project costs vary from year to year	1,183,908	CLC	CLC
City of Las Cruces	DAC	Established a joint City/County Commission to hear subdivision and zoning matters (Extraterritorial Zoning Commission)	5/12/1987 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	12/21/1989 Ongoing	Ongoing project costs vary from year to year	Insignificant - absorbed by General Fund	CLC	CLC
City of Las Cruces	CLC	Metro Narcotics	6/13/1995 Ongoing	Ongoing project costs vary from year to year	225,543	CLC	CLC
City of Las Cruces	CLC	Mesilla Valley Animal Services Center	10/30/2008 Ongoing	Ongoing project costs vary from year to year	865,563	CLC	CLC
City of Sunland Park	CSP/DAC	Camino Real Regional Utility Authority	2/24/2009 Ongoing	Ongoing project costs vary from year to year	-	CRRUA	CRRUA
ENMRD Forestry Div	DAC/ Forestry	Wildfire protection and suppression	1/18/2010 Ongoing	Per event	-	DAC	DAC

STATE OF NEW MEXICO
DONA ANA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2011

Federal Grantor/Program Title	Federal CFDA Number	Project Number	Award Amount	Accrued or (Deferred) Revenue at June 30, 2010	Receipts	Expenditures	Accrued or (Deferred) Revenue at June 30, 2011
U.S. Dept of Housing and Urban Dev.							
Passed through State of NM:							
Comm Dev. Block Grants State's Program:							
Chaparral WW System Improvements	14.219	10-C-NR-I-07-G-29	\$ 500,000	-	-	-	-
Direct Funding:							
Public Housing Operating Subsidy	14.85		22,144	-	(22,144)	22,144	-
HUD Section 8 Tenant -Based Cluster:							
Section 8 Vouchers	14.871	*	2,812,559	(466,975)	(2,345,584)	2,812,559	-
CGP/CFP (2009)	14.872		12,204	1,435	-	-	1,435
CGP/CFP (2010)	14.872		12,163	-	-	-	-
Subtotal CFDA 14.872			24,367	1,435	-	-	1,435
Total U.S. Dept of Housing and Urban Development			3,359,070	(465,540)	(2,367,728)	2,834,703	1,435
Federal Aviation Administration (FAA)							
Airport Improvement Grant	20.106	* 3-35-0055-19	145,444	21,923	(45,502)	23,579	-
Airport Improvement Grant	20.106	* 3-35-0055-20	2,552,500	28,767	(1,911,913)	2,600,033	716,887
Total Federal Aviation Administration			2,697,944	50,690	(1,957,415)	2,623,612	716,887
Federal Emergency Management Assistance (FEMA)							
State Domestic Preparedness Equipment Support	97.004	2007-GE-T7-0023	408,828	123,889	(238,669)	123,534	8,754
State Homeland Security Grant	97.067	2008-GE-T8-0030	965,451	-	(296,745)	314,714	17,969
State Homeland Security Grant	97.067	2009-SS-T9-000030-DONA ANA	602,398	13,000	(318,484)	487,171	181,687
State Homeland Security Grant	97.067	2010-SS-T0-0011-DONA ANA	472,500	-	-	-	-
State Homeland Security Grant	97.042	2009-EMPG-DONA ANA	118,660	23,705	(23,705)	-	-
State Homeland Security Grant	97.042	2010-EP-EO-0022	116,618	-	(81,859)	110,523	28,664
OEM-Interoperable Emer Comm	97.001	2009-IP-T9-0007	4,000	-	-	2,112	2,112
Total FEMA			2,688,455	160,594	(959,462)	1,038,054	239,186
U.S. Department of Energy							
ARRA-Energy Efficiency & Conservation Block C	81.128	* DE-SC0001870	446,900	6,924	(397,443)	412,835	22,316
Total U.S. Dept. of Energy			446,900	6,924	(397,443)	412,835	22,316
U.S. Dept of the Interior							
Passed through NM Bureau of Land Mgmt:							
2009 Rural Fire Assistance	15.242	L10AP16391	5,400	-	-	5,400	5,400
Community Wildfire Protection Plan (CWPP)	15.228	GDA 040021	40,000	-	(40,000)	-	(40,000)
Total Border Health Foundation			45,400	-	(40,000)	5,400	(34,600)
U.S. Dept of Justice							
G.R.E.A.T Grant	16.737	2009-JV-FX-0032	67,269	836	(40,077)	46,867	7,626
Jail Diversion	16.753	2009-D1-BX-0282	180,000	82,250	(163,875)	97,750	16,125
ARRA-Edward Byrne Memorial	16.803	NM RA JAG DA-SFY10	527,697	180,910	77	2,727	183,714
Total U.S. Dept of Justice			774,966	263,996	(203,875)	147,344	207,465
U.S. Dept of Transportation							
Passed through NM State Highway and Transportation Dept.							
Impaired Driving Demo-5	20.608	09-AL-FTE164-031	157,300	59,998	(94,512)	34,514	-
Operation Buckle Down	20.609	10-OP-RF-031	4,965	1,949	(4,099)	2,150	-
Operation DWI	20.608	09-AL-64-031	31,414	6,981	(11,595)	4,614	-
Operation DWI	20.608	11-AL-64-031	31,021	-	-	11,159	11,159
STEP GRANT	20.605	10-PT-RF-031	13,480	13,474	(13,474)	-	-
STEP GRANT	20.605	11-RF-01-031	13,481	-	-	1,278	1,278
STEP GRANT (100 Days/Nights...)	20.609	10-RF-01-031	19,995	-	(14,975)	14,975	-
ARRA-East Berino Road & Drainage	20.205	* ES21350	2,168,207	251,084	(900,400)	1,590,454	941,138
Dona Ana Road Safety Hazard Elimination Funds	20.205	* HSHE-4538(2)01	135,000	-	-	135,000	135,000
Total U.S. Dept of Transportation			2,574,863	333,486	(1,039,055)	1,794,144	1,088,575
Total Federal Expenditures			12,587,598	350,150	(6,964,978)	8,856,092	2,241,264

* denotes major program

STATE OF NEW MEXICO
DOÑA ANA COUNTY
NOTES ON ACCOUNTING POLICIES AND PROCEDURES FOR FEDERAL
AWARDS
FOR THE YEAR ENDED JUNE 30, 2011

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. 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 un-matured 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
Doña 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, the budgetary comparisons of the general fund and major special revenue funds,, and the combining and individual funds and related budgetary comparisons presented as supplemental information of Doña Ana County (County), as of and for the year ended June 30, 2011, and have issued our report thereon dated November 14, 2011. 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 agency'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.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

November 14, 2011

**Report On Internal Control Over Financial Reporting And On
Compliance And Other Matters On Based On An Audit Of
Financial Statements Performed In Accordance With
Government Auditing Standards, continued**

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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of County Commissioners, others within the entity, the State Auditor, the New Mexico Legislature, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.

Hinkle & Landers, P.C.

Hinkle + Landers, P.C.
November 14, 2011



REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget and
The Board of County Commissioners
Doña Ana County
Las Cruces, New Mexico

Compliance

We have audited Doña Ana County, State of New Mexico's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. Doña Ana County, State of New Mexico'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 Doña Ana County's management. Our responsibility is to express an opinion on Doña 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 Doña 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 Doña Ana County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control Over Compliance

Management of Doña 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 Doña 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, and accordingly we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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.

This report is intended solely for the information and use of the Board of County Commissioners, management, Legislative Finance Committee, Department of Finance and Administration, the State Auditor, 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.



Hinkle + Landers, P.C.
November 14, 2011

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
Schedule of Findings and Questioned Costs
June 30, 2011**

A. SUMMARY OF AUDIT RESULTS

Financial Statements:

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

Federal Awards:

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

CFDA
Number
14.871
20.106
20.205
20.205
81.128

Federal Program
Section 8 Housing Choice Vouchers
Airport Improvement Grant
ARRA – East Berino Road & Drainage
Dona Ana Road Safety Hazard Elimination Funds
ARRA – Energy Efficiency & Conservation Block Grant

- | | |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
| 6. Auditee qualified as low-risk auditee? | No |

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
Schedule of Findings and Questioned Costs
June 30, 2011**

<u>Finding</u>	<u>Status of Current and Prior Year Findings</u>	<u>Financial Statement Finding</u>	<u>Federal Awards Finding</u>
Prior Year Findings			
10-01 CASH ACCOUNTS	Resolved	yes	no
10-02 CERTIFICATION OF CAPITAL ASSETS ANNUAL INVENTORY	Resolved	yes	no
10-03 SEGREGATION OF DUTIES OF CERTAIN RECEIVABLES AND CASH RECEIPTS	Resolved	yes	no
10-04 ADJUSTMENTS TO CAPITAL ASSETS	Resolved	yes	no
Current Year Findings			
None			

PRIOR YEAR FINDINGS – MODIFIED/REPEATED

NONE

CURRENT YEAR FINDINGS

NONE

**STATE OF NEW MEXICO
DOÑA ANA COUNTY
Other Disclosures
Year Ended June 30, 2011**

A. AUDITOR PREPARED FINANCIAL STATEMENTS

Presentation: The accompanying financial statements are the responsibility of the County and are based on information from the County's financial records. Assistance was provided by Hinkle + Landers, PC to the County in preparing the financial statements.

B. EXIT CONFERENCE

The contents of the report for Doña Ana County were discussed on November 14, 2011. The following individuals were in attendance.

Doña Ana County Officials

Scott A. Krahling	County Commissioner District 4
Brian Haines, CPA	County Manager
Sue Padilla	Assistant County Manager
Chuck McMahon	Deputy Assistant County Manager
Bill Noland	Finance Director
Nasreen Nelson, CPA	Controller
Mireya Moreno	Accountant III – Finance
Raquel Quiroga	Accountant III – Finance
Patricia Dillaway	Accountant III – Treasurers Office

Attending telephonically

Thomas G. Hassell, PHM, SHM	DAC Housing Authority – Executive Director
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Auditors

Farley Vener, CPA, CFE	Audit Partner
Erick Robinson, CPA, CFE	Audit Manager