

State of New Mexico

Eddy County

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2018



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June 30, 2018

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**Eddy County, New Mexico
Official Roster
June 30, 2018**

<u>Name</u>	<u>County Commission</u>	<u>Title</u>
Susan Crockett		Chair, District V
James Walterscheid		Vice-Chair, District I
Larry Wood		Commissioner, District II
Jonathan Henry		Commissioner, District III
Stella Davis		Commissioner, District IV

Elected Officials

Gemma Ferguson	County Assessor
Robin Van Natta	County Clerk
Mark Cage	County Sheriff
Laurie Pruitt	County Treasurer

Administrative Officials

Rick Rudometkin	County Manager
Roberta Smith	Finance Director

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Report

INDEPENDENT AUDITORS' REPORT

Wayne Johnson
New Mexico State Auditor
The Office of Management and Budget and
Eddy County Commissioners
Eddy County
Carlsbad, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the General Fund and major special revenue funds with legally adopted annual budgets of Eddy County (the "County"), as of and for the year ended June 30, 2018, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Eddy County, as of June 30, 2018, and the respective changes in financial position thereof, and the respective budgetary comparisons for the General Fund and major special revenue funds with legally adopted annual budgets for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change of Accounting Principle

As discussed in Note 11 to the financial statements, in 2018 the County adopted new accounting guidance, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *Management's Discussion and Analysis* on pages 13 through 22, the GASB required pension schedules, the GASB required other post-employment benefits schedules, and the notes to the required supplementary information on pages 84 through 98 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and schedules required by 2.2.2 NMAC are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the Schedule of Expenditures of Federal Awards, and schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the

basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the Schedule of Expenditures of Federal Awards, and schedules required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2018, 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 solely 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 effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Albuquerque, NM
November 30, 2018

Eddy County, New Mexico Management's Discussion and Analysis For the Year Ended June 30, 2018

This discussion and analysis of the County of Eddy's financial performance provides an overview of the County's financial activities for the fiscal year ending June 30, 2018. The MD&A should be read in conjunction with the accompanying transmittal letter, the basic financial statements and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

- The information in the MD&A does not include the information related to the discretely presented component unit, Regional Emergency Dispatch Authority (the "Authority"). The Authority has separately issued financial statements which do not include an MD&A.
- The assets of the County exceeded liabilities at the close of FY 2018 by \$208,841,628 (net position) for an increase of 9% from 2017. Of this amount, \$57,440,115 is restricted for specific purposes. As required by GASB 34, net position also reflect \$162,105,492 that represents the net investment in capital assets.
- In contrast to the government wide statements, the fund statements report a combined fund balance at year-end of \$97,288,179.
- Eddy County has no General Obligation Bond indebtedness.
- Eddy County has no Revenue Bond indebtedness.
- Eddy County has one (1) Industrial Revenue Bond for Enterprise Field Services, LLC.
- Eddy County has seven lease purchase agreements for heavy equipment used at the Sandpoint Landfill of which two will mature in FY 2019, one will mature in FY 2020, and two will mature during FY 2021, one will mature in FY 2022, and one will mature in FY 2024.
- Program revenue for capital grants and contributions increased significantly in FY 2018, reporting \$16,323,569 compared to FY 2017 where there was \$1,424,709 program revenue reported. This increase was due to receiving more FEMA money.
- Oil and Gas production and equipment taxes increased from 2017 to 2018 from \$15,048,692 to \$22,194,303.
- Gross receipts taxes were up from 2017 to 2018. Amounts were \$17,868,758 and \$31,830,593 respectively.
- Overall expenses decreased 2% to \$64,491,463. Overall, consistent with last fiscal year's spending.
- Overall fund balance showed an 18% increase for 2018 with \$97,288,179 in respect to 2017 \$82,573,653. This was mainly due to general fund's cash balance and their year-end surplus of over \$11 million.

OVERVIEW OF FINANCIAL STATEMENTS

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private sector business. Revenues are recorded when earned and expenses recorded when a liability is incurred, regardless of the timing of related cash flows.

The statement of net position presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.



Eddy County, New Mexico Management's Discussion and Analysis For the Year Ended June 30, 2018

The statement of activities presents information showing how the County's net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

The government-wide financial statements outline 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 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, culture and recreation, health and welfare, and interest on long-term debt.

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 on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because of the focus of governmental funds is narrower than that of 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 County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. Types of funds include general fund, special revenue funds, capital projects funds, debt service funds, and special assessment funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of supplementary individual and combining schedules.

Proprietary Funds. These include internal service funds and enterprise funds. The County does not currently maintain any proprietary funds.

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 statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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 the fund financial statements.

Eddy County, New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2018

The notes to the financial statements can be found immediately following the basic financial statements.

Other information. The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the financial statements.

Government-wide Financial Analysis

As previously noted, net position may serve over time as a useful indicator of a government's financial position. The County's governmental-wide assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$208,841,628 for the fiscal year ending June 30, 2018. The County did have deferred outflows and inflows related to pensions in the amounts of \$10,427,061 and \$8,263,366 respectively. The largest part of the County's net position (approximately 78%) reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment) less any related debt used to acquire those assets, which is still outstanding. The County uses these capital assets to provide services to the citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The County's net position for fiscal year ended June 30, 2017 and 2018 are summarized as follows.

EDDY COUNTY NET POSITION	2017	2018
Current and Other Assets	\$ 87,743,873	\$ 103,139,710
Capital Assets (net of depreciation)	135,887,914	164,847,436
Deferred Outflows	16,359,574	10,427,061
Total Assets and Deferred Outflows	\$ 239,991,361	\$ 278,414,207
Current Liabilities	\$ 5,926,912	\$ 6,680,592
Long-Term Liabilities	42,299,629	54,628,621
Deferred Inflow	491,153	8,263,366
Total Liabilities and Deferred Inflows	\$ 48,717,694	\$ 69,572,279
Net Position:		
Invested in capital assets, net of related debt	\$ 133,686,132	\$ 162,105,492
Restricted	59,250,836	57,440,115
Unrestricted	(1,663,301)	(10,703,979)
Total Net Position	\$ 191,273,667	\$ 208,841,628

At the end of the current fiscal year, the County reported positive balances in two of the three categories of net position. There was an increase in the negative balance in unrestricted due to the new OPEB liability. Last year, the County reported positive balances in the same two categories and a negative balance in unrestricted.

Eddy County, New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2018

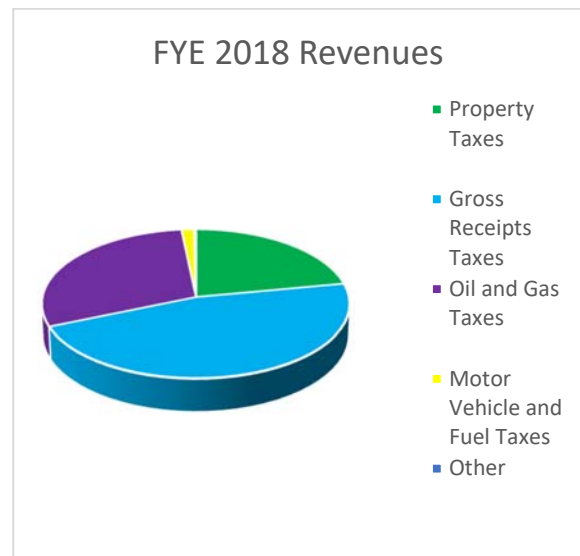
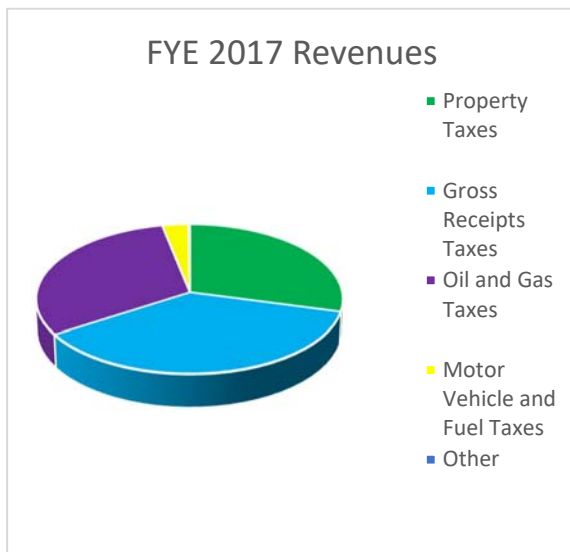
Changes in net position. The County's total revenues for the current fiscal year were \$103.9 million. The total cost of all programs and services was \$64.5 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2017 and June 30, 2018.

STATEMENT OF ACTIVITIES	Year Ended June 30, 2017	Year Ended June 30, 2018
Revenues:		
Program Revenues:		
Charges for Services	\$ 2,508,124	\$ 2,759,312
Operating Grants and Contributions	3,971,887	4,637,785
Capital Grants and Contributions	1,424,709	16,323,569
General Revenues:		
Property Tax	14,153,979	15,047,099
Gross Receipts Taxes	17,868,758	31,830,593
Oil and Gas Taxes	15,048,692	22,194,303
Motor Vehicle and Fuel Taxes	1,452,318	973,413
Other Taxes	78,265	157,936
Local Sources	1,073,848	900,544
Payment in lieu of taxes	3,509,582	3,598,621
Miscellaneous Revenue	1,697,515	5,171,798
Unrestricted Investment Earnings	329,874	362,085
Gain (Loss) on Disposal of Capital Assets	80,699	22,096
Total Revenues	63,198,250	103,979,154
Expenses:		
General Government	18,810,714	16,881,362
Public Safety	27,711,830	28,120,676
Highway and Roads	10,743,139	11,152,838
Health and Sanitation	8,501,075	8,207,654
Culture and Recreation	119,878	32,524
Interest on long-term debt	-	87,885
Debt issuance costs	-	8,524
Total Expenses	65,886,636	64,491,463
Changes in Net Position	\$ (2,688,386)	39,487,691

Eddy County, New Mexico Management's Discussion and Analysis For the Year Ended June 30, 2018

Governmental activity revenues increased in FY 2018 from \$63,198,250 in 2017 to \$103,979,154 in 2018; an increase of 65%. Key elements in the increase of governmental activities revenues are as follows:

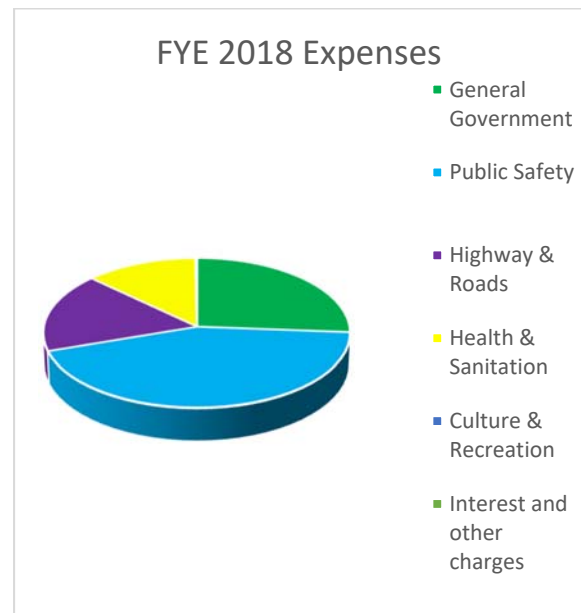
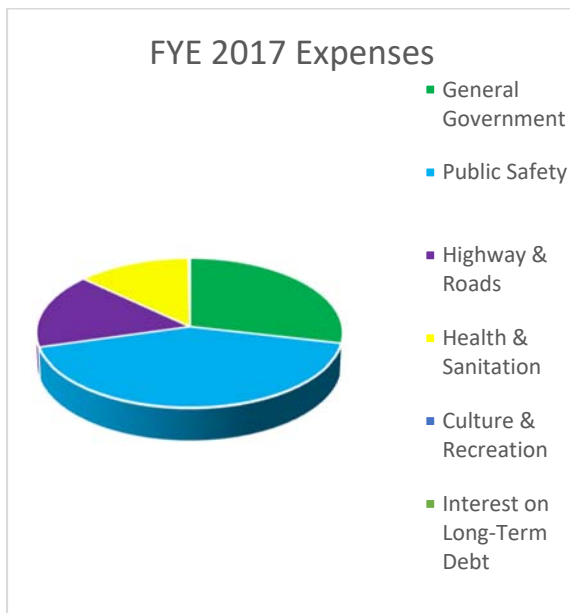
- Program revenues for capital grants and contributions had \$16,323,569 for FY 2018, compared to FY 2017 where there was \$1,424,709.
- Gross receipts increased in FY 2018, up \$13.9 million to \$31.8 million, compared to FY 2017 at \$17.9 million.
- Oil and gas taxes increased in FY 2018, up \$7.1 million to \$22.2 million, compared to FY 2017 at \$15.1 million.
- Miscellaneous revenue increased from \$1.7 million in FY 2017 to \$5.2 million in FY 2018 due to a large donation public works received.



Eddy County, New Mexico Management's Discussion and Analysis For the Year Ended June 30, 2018

Governmental activities expenses decreased by approximately 2% from \$65.9 million in FY 2017 to \$64.5 million in FY 2018. Key elements in the decrease of governmental activities expenses are as follows:

- General governmental expenses decreased by 10% from \$18.8 million in FY 2017 to \$16.9 million in FY 2018. Decrease was due to a decline in FEMA expenses.
- Public safety expenses increased by approximately 1.5%, up to \$28.1 million in FY 2018 compared to \$27.7 million in FY 2017. Increase was from fire excise fund projects.
- Highways and road expenses increased approximately 4% to \$11.2 million in FY 2018 compared to the previous FY 2017 at \$10.7 million. This was due to the Standpipe Road project
- Health and sanitation decreased by 3.5% from \$8.5 million in FY 2017 to \$8.2 million in FY 2018. This was due to indigent expenses.
- Culture and recreation decreased significantly by 73% from \$120K in FY 2017 to \$32.5K in FY 2018.



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, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

At the end of the fiscal year 2018, the County's governmental funds reported combined ending fund balances of \$97,288,179 an increase of \$14.7 million over fiscal year 2017. This was a result of general fund's surplus of over \$11 million. The general fund's fund balance increased by 69% to \$39.6 million in FY 2018 compared to \$23.4 million in FY 2017. The reason for the \$16 million increase is the difference in unassigned fund balance between the two fiscal years. Overall, general fund's FY 2018 assets and liabilities were \$40 million and \$949K respectively compared to FY 2017 \$24.8 million and \$1.1 million respectively.

**Eddy County, New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2018**

BUDGETARY HIGHLIGHTS – BUDGET TO ACTUAL

The state of New Mexico budget process is defined under state law and regulation under the guidance of the Department of Finance and Administration, Local Government Division. Original budgets are submitted to the Board of County Commissioners DFA/LGD each year in June for approval. Any budget changes during the year are also submitted to DFA/LGD for approval.

General Fund revenues were over budgetary estimates by \$721,570. General fund expenditures were less than budgetary estimates by \$5.3 million as of June 30, 2018, thus the County did not have to draw on existing fund balance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

	Capital Assets. The County's investment in capital assets for its governmental activities as of June 30, 2018 amounts to \$164,847,436 (net of accumulated depreciation). These investments in capital assets include buildings and building improvements, infrastructure, equipment and furnishings, and construction in progress.
	Major capital events during the fiscal year ending June 30, 2018 included the following:
	<ul style="list-style-type: none"> • Eddy County Sheriff's Department purchased 11 vehicles for a total of \$356,738 in FY18. • The Eddy County Fire Service Department received \$300,000 in donations for the Fire Service Parking Lot paving project totaling \$399,615 in FY18. • County Road 745 Harroun Bridge project was finished in FY18 for the total cost of \$2,587,638. • The Joel Volunteer Fire Department, Atoka Volunteer Fire Department, and Happy Valley Volunteer Fire Department, purchased various fire trucks in the amounts of \$530,444, \$998,148, and \$491,083 for a total cost of \$2,019,675 in FY18. • The Sandpoint Landfill entered into two new leases for a Motorgrader and Excavator for the total amount of \$560,668. • The Sun Country Volunteer Fire Department had a Fire Apparatus Bay constructed in FY18 for a total cost of \$413,046. • Infrastructures - several projects were either started or in progress in FY 2018, including the Fire Service Parking Lot Paving project, the Fire Service Complex building improvement, the Landfill Shop Phase II, Buck Jackson, Standpipe Road, and various FEMA Roads. In total, approximately \$33 million was spent in FY 2018

**Eddy County, New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2018**

Major Debt events during the fiscal year ending June 30, 2018 include the following:	
•	The Atoka Volunteer Fire Department entered into the NMFA Loan #PPRF-4436 on March 2, 2018 for the amount of \$352,645 to purchase a 2018 Rosenbauer Timberwolf.
•	The Cottonwood Volunteer Fire Department entered into the NMFA Loan #4258-PP on December 29, 2017 for the amount of \$403,023 to purchase a 2017 Rosenbauer Pumper.
•	The Happy Valley Volunteer Fire Department entered into the NMFA Loan #PPRF-4715 on May 25, 2018 for the amount of \$380,816 to purchase a 2018 International Fire Truck in FY19.

Capital Assets Activity. A summary of capital assets and changes occurring during the year ended June 30, 2018 follows. Land is not subject to depreciation.

	Balance June 30, 2017	Additions	Deletions	Balance June 30, 2018
Capital assets not being depreciated:				
Land	\$ 2,662,978	\$ -	\$ -	\$ 2,662,978
Construction in progress	42,372,870	34,523,382	4,183,307	72,712,945
Total capital assets not being depreciated	45,035,848	34,523,382	4,183,307	75,375,923
Capital assets being depreciated:				
Buildings and improvements	70,138,596	676,063	-	70,814,659
Other improvements	6,225,742	1,096,404	-	7,322,146
Infrastructure	156,612,432	2,587,638	1,175,765	158,024,305
Equipment and furnishings	36,430,995	4,190,265	1,182,534	39,438,726
Equipment - capital leases	3,241,873	560,668	455,310	3,347,231
Total capital assets being depreciated	272,649,638	9,111,038	2,813,609	278,947,067
Total capital assets	317,685,486	43,634,420	6,996,916	354,322,990
Less accumulated depreciation:				
Buildings and improvements	23,939,557	2,006,143	-	25,945,700
Other improvements	2,374,710	165,431	-	2,540,141
Infrastructure	131,865,058	4,316,891	1,131,673	135,050,276
Equipment and furnishings	22,252,586	2,754,355	894,141	24,112,800
Equipment - capital leases	1,365,661	707,602	246,626	1,826,637
Total accumulated depreciation	181,797,572	9,950,422	2,272,440	189,475,554
Total capital assets, net of depreciation	\$ 135,887,914	\$ 33,683,998	\$ 4,724,476	\$ 164,847,436

The major activities in capital assets for the year was the purchase of three fire truck pumper/tankers, eleven Law Enforcement vehicles, the Sun Country Fire Apparatus Bay, various paving projects including the Fire Service Complex, and the completion of Harroun Road.

Eddy County, New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2018

Debt Administration.

Eddy County has seven lease purchase agreements for heavy equipment used at the Sandpoint Landfill of which two will mature in FY 2019, one will mature in FY 2020, and two will mature during FY 2021, one will mature in FY 2022, and one will mature in FY 2024. These leases are being paid for out of the Environmental Fund.

In August 2009, Eddy County approved an ordinance authorizing the issuance and sale of taxable industrial revenue bonds (HB Potash, LLC Project) Series 2009 in a maximum principal amount of \$60,000,000 to provide funds to finance the acquisition and construction of an Industrial Revenue Bond Manufacturing Facility to be used by HB Potash, LLC for the manufacturing and processing of potash. In September of 2016, this IRB was terminated.

In July 2010, Eddy County approved an ordinance authorizing the issuance and sale of taxable industrial revenue bonds (Intrepid Potash-New Mexico, LLC Langbeinite Recovery Improvement Project) Series 2010 in a maximum principal amount of \$90,000,000 to provide funds to finance the acquisition and construction of an Industrial Revenue Bond Manufacturing facility to be used by Intrepid Potash-New Mexico, LLC for the manufacturing and processing of potash. In September 2016, this IRB was terminated.

In June 2015, Eddy County authorized the issuance and sale of taxable industrial revenue bonds (Enterprise Field Services, LLC Project) Series 2015 in a maximum principal amount of \$600,000,000 to provide funds to finance the acquisition and construction of an Industrial Revenue Bond Manufacturing facility to be used by Enterprise Field Services, LLC for the manufacturing and processing of natural gas.

In December 2017, Eddy County entered into an NMFA loan (4258-PP) for Cottonwood VFD in the amount of \$403,023 to purchase a 2017 Rosenbauer pumper. This is a seven year loan, with a final payment date of May 1, 2025.

In March 2018, Eddy County entered into an NMFA loan (PPRF-4436) for Atoka VFD in the amount of \$352,645 to purchase a 2018 Rosenbauer Timberwolf. This is a seven year loan, with a final payment date of May 1, 2025.

In May 2018, Eddy County entered into an NMFA loan (PPRF-4715) for Happy Valley VFD in the amount of \$380,816 to purchase a 2018 International Fire Truck. This is a nine year loan, with a final payment date of May 1, 2029.



**Eddy County, New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2018**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Several strategic objectives were of highest priority when developing the fiscal year 2017-2018 budget:

- Operating within a business plan that is based on sustainable resources, measured performance and outstanding customer service
- Supporting public safety programs
- Investing in community infrastructure in facilities and road improvements to support economic development
- Planning for long-term capital facility and personnel needs
- Maintaining a professional county staff that will meet the needs of the citizens of Eddy County

Budget Objectives

- Eddy County will be using some of its reserves for the FY 2018-2019 budget.
- Some operational increase to be given.
- Personnel budget will include annual step increases.
- Capital expense requests will be looked at carefully and considered on a case by case basis.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances. If you have questions about this report or need additional information, please contact the Director of Finance, Eddy County 101 W. Greene St., Carlsbad, NM 88220.

Financial Statements

Eddy County, New Mexico
Statement of Net Position
June 30, 2018

	Primary Government	Component Unit
	Governmental Activities	Regional Emergency Dispatch Authority
Assets		
Current assets		
Cash and cash equivalents	\$ 50,863,712	\$ 210,928
Investments	36,566,492	-
Receivables:		
Property taxes	579,068	-
Other taxes	13,207,020	-
Intergovernmental	251,985	164,554
Other receivables	742,544	-
Prepaid expenses	547,629	16,792
Total current assets	102,758,450	392,274
Noncurrent assets		
Restricted cash and cash equivalents	59,736	-
Restricted investments	321,524	-
Capital assets	354,322,990	2,209,170
Less: accumulated depreciation	(189,475,554)	(934,313)
Total noncurrent assets	165,228,696	1,274,857
Total assets	267,987,146	1,667,131
Deferred outflows of resources		
Deferred outflows - pension	10,073,653	568,499
Deferred outflows - OPEB	353,408	16,410
Total deferred outflows of resources	10,427,061	584,909
Total assets and deferred outflows of resources	\$ 278,414,207	\$ 2,252,040

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

	Primary Government	Component Unit
	Governmental Activities	Regional Emergency Dispatch Authority
Liabilities		
Current liabilities		
Accounts payable	\$ 4,636,703	\$ -
Accrued expenses	769,720	75,402
Current portion of accrued compensated absences	386,325	36,086
Current portion of capital leases	787,366	-
Current portion of loans payable	100,478	-
Total current liabilities	6,680,592	111,488
Noncurrent liabilities		
Noncurrent portion of accrued compensated absences	657,797	-
Noncurrent portion of capital leases	1,199,354	-
Noncurrent portion of working capital loan	-	315,000
Noncurrent portion of loans payable	1,036,006	-
Net pension liability	33,282,038	1,312,251
Other post employment benefit liability	18,453,426	881,410
Total noncurrent liabilities	54,628,621	2,508,661
Total liabilities	61,309,213	2,620,149
Deferred inflows of resources		
Deferred inflows - pension	4,063,410	80,770
Deferred inflows - OPEB	4,199,956	200,607
Total deferred inflows of resources	8,263,366	281,377
Net position		
Net investment in capital assets	162,105,492	959,857
Restricted for:		
Capital projects	8,605,314	-
Other purposes - special revenue	48,834,801	-
Unrestricted	(10,703,979)	(1,609,343)
Total net position	208,841,628	(649,486)
Total liabilities, deferred inflows of resources, and net position	\$ 278,414,207	\$ 2,252,040

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

Eddy County, New Mexico
Statement of Activities
For the Year Ended June 30, 2018

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Primary government			
Governmental activities:			
General government	\$ 16,881,362	\$ 949,400	\$ 97,434
Public safety	28,120,676	893,014	2,642,229
Culture and recreation	32,524	-	62,355
Health and welfare	8,207,654	881,648	458,509
Highways and roads	11,152,838	35,250	1,377,258
Interest on long-term debt	87,885	-	-
Debt issuance costs	8,524	-	-
Total governmental activities	\$ 64,491,463	\$ 2,759,312	\$ 4,637,785
Component unit:			
Regional Emergency Dispatch Authority	\$ 2,467,908	\$ 633	\$ 1,871,134

General revenues:

Taxes:

- Property
- Gross receipts
- Gasoline and motor vehicle
- Oil and gas
- Other

Local sources

Payment in lieu of taxes

Miscellaneous revenue

Investment income

Proceeds from the sale of assets

Total general revenues

Change in net position

Net position - beginning of year, as originally stated

Net position - restatement (note 21)

Net position - beginning of year, as restated

Net position - end of year

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

<u>Program Revenues</u>		<u>Component Unit</u>	
<u>Capital Grants and Contributions</u>	<u>Net Revenue (Expense) and Changes in Net Position</u>	<u>Regional Emergency Dispatch Authority</u>	
\$ 16,070,652	\$ 236,124	\$ -	
-	(24,585,433)	-	
-	29,831	-	
-	(6,867,497)	-	
252,917	(9,487,413)	-	
-	(87,885)	-	
-	(8,524)	-	
<u>\$ 16,323,569</u>	<u>(40,770,797)</u>	<u>-</u>	
<u>\$ 3,921</u>	<u>(592,220)</u>	<u>(592,220)</u>	
	15,047,099	-	
	31,830,593	-	
	973,413	-	
	22,194,303	-	
	157,936	-	
	900,544	-	
	3,598,621	-	
	5,171,798	-	
	362,085	-	
	22,096	-	
	<u>80,258,488</u>	<u>-</u>	
	<u>39,487,691</u>	<u>(592,220)</u>	
	191,273,667	989,710	
	(21,919,730)	(1,046,976)	
	<u>169,353,937</u>	<u>(57,266)</u>	
<u>\$ 208,841,628</u>	<u>\$ (649,486)</u>		

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

Eddy County, New Mexico
Governmental Funds
Balance Sheet
June 30, 2018

	General	FEMA Special Revenue Fund
Assets		
Cash and cash equivalents	\$ 2,369,227	\$ 4,990,252
Investments	28,935,433	-
Receivables:		
Property taxes	579,068	-
Other taxes	8,484,662	-
Intergovernmental	-	-
Other receivables	40,392	-
Prepaid expenses	547,629	-
Total assets	\$ 40,956,411	\$ 4,990,252
Liabilities, deferred inflows of resources, and fund balance		
Liabilities		
Accounts payable	\$ 333,701	\$ 2,693,029
Accrued payroll	615,394	-
Total liabilities	949,095	2,693,029
Deferred inflows of resources		
Unavailable revenue - property taxes	445,108	-
Total deferred inflows of resources	445,108	-
Fund balances		
Nonspendable for prepaid expenses	547,629	-
Spendable		
Restricted for:		
General county operations	-	-
Disaster relief	-	2,297,223
Fire departments	-	-
Road maintenance	-	-
Environmental	-	-
Public safety	-	-
Healthcare	-	-
Community improvement	-	-
Capital expenditures	-	-
Committed for:		
Capital expenditures	-	-
Unassigned	39,014,579	-
Total fund balances	39,562,208	2,297,223
Total liabilities, deferred inflows of resources, and fund	\$ 40,956,411	\$ 4,990,252

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

	Road Special Revenue Fund	Nonmajor Governmental Funds	Total Governmental Funds		
\$	624,829	\$	42,939,140	\$	50,923,448
	7,631,059		321,524		36,888,016
	-		-		579,068
	317,946		4,404,412		13,207,020
	-		251,985		251,985
	651,820		50,332		742,544
	-		-		547,629
\$	9,225,654	\$	47,967,393	\$	103,139,710
\$	970,757	\$	639,216	\$	4,636,703
	88,941		65,385		769,720
	1,059,698		704,601		5,406,423
	-		-		445,108
	-		-		445,108
	-		-		547,629
	-		1,615,030		1,615,030
	-		-		2,297,223
	-		17,800,310		17,800,310
	8,165,956		-		8,165,956
	-		7,362,983		7,362,983
	-		1,808,523		1,808,523
	-		9,682,809		9,682,809
	-		28,220		28,220
	-		3,394,279		3,394,279
	-		5,592,295		5,592,295
	-		(21,657)		38,992,922
	8,165,956		47,262,792		97,288,179
\$	9,225,654	\$	47,967,393	\$	103,139,710

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

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**Eddy County, New Mexico
Governmental Funds**

**Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position
June 30, 2018**

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

Fund balances - total governmental funds	\$ 97,288,179
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	164,847,436
Other noncurrent assets are not available to pay for current period expenditures and, therefore, are deferred in the funds:	
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the Statement of Activities	445,108
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in funds:	
Deferred outflows - pension	10,073,653
Deferred outflows - OPEB	353,408
Deferred inflows - pension	(4,063,410)
Deferred inflows - OPEB	(4,199,956)
Certain liabilities, including loans payable, and current and long-term portions of accrued compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds:	
Compensated absences not due and payable	(1,044,122)
Loans payable	(1,136,484)
Capital leases payable	(1,986,720)
Net pension liability	(33,282,038)
Other post employment benefit liability	(18,453,426)
Net position - governmental activities	\$ 208,841,628

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

Eddy County, New Mexico
Governmental Funds

Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2018

	General	FEMA Special Revenue Fund
Revenues		
Taxes:		
Property	\$ 14,484,326	\$ -
Gross receipts	12,621,874	-
Gasoline and motor vehicle	-	-
Oil and gas	21,774,324	-
Lodgers	-	-
Intergovernmental:		
Federal operating grants	-	-
Federal capital grants	-	16,070,652
State operating grants	70,466	-
State capital grants	-	-
Local sources	25,328	-
Payment in lieu of taxes	3,598,621	-
Charges for services	1,399,580	-
Investment income	361,306	-
Miscellaneous	381,084	-
Total revenues	54,716,909	16,070,652
Expenditures		
Current:		
General government	13,228,098	-
Public safety	18,888,627	-
Culture and recreation	-	-
Health and welfare	98,170	-
Highways and roads	-	-
Capital outlay	947,430	27,785,129
Debt service:		
Principal	-	-
Interest	-	-
Issuance costs	-	-
Total expenditures	33,162,325	27,785,129
Excess (deficiency) of revenues over expenditures	21,554,584	(11,714,477)
Other financing sources (uses)		
Loan proceeds	-	-
Proceeds from sale of assets	16,396	-
Transfers in	730,986	8,000,000
Transfers (out)	(6,142,451)	(35,251)
Total other financing sources (uses)	(5,395,069)	7,964,749
Net change in fund balances	16,159,515	(3,749,728)
Fund balances - beginning of year	23,402,693	6,046,951
Fund balances - end of year	\$ 39,562,208	\$ 2,297,223

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

	Road Special Revenue Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$	-	\$ 465,466	\$ 14,949,792
	-	19,208,719	31,830,593
	973,413	-	973,413
	419,979	-	22,194,303
	-	157,936	157,936
	37,729	740,412	778,141
	-	-	16,070,652
	1,339,529	2,449,649	3,859,644
	-	252,917	252,917
	233,995	641,221	900,544
	-	-	3,598,621
	35,250	1,324,482	2,759,312
	-	779	362,085
	3,627,350	1,163,364	5,171,798
	6,667,245	26,404,945	103,859,751
	-	1,259,637	14,487,735
	-	4,274,334	23,162,961
	-	17,149	17,149
	-	7,896,670	7,994,840
	4,878,536	-	4,878,536
	4,071,272	6,086,614	38,890,445
	-	775,730	775,730
	-	87,885	87,885
	-	8,524	8,524
	8,949,808	20,406,543	90,303,805
	(2,282,563)	5,998,402	13,555,946
	-	1,136,484	1,136,484
	96	5,604	22,096
	5,685,305	1,542,137	15,958,428
	-	(9,780,726)	(15,958,428)
	5,685,401	(7,096,501)	1,158,580
	3,402,838	(1,098,099)	14,714,526
	4,763,118	48,360,891	82,573,653
\$	8,165,956	\$ 47,262,792	\$ 97,288,179

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

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Eddy County, New Mexico

**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, 2018**

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

Net change in fund balances - total governmental funds	\$ 14,714,526
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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 and reported as depreciation expense:

Capital expenditures	38,890,445
Depreciation expense	(9,950,422)
Book value of disposed/deleted assets	(541,169)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:

Change in unavailable revenue related to property taxes receivable	97,307
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Governmental funds report county pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense:

Employer contributions subsequent to the measurement date - PERA	2,110,460
Pension expense	(5,015,785)
Employer contributions subsequent to the measurement date - RHC	353,408
OPEB Expense	(733,652)

The issuance of long-term debt (e.g. loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:

Increase in accrued compensated absences not due and payable	(76,673)
Loan proceeds	(1,136,484)
Principal payments on capital leases payable	775,730

Change in net position of governmental activities	\$ 39,487,691
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The accompanying notes are an integral part of these financial statements.

Eddy County, New Mexico
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variances</u>
	<u>Original</u>	<u>Final</u>		<u>Favorable</u> <u>(Unfavorable)</u>
				<u>Final to Actual</u>
Revenues				
Taxes:				
Property	\$ 15,000,000	\$ 14,533,707	\$ 14,616,069	\$ 82,362
Gross receipts	6,900,000	11,445,264	11,445,264	-
Gasoline and motor vehicle	-	-	-	-
Oil and gas	13,750,000	18,123,027	18,123,027	-
Intergovernmental:				
Federal operating grants	-	16,918	-	(16,918)
State operating grants	576,369	58,919	58,919	-
Local Sources	-	-	25,328	25,328
Payment in lieu of taxes	3,200,000	3,598,621	3,598,621	-
Charges for services	454,575	454,575	1,433,990	979,415
Investment income	250,000	499,936	499,936	-
Miscellaneous	607,450	745,169	396,552	(348,617)
Total revenues	40,738,394	49,476,136	50,197,706	721,570
Expenditures				
Current:				
General government	13,448,400	14,745,009	12,076,576	2,668,433
Public safety	20,939,383	22,695,161	20,218,466	2,476,695
Culture and recreation	-	-	-	-
Health and welfare	242,742	242,742	203,989	38,753
Highways and welfare	-	-	-	-
Capital outlay	947,430	947,430	870,545	76,885
Total expenditures	35,577,955	38,630,342	33,369,576	5,260,766
Excess (deficiency) of revenues over expenditures	5,160,439	10,845,794	16,828,130	5,982,336
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	-	(5,685,355)	-	5,685,355
Proceeds from sale of asset	-	-	17,213	17,213
Transfers in	-	-	730,986	730,986
Transfers (out)	(5,160,439)	(5,160,439)	(6,142,452)	(982,013)
Total other financing sources (uses)	(5,160,439)	(10,845,794)	(5,394,253)	5,451,541
Net change in fund balances	-	-	11,433,877	11,433,877
Fund balances - beginning of year	-	-	20,009,413	20,009,413
Fund balances - end of year	\$ -	\$ -	\$ 31,443,290	\$ 31,443,290
Net change in fund balances (non-GAAP budgetary basis)				\$ 11,433,877
Adjustments to revenues for property taxes and other taxes				4,518,386
Adjustments to expenditures for payroll, capital purchases, and prepaid expenses				207,252
Net change in fund balances (GAAP)				\$ 16,159,515

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

Eddy County, New Mexico
FEMA - Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	15,331,008	16,070,552	16,070,652	100
State operating grants	-	-	-	-
Local Sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	15,331,008	16,070,552	16,070,652	100
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Highways and roads	-	-	-	-
Capital outlay	22,331,008	31,070,652	28,191,663	2,878,989
Total expenditures	22,331,008	31,070,652	28,191,663	2,878,989
Excess (deficiency) of revenues over expenditures	(7,000,000)	(15,000,100)	(12,121,011)	2,879,089
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	7,000,000	7,035,351	-	(7,035,351)
Transfers in	-	8,000,000	8,000,000	-
Transfers (out)	-	(35,251)	(35,251)	-
Total other financing sources (uses)	7,000,000	15,000,100	7,964,749	(7,035,351)
Net change in fund balances	-	-	(4,156,262)	(4,156,262)
Fund balances - beginning of year	-	-	9,146,514	9,146,514
Fund balances - end of year	\$ -	\$ -	\$ 4,990,252	\$ 4,990,252
Net change in fund balances (non-GAAP budgetary basis)				\$ (4,156,262)
No adjustments to revenue				-
Adjustments to expenditures for public works and capital purchases				406,534
Net change in fund balances (GAAP)				\$ (3,749,728)

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

Eddy County, New Mexico
Road - Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variances</u>
	<u>Original</u>	<u>Final</u>		<u>Favorable</u> <u>(Unfavorable)</u>
				<u>Final to Actual</u>
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	950,000	892,999	892,999	-
Oil and gas	350,000	422,742	422,742	-
Intergovernmental:				
Federal operating grants	5,500	37,729	37,729	-
Federal capital grants	-	-	-	-
State operating grants	2,217,138	922,474	922,474	-
Local Sources	1,235,453	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	30,000	3,640,554	3,666,126	25,572
Total revenues	4,788,091	5,916,498	5,942,070	25,572
Expenditures				
Current:				
General government	4,725,511	4,788,455	-	4,788,455
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Highways and roads	6,258,511	7,635,748	5,396,914	2,238,834
Capital outlay	-	-	2,805,417	(2,805,417)
Total expenditures	10,984,022	12,424,203	8,202,331	4,221,872
Excess (deficiency) of revenues over expenditures	(6,195,931)	(6,507,705)	(2,260,261)	4,247,444
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	1,505,492	822,400	-	(822,400)
Proceeds from sale of asset	-	-	-	-
Transfers in	4,690,439	5,685,305	5,685,305	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	6,195,931	6,507,705	5,685,305	(822,400)
Net change in fund balances	-	-	3,425,044	3,425,044
Fund balances - beginning of year	-	-	4,830,844	4,830,844
Fund balances - end of year	\$ -	\$ -	\$ 8,255,888	\$ 8,255,888
Net change in fund balances (non-GAAP budgetary basis)				\$ 3,425,044
Adjustments to revenues for taxes receivable and state grant receivables				725,271
Adjustments to expenditures for accrued payroll and capital purchases				(747,477)
Net change in fund balances (GAAP)				\$ 3,402,838

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

Eddy County, New Mexico
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2018

Assets	
Cash and cash equivalents	\$ 4,686,709
Receivables:	
Property taxes receivable	1,571,637
<hr/>	
Total assets	\$ 6,258,346
<hr/> <hr/>	
Liabilities	
Deposits held in trust	\$ 4,686,709
Due to other taxing entities	1,571,637
<hr/>	
Total liabilities	\$ 6,258,346
<hr/> <hr/>	

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

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

During the year ended June 30, 2018, the County adopted GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, GASB Statement No. 81 *Irrevocable Split-Interest Agreements*, GASB Statement No. 85 *Omnibus*, and GASB Statement No. 86 *Certain Debt Extinguishment Issues*. These four Statements are required to be implemented as of June 30, 2018, if applicable.

GASB Statement No. 75 is intended to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GASB Statement No. 75 has materially impacted the financial statements and additional disclosures are included in the notes to the financial statements to highlight the effects.

A. Financial Reporting Entity

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, as amended by GASB Statement No. 39, GASB Statement No. 61, and GASB Statement No. 80.

Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

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

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens.

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

Discretely Presented Component Unit

Regional Emergency Dispatch Authority (the "Authority") has been determined to be a component unit of the County that should be discretely presented in the County's financial statements pursuant to the criteria described above. The Authority has a separately issued financial statement and all statements, schedules, and footnotes are included in their financial statements. The component unit's activities are detailed on pages 24 through 27 in the County's financial report. Additional information regarding the Regional Emergency Dispatch Authority's separate audit report for the period ending June 30, 2018 may be obtained from their administrative office as follows: Regional Emergency Dispatch Authority, P.O. Box 450, Artesia, NM 88210.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Financial Reporting Entity (Continued)

Eddy County entered into a partnership with the Eddy-Lea Energy Alliance which combines Eddy County, Lea County, City of Hobbs, and City of Carlsbad to jointly develop a proposal for a technology-demonstration program to be undertaken by the United States Department of Energy in support of the Global Nuclear Energy Partnership. The financial responsibility is split equally between the four entities involved. While Eddy County has a presence on the ELEA board, they do not have a majority vote and do not have the ability to exercise oversight responsibility. Therefore, this entity does not meet the requirements to be presented as a component unit of the County.

B. Government-wide and fund financial statements

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

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

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

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

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

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

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred, all other grant requirements have been met and the availability criterion have been met.

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

Under the requirements of GASB Statement No. 34, the County is required to present certain of its governmental funds as major based upon certain criteria. The major funds presented in the fund financial statements include the following:

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

The *FEMA Special Revenue Fund* is used to account for funds restricted to use in Federal Emergency Management Agency (FEMA) related projects. The authority to create this fund was given by County Resolutions R-15-31, R-15-48, R-15-69.

The *Road Special Revenue Fund* is used to account for revenues and expenditures for control of road maintenance. Funding is from state shared revenue. This fund was created by authority of state statutes (see Section 67-4-1, NMSA 1978 Compilation).

Fiduciary funds are used to report assets held in a trustee or agency capacity for others that cannot be used to support the government's own programs. *Agency* funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary fund is used to account for the collection and payment of property taxes and special fees to other governmental agencies and for the temporary custodianship of funds used in certain law enforcement grant projects. The government reports the following agency fund:

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The *Sheriff Fund* (7000) is a confiscation and seizure fund to account for Eddy County Sheriff's Department confiscation and seizure funds obtained through law enforcement activities. Authority for creation of this fund is contained in Resolution R-63.

The *Restitution Fund* (7205) is used to account for court ordered restitution funds that are paid by defendants as part of their judgment and sentence/probation requirements to be used for the operation of the task force and/or in the furtherance of investigation into narcotics law violators.

The *Artesia Eagle Draw Fund* (7500) is used to account for taxes levied and collected to construct and maintain dikes, dams, embankments, ditches, or such other structures or excavations necessary to prevent flood waters from damaging property or endangering human life. Authority for creation of this fund is contained in agreement A-96-29.

The *Protest Suspense Fund* (7600) is used to account for any tax payments received under protest. This money is invested in a segregated account and will be disbursed upon resolution of the protest, either as a refund to the taxpayer, or to the general fund as tax revenue.

The *Property Tax Distribution Fund* (7900) is used to account for Eddy County property tax distribution accounts within the county.

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 various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

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

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

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments by November 10th and April 10th. Property taxes uncollected after May 10th are considered delinquent. The taxes attach as an enforceable lien on property as of January 1st.

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 column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Eddy County was a phase II government for purpose of recording the historical cost (or estimate) of infrastructure assets retroactively to 1979. Those infrastructure costs are included in the capital assets. New infrastructure built since GASB Statement No. 34 was implemented in fiscal year 2003 has also been capitalized. 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). Donated capital assets are recorded at estimated fair market value at the date of donation. There were no donated assets during the year ended June 30, 2018.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

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

Assets	Years
Buildings and improvements	25-40
Other improvements	40
Infrastructure	25
Equipment and furnishings	5-15
Equipment – capital leases	10

Accrued Expenses: Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2018, along with applicable PERA, Retiree Health Care, Social Security Taxes, and Medicare payable.

Compensated Absences: Qualified employees are entitled to accumulate annual leave up to twenty-five days per year according to a graduated leave schedule. The number of days accumulated depends on length of service. Employees may accumulate up to two hundred forty hours (thirty days) of annual leave and carry that leave forward from calendar year to calendar year. Upon termination, employees will be paid for up to two hundred forty hours of accrued annual leave.

Qualified employees are entitled to accumulate sick leave at a rate of twelve days per year. Sick leave can be carried over from year to year at no limitation. Upon termination, employees receive no pay for sick time accumulated. Employees retiring under the County’s Retirement Plan are entitled to be paid for the balance of sick leave they have accrued at the time of retirement at a rate equal to 50% of their hourly rate of pay, not to exceed \$10,000.

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

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Debt issuance costs are expensed as incurred.

Deferred Outflows of Resources: In addition to assets, the balance sheet reports a separate section for deferred outflows of resources. This separate financial statement element represents a use of net position that applies to future periods and so will not be recognized as an outflow of resources (expenditure) until that time. The County has five types of items that qualify for reporting in this category related to reporting under GASB 68 and one that arises as a result of the implementation of GASB 75, which total \$10,073,653 and \$353,408, respectively, in the Statement of Net Position. The amounts are further detailed in Note 10 and Note 11. These amounts are deferred and recognized as outflows of resources in future periods and will reduce the net pension liability and other post-employment benefit liability, respectively, in future periods.

Deferred Inflows of Resources: In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future periods and so will not be recognized as inflows of resources (revenue) until that time. Revenue must be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period) to be recognized. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred inflows of resources. The County has one item which arises under the modified accrual basis of accounting and qualifies for reporting in this category. Accordingly, the item, unavailable revenue - property taxes, is reported only in the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. The County has recorded \$445,108 as a deferred inflow related to property taxes considered "unavailable". In addition, the County has three types of items present on the Statement of Net Position that qualify for reporting in this category related to reporting under GASB 68 and three types due to the implementation of GASB 75. The deferred inflows of resources total \$4,063,410 and \$4,199,956, respectively, in the Statement of Net Position, and are further detailed in Note 10 and Note 11. These amounts are deferred and recognized as inflows of resources in the period that the amounts become available.

Fund Balance Classification Policies and Procedures: The County has implemented GASB No. 54 and has defined the various categories reported in fund balance. For committed fund balance, the County's highest level of decision-making authority is the County Commission. The formal action that is required to be taken to establish a fund balance commitment is the County Commission.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Nonspendable Fund Balance: At June 30, 2018, the County had nonspendable fund balance categorized in the governmental funds balance sheet in the amount of \$547,629 as detailed on pages 28-29.

Restricted and Committed Fund Balance: At June 30, 2018, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$52,155,333 for various County operations as restricted by enabling legislation. The County has also presented committed fund balance on the governmental funds balance sheet in the amount of \$5,592,295. The details of these fund balance items are located on the governmental funds balance sheet as detailed on pages 28-29.

Minimum Fund Balance Policy: The County's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. At a minimum, the budget shall ensure that the County holds cash reserves of 3/12th the General Fund expenditures and cash reserves of 1/12th the Road Special Revenue Fund.

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

- a. Net investment in capital assets: Net position 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. Net investment in capital assets includes \$381,260 of unspent program funds from NMFA loans.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

- b. Restricted net position: Consist of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for “special revenue, debt service, and capital projects” are described on pages 44 and 101-107.
- c. Unrestricted net position: All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Interfund Transactions: Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the County are management’s estimate of depreciation on assets over their estimated useful lives, net pension liability and the related deferred inflows and outflows of resources, the other post-employment benefits liabilities and the related deferred inflows and outflows of resources, and the current portion of accrued compensated absences.

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

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Postemployment Benefits Other Than Pensions (OPEB): For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRHCA. For this purpose, NMRHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

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

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

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

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ 5,160,439	\$ 10,845,794
FEMA Special Revenue Fund	\$ (7,000,000)	\$ (15,000,100)
Road Special Revenue Fund	\$ (6,195,931)	\$ (6,507,705)
Other Governmental Funds	\$ (11,202,654)	\$ (1,953,765)

The accompanying Statements of Revenues, 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.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

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, 2018 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

NOTE 3: DEPOSITS AND INVESTMENTS

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2018.

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

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

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

The County's accounts are located at an insured depository institution. All noninterest-bearing transaction accounts, will be insured by the FDIC up to the standard maximum deposit insurance amount of \$250,000 for all deposit accounts out of state and up to \$250,000 for all time and saving accounts plus up to \$250,000 for all demand deposit accounts held at a single institution in state.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). As of June 30, 2018, \$76,421,277 of the County's bank balance of \$88,696,761 was exposed to custodial credit risk; \$50,805,117 was uninsured but collateralized by collateral held by the pledging bank's trust department, but not in the County's name. \$25,616,160 of the County's deposits were uninsured and uncollateralized at June 30, 2018.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

	Artesia National Bank	Carlsbad National Bank	Financial Security Credit	Moreton Capital Markets	Pioneer Bank
Amount of deposits	\$ 8,259,488	\$ 37,409,839	\$ 250,000	\$ 10,517,216	\$ 9,385,718
FDIC Coverage	(250,000)	(250,000)	(250,000)	(10,517,216)	(250,000)
Total uninsured public funds	8,009,488	37,159,839	-	-	9,135,718

Collateralized by securities held
by pledging institutions or by its
trust department or agent in
other than the County's name

	7,202,858	17,810,976	-	-	9,135,718
Uninsured and uncollateralized	\$ 806,630	\$ 19,348,863	\$ -	\$ -	\$ -

Collateral requirement

(50% of uninsured funds)	\$ 4,004,744	\$ 18,579,920	\$ -	\$ -	\$ 4,567,859
Pledged Collateral	7,202,858	17,810,976	-	-	9,661,749
Over (Under) collateralized	\$ 3,198,114	\$ (768,944)	\$ -	\$ -	\$ 5,093,890

	Wells Fargo Bank	Western Bank Artesia	Western Commerce	Total
Amount of deposits	\$ 5,793,807	\$ 3,000,000	\$ 14,080,693	\$ 88,696,761
FDIC Coverage	(258,268)	(250,000)	(250,000)	(12,275,484)
Total uninsured public funds	5,535,539	2,750,000	13,830,693	76,421,277

Collateralized by securities held
by pledging institutions or by its
trust department or agent in
other than the County's name

	5,535,539	2,413,375	8,706,651	50,805,117
Uninsured and uncollateralized	\$ -	\$ 336,625	\$ 5,124,042	\$ 25,616,160

Collateral requirement

(50% of uninsured funds)	\$ 2,767,770	\$ 1,375,000	\$ 6,915,347	\$ 38,210,640
Pledged Collateral	12,952,252	2,413,375	8,706,651	58,747,861
Over (Under) collateralized	\$ 10,184,482	\$ 1,038,375	\$ 1,791,304	\$ 20,537,221

The collateral pledged is listed on pages 142-144 of this report. The types of collateral are limited to direct obligations of the United States Government and all bonds issued by any agency, district, or political subdivision of the State of New Mexico.

In addition to the regular FDIC coverage of \$250,000 per bank, the deposits at Moreton Capital Markets also include CDs (and related FDIC insurance) of \$250,000 spread across forty-four separate financial institutions, all invested as part of the Moreton Capital Markets account, in order to not exceed FDIC insurance coverage per institution.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

As of June 30, 2018, the County had the following investments and maturities:

<u>Investment Type</u>	<u>Weighted Average Maturities</u>	<u>Fair Value</u>	<u>Rating</u>
Moreton Capital Securities	1 to 5 years	\$ 8,718,583	AA+

The County has presented certificates of in the amount of \$27,847,909 as investments in the Statement of Net Position; however, these are classified as deposits for disclosure purposes.

The County utilized pooled accounts for their funds. The General, Special Revenue, Capital Projects, and Agency Funds are all in multiple accounts.

Reconciliation of Cash, Cash Equivalents, and Investments

Cash and cash equivalents	\$ 50,863,712
Restricted cash and cash equivalents	59,736
Investments	36,566,492
Restricted investments	321,524
Agency funds cash	4,686,709
<u>Total cash and cash equivalents</u>	<u>92,498,173</u>
Add: outstanding checks	5,310,636
Add: investments in securities	(8,718,583)
Less: petty cash	(1,649)
Less: deposits in transit	(10,556)
Less: restricted NMFA program funds	(381,260)
<u>Bank balance of deposits</u>	<u>\$ 88,696,761</u>

Investments

Credit Risk

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

Concentration of Credit Risk – Investments. For an investment, concentration of credit risk is when any one issuer is 5% or more of the investment portfolio of the County. The County has not invested 5% or more in any one issuer.

Fair Value Measurement

The fair value framework uses a hierarchy that prioritizes the inputs to the valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements).

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

The three levels of the fair value hierarchy are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the County has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets.
- Inputs other than quoted prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. See above for discussion of valuation methodologies used to measure fair value of investments.

The valuation methodologies described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the County believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

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The valuation methodologies described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the County believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The County maintained a balance of \$19,235,799 in Moreton Capital Markets, at year end which required fair value disclosure. The balance held with Moreton consisted of \$10,517,216 in certificates of deposit and \$8,718,583 in various bond securities.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Bonds totaling \$5,723,708 were valued at the documented trade history of the exact security. The remaining \$2,994,875 were valued using an option-adjusted discounted cashflow model.

The following table sets forth by level within the fair value hierarchy, the County's assets at fair value as of June 30, 2018:

	Level 1	Level 2	Level 3	Total
U.S. Agency Bonds	\$ 309,661	\$ 5,414,047	\$ -	\$ 5,723,708
U.S. Govt. Sponsored Enterprise Bonds	-	2,994,875	-	2,994,875
Total	\$ 309,661	\$ 8,408,922	\$ -	\$ 8,718,583

NOTE 4: RECEIVABLES

Receivables as of June 30, 2018, are as follows:

	General 1000	Road 2200	Total Nonmajor Funds	Total
Property taxes	\$ 579,068	\$ -	\$ -	\$ 579,068
Other taxes:				
Gross receipts taxes	2,630,150	-	2,940,823	5,570,973
Gasoline and oil taxes	5,854,512	66,218	-	5,920,730
Motor vehicle taxes	-	251,728	-	251,728
Fire Excise Tax	-		1,463,589	1,463,589
Other receivables:				
Intergovernmental-grants:				
State	-	-	124,570	124,570
Federal	-	-	127,415	127,415
Other	40,392	651,820	50,332	742,544
Totals by category	\$ 9,104,122	\$ 969,766	\$ 4,706,729	\$ 14,780,617

The County considers all receivables to be 100% collectible.

The County has a loan receivable from the Regional Emergency Dispatch Authority for \$249,000. There are not defined terms for repayment of this loan, so the County has an allowance for the full balance.

In accordance with GASB Statement No. 33, property tax revenues in the amount of \$445,108 that was not collected within the period of availability have been reclassified as deferred inflows of resources in the governmental fund financial statements.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 5: INTERFUND TRANSFERS

Net operating transfers, made to close out funds and to supplement other funding sources, in the normal course of operations, were as follows for the year ended June 30, 2018:

Transfers In	Transfers Out	Amount
Road Special Revenue Fund	General Fund	\$ 5,550,439
Correction Fees	General Fund	450,000
Legislative Project	General Fund	76,683
EMSER Homeland Security	General Fund	25,106
Region VI Administration	General Fund	20,223
Recreation	General Fund	20,000
Fire Excise - Atoka	Fire Excise - Loving	38,095
Fire Excise - Cottonwood	Fire Excise - Loving	38,095
Fire Excise - Happy Valley	Fire Excise - Loving	38,095
Fire Excise - Joel	Fire Excise - Loving	38,095
Fire Excise - La Huerta	Fire Excise - Loving	38,095
Fire Excise - Loco Hills	Fire Excise - Loving	38,095
Fire Excise - Otis	Fire Excise - Loving	38,095
Fire Excise - Sun Country	Fire Excise - Loving	38,095
Fire Excise - Queen	Fire Excise - Loving	38,095
Fire Excise - Riverside	Fire Excise - Loving	38,095
Fire Excise - Malaga	Fire Excise - Loving	38,095
Fire Excise - Atoka	Fire Excise - Hope	48,280
Fire Excise - Cottonwood	Fire Excise - Hope	48,280
Fire Excise - Happy Valley	Fire Excise - Hope	48,280
Fire Excise - Joel	Fire Excise - Hope	48,280
Fire Excise - La Huerta	Fire Excise - Hope	48,280
Fire Excise - Loco Hills	Fire Excise - Hope	48,280
Fire Excise - Otis	Fire Excise - Hope	48,280
Fire Excise - Sun Country	Fire Excise - Hope	48,280
Fire Excise - Queen	Fire Excise - Hope	48,280
Fire Excise - Riverside	Fire Excise - Hope	48,280
Fire Excise - Malaga	Fire Excise - Hope	48,280
FEMA Special Revenue Fund	Road Construction	8,000,000
Road Special Revenue Fund	Building Construction	99,615
Road Special Revenue Fund	FEMA Special Revenue Fund	35,251
General Fund	EMSER Hazmat	76,399
General Fund	Building Construction	629,366
General Fund	Region VI Administration	25,221
	Total	\$ 15,958,428

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 6: CAPITAL ASSETS

The following is a summary of capital assets and changes occurring during the year ended June 30, 2018. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2017	Additions	Deletions	Balance June 30, 2018
Capital assets not being depreciated:				
Land	\$ 2,662,978	\$ -	\$ -	\$ 2,662,978
Construction in progress	42,372,870	34,523,382	4,183,307	72,712,945
Total capital assets not being depreciated	45,035,848	34,523,382	4,183,307	75,375,923
Capital assets being depreciated:				
Buildings and improvements	70,138,596	676,063	-	70,814,659
Other improvements	6,225,742	1,096,404	-	7,322,146
Infrastructure	156,612,432	2,587,638	1,175,765	158,024,305
Equipment and furnishings	36,430,995	4,190,265	1,182,534	39,438,726
Equipment - capital leases	3,241,873	560,668	455,310	3,347,231
Total capital assets being depreciated	272,649,638	9,111,038	2,813,609	278,947,067
Total capital assets	317,685,486	43,634,420	6,996,916	354,322,990
Less accumulated depreciation:				
Buildings and improvements	23,939,557	2,006,143	-	25,945,700
Other improvements	2,374,710	165,431	-	2,540,141
Infrastructure	131,865,058	4,316,891	1,131,673	135,050,276
Equipment and furnishings	22,252,586	2,754,355	894,141	24,112,800
Equipment - capital leases	1,365,661	707,602	246,626	1,826,637
Total accumulated depreciation	181,797,572	9,950,422	2,272,440	189,475,554
Total capital assets, net of depreciation	\$ 135,887,914	\$ 33,683,998	\$ 4,724,476	\$ 164,847,436

Depreciation expense for the year ended June 30, 2018 was charged to the functions of the governmental activities as follows:

General Government	\$ 958,945
Public Safety	2,984,776
Culture and Recreation	15,375
Health and Welfare	42,807
Highways and Roads	5,948,519
Total	\$ 9,950,422

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 7: LONG-TERM DEBT

During the year ended June 30, 2018, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance			Balance	Due Within
	June 30, 2017	Additions	Retirements	June 30, 2018	One Year
Loans Payable	\$ -	\$ 1,136,484	\$ -	\$ 1,136,484	\$ 100,478
Capital Leases	2,201,782	560,668	775,730	1,986,720	787,366
Compensated Absences	967,449	944,342	867,669	1,044,122	386,325
Total long-term debt	\$ 3,169,231	\$ 1,505,010	\$ 1,643,399	\$ 3,030,842	\$ 1,173,691

The County has entered into agreements to lease various pieces of equipment. The leases bear interest between 2.90% and 4.99%. The payments are due monthly from the Environmental Gross Receipts Tax Fund. The County is not aware of any instances of non-compliance with the significant requirements of the capital lease agreements.

Capital lease debt service requirements to maturity are as follows:

Fiscal Year				Total Debt
Ending June 30,	Principal	Interest		Service
2019	\$ 787,366	\$ 43,426	\$	830,792
2020	304,777	42,690		347,467
2021	546,962	27,052		574,014
2022	65,868	13,640		79,508
2023	189,857	6,657		196,514
2024	91,890	3,841		95,731
	\$ 1,986,720	\$ 137,306	\$	2,124,026

Amortization of leased equipment under capital assets is included with depreciation expense.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 7: LONG-TERM DEBT (Continued)

NMFA Loans

The County entered into three loan agreements with the New Mexico Finance Authority. The NMFA loans are as follows:

Description	Date of Issue	Term	Interest Rate	Original Issue Amount	Balance June 30, 2018	Source of Pledged Revenues
NMFA 4258-PP Cottonwood Volunteer Fire Department Fire Pumper Truck	December 2017	7 years	1.69%	\$ 403,023	\$ 403,023	State Fire Protection Funds
NMFA PPRF-4436 Atoka Volunteer Fire Department Fire Pumper Truck	March 2018	7 years	1.80%	\$ 352,645	\$ 352,645	State Fire Protection Funds
NMFA PPRF-4715 Happy Valley Volunteer Fire Department Fire Pumper Truck	May 2018	10 years	2.45%	\$ 380,816	\$ 380,816	State Fire Protection Funds
					\$ 1,136,484	

The annual requirements to amortize the NMFA loan as of June 30, 2018, including interest payments, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2019	\$ 100,478	\$ 15,609	\$ 118,106
2020	132,196	28,237	160,433
2021	142,464	17,970	160,434
2022	144,797	15,636	160,433
2023	147,300	13,133	160,433
2024-2028	426,103	27,797	453,900
2029	43,146	1,199	44,345
\$ 1,136,484		\$ 119,581	\$ 1,213,739

On May 26, 2015, Ordinance No. O-15-81 was passed, authorizing the issuance and sale of Industrial Revenue Bond Series 2015 in the maximum principal amount of \$600,000,000 to finance the acquisition, construction and equipping of a natural gas processing facility to be used by Enterprise Field Services, LLC. The bond is a conduit debt liability on the part of the County; no liability has been recorded as no cash payments are required. There was no amount of the conduit debt obligations outstanding as of June 30, 2018.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 7: LONG-TERM DEBT (Continued)

Liabilities for compensated absences are generally liquidated by the fund from which the employee's salaries are paid; the majority of the County's liability has been satisfied by payments from the General fund.

NOTE 8: RISK MANAGEMENT

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

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

At June 30, 2018, no unpaid claims have been filed which exceed the policy limits and to the best of management's knowledge and belief, all known and unknown claims will be covered by insurance. The County is not aware of any major lawsuits that have been filed.

NOTE 9: OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

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

- A. Deficit fund balance of individual funds. The following fund had a deficit fund balance as of June 30, 2018:

EMSER Homeland Security Special Revenue Fund	\$	(21,657)
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- B. Excess of expenditures over budget authority. There were no funds with expenditures in excess of budget authority for the year ended June 30, 2018.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 9: OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (Continued)

C. Designated cash appropriations in excess of available balances. The following funds had cash appropriations exceeding approved budgetary authority for the year ended June 30, 2018:

		Cash Appropriation in Excess of Available Cash Balances
EMSER Homeland Security	\$	47,643
VFD Atoka Fund		461
Legislative Project Fund		131,007
	\$	179,111

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

General Information about the Pension Plan

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

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

Benefits provided. For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2017 available at <http://www.nmpera.org/assets/uploads/downloads/comprehensive-annual-financial-reports/CAFR-2017-Final.pdf>.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

Contributions. The contribution requirements of defined benefit plan members and Eddy County are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY17 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on page 40 of the PERA FY17 annual audit report at <http://www.nmpera.org/assets/uploads/downloads/comprehensive-annual-financial-reports/CAFR-2017-Final.pdf>. The PERA coverage options that apply to the County are: Municipal General Division, Municipal Police Division, and Municipal Fire Division. Statutorily required contributions to the pension plan from the County were \$2,110,460 and \$1,550,134 in employer paid member benefits were “picked up” by the employer for the year ended June 30, 2018.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2016. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2017, using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date June 30, 2017. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2017.

The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred inflows and outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members. Eddy County’s proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity’s percentage of that membership group’s total employer contributions for the fiscal year ended June 30, 2017. Only employer contributions for the pay period end dates that fell within the period of July 1, 2016 to June 30, 2017 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2017 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Municipal General Division, at June 30, 2018, Eddy County reported a liability of \$23,252,259 for its proportionate share of the net pension liability. At June 30, 2017, Eddy County’s proportion was 1.6922 percent, which was an increase of 0.0407 percent from its proportion measured as of June 30, 2016.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

For the year ended June 30, 2018, Eddy County recognized PERA Fund Municipal General Division pension expense of \$3,454,915. At June 30, 2018, Eddy County reported PERA Fund Municipal General Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of assumptions	\$ 1,072,275	\$ 240,280
Changes in proportion	1,144,496	-
Difference between expected and actual experience	913,656	1,190,913
Net difference between projected and actual earnings on pension plan investments	1,907,708	-
County's contributions subsequent to the measurement date	890,118	-
Total	\$ 5,928,253	\$ 1,431,193

\$890,118 reported as deferred outflows of resources related to pensions resulting from Eddy County's contributions subsequent to the measurement date June 30, 2017 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2018	\$ (1,300,799)
2019	(2,429,853)
2020	(433,806)
2021	557,516
Thereafter	-

For PERA Fund Municipal Police Division, at June 30, 2018, Eddy County reported a liability of \$8,682,378 for its proportionate share of the net pension liability. At June 30, 2017, Eddy County's proportion was 1.5628 percent, which was a decrease of 0.1601 percent from its proportion measured as of June 30, 2016.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

For the year ended June 30, 2018, Eddy County recognized PERA Fund Municipal Police Division pension expense of \$1,119,173. At June 30, 2018, Eddy County reported PERA Fund Municipal Police Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 516,572	\$ 201,894
Change in proportion	406,162	630,942
Differences between expected and actual experience	527,325	1,622,217
Net difference between projected and actual earnings on pension plan investments	699,247	-
County's contributions subsequent to the measurement date	1,155,730	-
Total	\$ 3,305,036	\$ 2,455,053

\$1,155,730 reported as deferred outflows of resources related to pensions resulting from Eddy County's contributions subsequent to the measurement date June 30, 2017 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2018	\$ (18,500)
2019	(322,946)
2020	442,743
2021	204,450
Thereafter	-

For PERA Fund Municipal Fire Division, at June 30, 2018, Eddy County reported a liability of \$1,347,401 for its proportionate share of the net pension liability. At June 30, 2017, Eddy County's proportion was 0.2355 percent, which was an increase of 0.0650 percent from its proportion measured as of June 30, 2016.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

For the year ended June 30, 2018, Eddy County recognized PERA Fund Municipal Fire Division pension expense of \$441,697. At June 30, 2018, Eddy County reported PERA Fund Municipal Fire Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 53,268	\$ 8,448
Change in proportion	627,909	-
Differences between expected and actual experience	43,995	168,716
Net difference between projected and actual earnings on pension plan investments	50,580	-
County's contributions subsequent to the measurement date	64,612	-
Total	\$ 840,364	\$ 177,164

\$64,612 reported as deferred outflows of resources related to pensions resulting from Eddy County's contributions subsequent to the measurement date June 30, 2017 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2018	\$ (291,775)
2019	(263,227)
2020	(58,159)
2021	14,573
Thereafter	-

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

Actuarial assumptions. As described above, the PERA Fund member group pension liabilities and net pension liabilities are based on actuarial valuations performed as of June 30, 2016 for each of the membership groups. Then each PERA Fund member group pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2017 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2016. These actuarial methods and assumptions were adopted by the PERA’s Board of Trustees for use in the June 30, 2016 actuarial valuation.

Actuarial valuation date	June 30, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Pay
Actuarial period	Solved for based on statutory rates
Asset valuation method	4 Year Smoothed Market Value
Actuarial Assumptions:	
Investment rate of return, net of investment expense	7.51% annual rate, net of investment expense
Projected benefit payment	100 years
Payroll growth	2.75% for first 9 years, then 3.25% annual rate
Projected salary increases	2.75% to 14.00% annual rate
Includes inflation at	2.25% annual rate first 9 years, 2.75% all other years
Mortality assumptions	RP-2000 Mortality Tables (Combined table for healthy post-retirement, Employee table for active members, and Disabled table for disabled retirees before retirement).
Experience Study Dates	July 1, 2008 to June 30, 2013 (demographic) and July 1, 2010 through June 30, 2016 (economic).

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

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

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

ALL FUNDS - Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	43.50%	7.39%
Risk Reduction & Mitigation	21.50	1.79
Credit Oriented Fixed Income	15.00	5.77
Real Assets	20.00	7.35
Total	100.00%	

Discount rate: The discount rate used to measure the total pension liability was 7.51 percent. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with statutory rates. On this basis, the pension plan’s fiduciary net position together with the expected future contributions are sufficient to provide all projected future benefit payments of current plan members as determined in accordance with GASBS 67. Therefore, the 7.51% assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer’s proportionate share of the net pension liability to changes in the discount rate. The following tables show the sensitivity of the net pension liability to changes in the discount rate. In particular, the tables present Eddy County’s net pension liability in each PERA Fund Division that Eddy County participates in, under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.51%) or one percentage point higher (8.51%) than the single discount rate.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 10: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

	1% Decrease	Current	1% Increase
PERA Fund Municipal General Division	(6.51%)	Discount Rate (7.51%)	(8.51%)
County's proportionate share of the net pension liability	\$ 36,443,970	\$ 23,252,259	\$ 12,281,517
PERA Fund Municipal Police Division	(6.51%)	Current Discount Rate (7.51%)	1% Increase (8.51%)
County's proportionate share of the net pension liability	\$ 13,845,985	\$ 8,682,378	\$ 4,444,875
PERA Fund Municipal Fire Division	(6.51%)	Current Discount Rate (7.51%)	1% Increase (8.51%)
County's proportionate share of the net pension liability	\$ 1,805,865	\$ 1,347,401	\$ 969,584

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FY17 PERA financial report. The report is available at <http://www.pera.state.nm.us/publications.html>.

Payables to the pension plan. At June 30, 2018 there were no contributions due and payable to PERA for the Authority. Contractually required contributions are remitted to PERA monthly.

NOTE 11: POST-EMPLOYMENT BENEFIT – STATE RETIREE HEALTH CARE PLAN

General Information about the OPEB

Plan description. Employees of the County are provided with OPEB through the Retiree Health Care Fund (the Fund)—a cost-sharing multiple-employer defined benefit OPEB plan administered by the New Mexico Retiree Health Care Authority (NMRHCA). NMRHCA was formed February 13, 1990, under the New Mexico Retiree Health Care Act (the Act) of New Mexico Statutes Annotated, as amended (NMSA 1978), to administer the Fund under Section 10-7C-1-19 NMSA 1978. The Fund was created to provide comprehensive group health insurance coverage for individuals (and their spouses, dependents and surviving spouses) who have retired or will retire from public service in New Mexico.

NMRHCA is an independent agency of the State of New Mexico. The funds administered by NMRHCA are considered part of the State of New Mexico financial reporting entity and are OPEB trust funds of the State of New Mexico. NMRHCA's financial information is included with the financial presentation of the State of New Mexico.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 11: POST-EMPLOYMENT BENEFIT – STATE RETIREE HEALTH CARE PLAN (Continued)

Benefits provided. The Fund is a multiple employer cost sharing defined benefit healthcare plan that provides eligible retirees (including terminated employees who have accumulated benefits but are not yet receiving them), their spouses, dependents and surviving spouses and dependents with health insurance and prescription drug benefits consisting of a plan, or optional plans of benefits, that can be contributions to the Fund and by co-payments or out-of-pocket payments of eligible retirees.

Employees covered by benefit terms – At June 30, 2017, the Fund’s measurement date, the following employees were covered by the benefit terms:

Plan Membership	
Current retirees and surviving spouses	51,208
Inactive and eligible for deferred benefit	11,478
Current active members	97,349
	160,035
<hr/>	
Active membership	
State general	19,593
State police and corrections	1,886
Municipal general	21,004
Municipal police	3,820
Municipal FTRE	2,290
Educational Retirement Board	48,756
	97,349

Contributions – Employer and employee contributions to the Fund total 3% for non-enhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee’s salary as required by Section 10-7C-15 NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer’s participation in the Fund. Contributions to the Fund from the County were \$353,408 for the year ended June 30, 2018.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2018, the County reported a liability of \$18,453,426 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The County’s proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2017. At June 30, 2017, the County’s proportion was 0.40721 percent.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 11: POST-EMPLOYMENT BENEFIT – STATE RETIREE HEALTH CARE PLAN (Continued)

For the year ended June 30, 2018, the County recognized OPEB expense of \$733,652. At June 30, 2018 the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ -	\$ 3,226,346
Net difference between projected and actual earnings on OPEB plan investments	-	265,465
Changes in proportion and differences between contributions and proportionate share of contributions	-	-
District's contributions subsequent to the measurement date	353,408	-
Differences between expected and actual experience	-	708,145
Total	\$ 353,408	\$ 4,199,956

Deferred outflows of resources totaling \$353,408 represent County's contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended June 30:		
2019	\$	(892,940)
2020		(892,940)
2021		(892,940)
2022		(892,940)
2023		(628,196)
Total	\$	(4,199,956)

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 11: POST-EMPLOYMENT BENEFIT – STATE RETIREE HEALTH CARE PLAN (Continued)

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation using the following actuarial assumptions:

Actuarial valuation date	June 30, 2017
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets
Actuarial assumptions:	
Inflation	2.50% for ERB; 2.25% for PERA
Projected payroll increases	3.50%
Investment rate of return	7.25%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs and 7.5% graded down to 4.5% over 12 for Medicare medical plan costs

Rate of Return. The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumptions.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 11: POST-EMPLOYMENT BENEFIT – STATE RETIREE HEALTH CARE PLAN (Continued)

The best estimates for the long-term expected rate of return is summarized as follows:

Asset Class	Long-Term Rate of Return
U.S. core fixed income	4.1%
U.S. equity - large cap	9.1
Non U.S. - emerging markets	12.2
Non U.S. - developed equities	9.8
Private equity	13.8
Credit and structured finance	7.3
Real estate	6.9
Absolute return	6.1
U.S. equity - small/mid cap	9.1

Discount Rate. The discount rate used to measure the Fund’s total OPEB liability is 3.81% as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2028. Thus, the 7.25% discount rate was used to calculate the net OPEB liability through 2029. Beyond 2029, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. Thus, 3.81% is the blended discount rate.

Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates. The following presents the net OPEB liability of the County, as well as what the County’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.81 percent) or 1-percentage-point higher (4.81 percent) than the current discount rate:

1% Decrease (2.81%)	Current Discount Rate (3.81%)	1% Increase (4.81%)
\$ 22,383,718	\$ 18,453,426	\$ 15,369,758

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 11: POST-EMPLOYMENT BENEFIT – STATE RETIREE HEALTH CARE PLAN (Continued)

The following presents the net OPEB liability of the County, as well as what the County’s net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

1% Decrease	Current Trend Rates	1% Increase
\$ 15,695,909	\$ 18,453,426	\$ 20,603,607

OPEB plan fiduciary net position. Detailed information about the OPEB plan’s fiduciary net position is available in NMRHCA’s audited financial statements for the year ended June 30, 2017.

Payable Changes in the Net OPEB Liability. At June 30, 2018, the County reported has no payable for outstanding contributions due to NMRHCA for the year ended June 30, 2018.

NOTE 12: LANDFILL CLOSURE AND POST-CLOSURE CARE COSTS

State and federal laws and regulations require that Eddy County and the City of Carlsbad place a final cover on their landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years after the closure of the landfill. Based on a joint powers agreement between the County and the City of Carlsbad, the closure and post-closure care costs will be shared at 50% for each governmental agency. The landfill closure and post-closure care costs are based on the amount of the landfill used during each year. The total estimated liability for landfill closure costs is \$2,240,169 as of June 30, 2018, which is based on the cumulative capacity of 13,943,056 cubic gate yards of air space to be used over its estimated life of 49.3 years. It is estimated that an additional \$1,118,814 of post-closure care costs will be recognized over 30 years after the landfill site is closed. The estimated total current cost of the landfill closure and post-closure care of \$3,3589,983 is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2018. However, the actual cost of closure and post-closure care may be higher due to inflation, changes in technology or changes in state and federal landfill laws and regulations. For the fiscal year ended June 30, 2018 the County remitted payment to the City of Carlsbad in the amount of \$222,000.

The County remits a cash payment to the City of Carlsbad each year to cover its portion of the estimated landfill closure and post-closure care costs and, therefore, no liability is recorded on the County’s books for its share of the estimated landfill closure and post-closure care costs.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 13: CONTINGENT LIABILITIES

The County is party to various claims and lawsuits arising in the normal course of business. The County is insured through the New Mexico County Insurance Authority. In the opinion of management, the outcome of these matters will not have a material effect on the financial position of the County. In addition to these various claims and lawsuits that arise in the normal course of business, the County is undergoing an open investigation with the New Mexico Attorney General over a single vendor. The outcome of this investigation is unknown as of June 30, 2018.

NOTE 14: COMMITMENTS

The County's commitments as of June 30, 2018 are as follows:

Project	Total Project Budget	Costs Incurred	Unexpended Project Balance
YORK AND MAIN SEWER PROJECT	\$ 558,000	\$ 28,412	\$ 529,588
CLERKS OFFICE CANOPY	25,000	3,010	21,990
AVALON/ALACRON	45,000	107,373	(62,373)
LANDFILL SCALE HOUSE - 20012 - PHASE I	1,700,000	597,454	1,102,546
LANDFILL SHOP - 20013 - PHASE II	597,454	881,458	(284,004)
SOUTH LOOP CORRIDOR	21,220,899	1,762,883	19,458,016
T/LPA-FL-5282-P STANDPIPE RD CN 2103130	4,647,400	2,227,950	2,419,450
SOUTH LOOP CORRIDOR	-	244,679	(244,679)
COTTONWOOD - NEW FIRE STATION	1,500,000	76,398	1,423,602
FIRE SERVICE COMPLEX	2,600,000	1,941,040	658,960
CLASS A BURN BUILDING	200,000	-	200,000
JOEL VFD PAVING - STATION 1	175,000	-	175,000
JOEL VFD PAVING - STATION 2	175,000	-	175,000
ATOKA VFD PAVING	300,000	-	300,000
DETENTION HVAC	95,000	-	95,000
COURTHOUSE SECURITY	285,000	-	285,000
DERRICK ROAD	3,427,227	-	3,427,227
BLACK RIVER VILLAGE ROAD	6,000,000	-	6,000,000
FEMA PROJECTS	102,048,354	59,579,620	42,468,734
Total Commitments	\$ 145,599,334	\$ 67,450,277	\$ 78,149,057

NOTE 15: JOINT POWER AGREEMENTS

Sandpoint Landfill

Participants	Eddy County City of Carlsbad
Responsible Party	Eddy County
Description	Jointly own, operate, and use a sanitary landfill, known as Sandpoint Landfill.
Term of agreement	Until Terminated
Amount of project	50% City / 50% County
County contributions	\$1,484,429
Audit responsibility	City of Carlsbad

Regional Emergency Dispatch Authority

Participants	Eddy County City of Artesia
Responsible Party	Regional Emergency Dispatch Authority
Description	Establish a Consolidated Communications entity in accordance with, and as authorized by, the Enhanced 911 statutes of the State of New Mexico. Establishes the Regional Emergency Dispatch Authority (REDA).
Term of agreement	Until Terminated
Amount of project	60% County / 40% City of Artesia
County contributions	\$1,257,821
Audit responsibility	Regional Emergency Dispatch Authority

NOTE 15: JOINT POWER AGREEMENTS (Continued)

Emergency Management and Response Services

Participants	Eddy County New Mexico Commission U.S. Department of Energy
Responsible Party	All
Description	Provide for the mutual assistance of the parties for the furnishing of emergency management and response services in Eddy County and the DOE WIPP Land Withdrawal Area.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Unknown
Audit responsibility	Unknown

Wildland Fire Suppression

Participants	Eddy County City of Carlsbad
Responsible Party	Both
Description	To provide wildland equipment for the suppression of wildland fires in the County of Eddy for use by properly trained personnel that respond to wildland fires in the County of Eddy.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Unknown
Audit responsibility	None

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 15: JOINT POWER AGREEMENTS (Continued)

Carlsbad Caverns Law Enforcement Assistance

Participants	Eddy County National Park Service, U.S. Department of the Interior
Responsible Party	Both
Description	To provide law enforcement assistance within the Carlsbad Caverns National Park and certain Law Enforcement Assistance outside the boundaries of the Park.
Term of agreement	Until terminated
Amount of project	Unknown
County contributions	None
Audit responsibility	None

Pecos Valley Drug Task Force

Participants	Eddy County City of Carlsbad City of Artesia 5 th Judicial District Attorney's Office
Responsible Party	All
Description	To develop, implement, and operate a drug enforcement task force to be named the Pecos Valley Drug Task Force.
Term of agreement	Until terminated
Amount of project	Unknown
County contributions	Unknown
Audit responsibility	Eddy County

NOTE 16: RESTRICTED NET POSITION

The government-wide statement of net position reports \$57,440,115 of restricted net position, all of which is restricted by enabling legislation. For descriptions of the related enabling legislation for special revenue and capital project funds, see pages 44 and 101-107.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 17: TAX ABATEMENTS

The County has the following tax abatement agreement:

Agency Number	5008
Agency Name	Eddy County
Agency Type	County
Tax Abatement Agreement Name	Industrial Revenue Bond Agreement
Recipient(s) of tax abatement	Enterprise Field Services, LLC
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Industrial Revenue Bonds
Specific Tax(es) Being Abated	Gross Receipts Taxes, Compensating Taxes and Ad Valorem Taxes
Legal authority under which tax abatement agreement was entered into	NMSA 4-59-1 et seq, 1978 Comp as amended
Criteria that make a recipient eligible to receive a tax abatement	The project was the construction of a natural gas processing facility which included related pipelines, including both gathering lines and residue gas outlet, or takeaway lines.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	Subject to the PILOT payments set forth in the lease, ad valorem taxes are abated. A deduction is provided with respect to tangible personal property that is integrated and qualified as part of the project and that are subject to gross receipts tax and such purchases are exempt from compensating tax
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	100% of ad valorem and 100% of gross receipts tax and compensating taxes at the applicable rates (both subject to PILOT described in the Lease Agreement).
Are there provisions for recapturing abated taxes? (Yes or No)	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	N/A
List each specific commitment made by the recipient of the abatement.	Pursuant to the Lease, Enterprise Field Services has agreed to undertake and complete the construction and purchase the equipment for the described project and pay the PILOT called for in the lease. The project was the construction of a natural gas processing facility which included related pipelines, including both gathering lines and residue gas outlet, or takeaway lines.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 17: TAX ABATEMENTS (Continued)

Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	Property Tax: \$547,693.40 Gross Receipts Tax: Up to \$600,000,000.00 X County Gross Receipts Rate
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	Carlsbad Municipal Schools and New Mexico State University Carlsbad receive full amount of their share of taxes through PILOT as provided in the lease agreement
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$109,538.68
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Carlsbad School District; \$780,280.52 NMSU Carlsbad Branch; \$226,379.94 Department of Finance and Administration (Debt Service); \$99,315.07
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes; Eddy County, Carlsbad School District, NMSU Carlsbad Branch, and Department of Finance and Administration (Debt Service)
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A

NOTE 18: SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2018, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is November 30, 2018 which is the date on which the financial statements were available to be issued.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 19: CONCENTRATIONS

The County depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

NOTE 20: RELATED PARTIES

During the year ended June 30, 2018, the following related party transactions occurred:

Related Party	Vendor	Relationship	Description of Expenditures During FY '18	Amount of Expenditures During the Year Ended June 30, 2018	Accounts Payable Balances at June 30, 2018
County Commissioner District II	Artesia Chamber of Commerce	Professional interest in the vendor	Lobbying Services	\$ 107,085	\$ -
Cottonwood Volunteer Fire Fighter and Cottonwood Fire Fighter	Artesia Fire Equipment Inc.	Related parties are employees of vendor	Fire Equipment and fire apparatus	1,588,350	-
Chief Deputy Assessor and Probate Judge	Caraway, Tabor, and Byers, LLP	Related party are owners of the vendor	Attorney Services	133,284	-
Chairman and County Commissioner District V	Carlsbad Dept. Development	Voting member of the Board	Development Agreement	85,000	-
County Commissioner District V	Carlsbad Mainstreet	Professional interest in the vendor	Economic Development and Promotion Agreement	15,000	-
				\$ 1,928,719	\$ -

NOTE 21: NET POSITION RESTATEMENT

The County and its component unit has a prior period adjustment of (\$21,919,730) and (\$1,046,976), respectively, which was required for implementation of GASB Statement No. 75. The adjustment reflects a beginning other post-employment benefit liability of (\$22,269,357) and (\$1,063,675) a beginning deferred outflow of resources – employer contributions subsequent to the measurement date of \$349,627 and \$16,699, respectively.

Eddy County, New Mexico
Notes to Financial Statements
June 30, 2018

NOTE 22: SUBSEQUENT PRONOUNCEMENTS

In November 2016, GASB Statement No. 83, *Certain Asset Retirement Obligations* was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In January 2017, GASB Statement No. 84 *Fiduciary Activities* was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2017, GASB Statement No. 87 *Leases* was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In April 2018, GASB Statement No. 88 *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements* was issued. Effective date: The requirements of this Statement are effective for the reporting periods beginning after June 15, 2018. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2018, GASB Statement No. 89 *Accounting for Interest Cost Incurred before the End of a Construction Period* was issued. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2018, GASB Statement No. 90 *Majority Equity Interests—an amendment of GASB Statements No.14 and No. 61)* was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. Earlier Application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

Required Supplementary Information

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

	2018	2017
	Measurement	Measurement
	Date (As of and	Date (As of and
	for the Year	for the Year
	Ended June 30,	Ended June 30,
	2017)	2016)
Eddy County's proportion of the net pension liability	1.6922%	1.6515%
Eddy County's proportionate share of the net pension liability	\$ 23,252,259	\$ 26,385,413
Eddy County's covered payroll	\$ 9,230,732	\$ 14,143,068
Eddy County's proportionate share of the net pension liability as a percentage of its covered payroll	251.90%	186.56%
Plan fiduciary net position as a percentage of the total pension liability	73.74%	69.18%

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

See independent auditors' report.
See notes to required supplementary information.

2016	2015
Measurement	Measurement
Date (As of and	Date (As of and
for the Year	for the Year
Ended June 30,	Ended June 30,
2015)	2014)
1.4492%	1.5784%
\$ 11,305,315	\$ 16,093,156
\$ 13,066,555	\$ 11,271,173
86.52%	142.78%
81.29%	76.99%

*See independent auditors' report.
See notes to required supplementary information.*

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

	2018	2017
	Measurement	Measurement
	Date (As of and	Date (As of and
	for the Year	for the Year
	Ended June 30,	Ended June 30,
	2017)	2016)
Eddy County's proportion of the net pension liability	1.5628%	1.7229%
Eddy County's proportionate share of the net pension liability	\$ 8,682,378	\$ 12,712,069
Eddy County's covered payroll	\$ 6,375,390	\$ 3,597,989
Eddy County's proportionate share of the net pension liability as a percentage of its covered payroll	136.19%	353.31%
Plan fiduciary net position as a percentage of the total pension liability	73.74%	69.18%

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

See independent auditors' report.
See notes to required supplementary information.

2016	2015
Measurement Date (As of and for the Year Ended June 30, 2015)	Measurement Date (As of and for the Year Ended June 30, 2014)
1.4819%	1.6299%
\$ 4,830,833	\$ 7,933,644
\$ 3,395,017	\$ 2,933,244
142.29%	270.47%
81.29%	76.99%

*See independent auditors' report.
See notes to required supplementary information.*

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

	2018	2017
	Measurement	Measurement
	Date (As of and	Date (As of and
	for the Year	for the Year
	Ended June 30,	Ended June 30,
	2017)	2016)
Eddy County's proportion of the net pension liability	0.2355%	0.1705%
Eddy County's proportionate share of the net pension liability	\$ 1,347,401	\$ 1,137,409
Eddy County's covered payroll	\$ 285,371	\$ 198,739
Eddy County's proportionate share of the net pension liability as a percentage of its covered payroll	472.16%	572.31%
Plan fiduciary net position as a percentage of the total pension liability	73.74%	69.18%

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

See independent auditors' report.
See notes to required supplementary information.

2016 Measurement Date (As of and for the Year Ended June 30, 2015)	2015 Measurement Date (As of and for the Year Ended June 30, 2014)
0.0511%	0.0000%
\$ 263,736	\$ -
\$ 58,171	\$ -
453.38%	0.00%
76.99%	81.29%

*See independent auditors' report.
See notes to required supplementary information.*

Eddy County, New Mexico
Schedule of the County's Contributions
Public Employees Retirement Association (PERA) Plan
PERA Fund Municipal General Division
Last 10 Fiscal Years*

	As of and for the Year Ended June 30, 2018	As of and for the Year Ended June 30, 2017
Contractually required contribution	\$ 890,118	\$ 881,535
Contributions in relation to the contractually required contribution	(890,118)	(881,535)
Contribution deficiency (excess)	\$ -	\$ -
Eddy County's covered payroll	\$ 9,320,607	\$ 9,230,732
Contributions as a percentage of covered payroll	9.55%	9.55%

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

See independent auditors' report.
See notes to required supplementary information.

As of and for the Year Ended June 30, 2016	As of and for the Year Ended June 30, 2015
\$ 1,350,663	\$ 1,247,856
<u>(1,350,663)</u>	<u>(1,247,856)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 14,143,068	\$ 13,066,555
9.55%	9.55%

*See independent auditors' report.
See notes to required supplementary information.*

Eddy County, New Mexico
Schedule of the County's Contributions
Public Employees Retirement Association (PERA) Plan
PERA Fund Municipal Police Division
Last 10 Fiscal Years*

	As of and for the Year Ended June 30, 2018	As of and for the Year Ended June 30, 2017
Contractually required contribution	\$ 1,155,730	\$ 1,146,591
Contributions in relation to the contractually required contribution	(1,155,730)	(1,146,591)
Contribution deficiency (excess)	\$ -	\$ -
Eddy County's covered payroll	\$ 6,427,864	\$ 6,375,390
Contributions as a percentage of covered payroll	17.98%	17.98%

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

See independent auditors' report.
See notes to required supplementary information.

As of and for the Year Ended June 30, 2016	As of and for the Year Ended June 30, 2015
\$ 647,638	\$ 611,103
<u>(647,638)</u>	<u>(611,103)</u>
<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
\$ 3,597,989	\$ 3,395,017
18.00%	18.00%

*See independent auditors' report.
See notes to required supplementary information.*

Eddy County, New Mexico
Schedule of the County's Contributions
Public Employees Retirement Association (PERA) Plan
PERA Fund Municipal Fire Division
Last 10 Fiscal Years*

	As of and for the Year Ended June 30, 2018	As of and for the Year Ended June 30, 2017
Contractually required contribution	\$ 64,612	\$ 61,783
Contributions in relation to the contractually required contribution	(64,612)	(61,783)
Contribution deficiency (excess)	\$ -	\$ -
Eddy County's covered payroll	\$ 298,439	\$ 285,371
Contributions as a percentage of covered payroll	21.65%	21.65%

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

See independent auditors' report.
See notes to required supplementary information.

As of and for the Year Ended June 30, 2016	As of and for the Year Ended June 30, 2015
\$ 43,027	\$ 12,594
<u>(43,027)</u>	<u>(12,594)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 198,739	\$ 58,171
21.65%	21.65%

*See independent auditors' report.
See notes to required supplementary information.*

Eddy County, New Mexico
Schedule of the County's Proportionate Share of the Net OPEB Liability
of New Mexico Retiree Health Care Act Plan
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years*

	2018 Measurement Date (As of and for the Year Ended June 30, 2017)
Eddy County's proportion of the net OPEB liability	0.40721%
Eddy County's proportionate share of the net OPEB liability	\$ 18,453,426
Eddy County's covered-employee payroll	\$ 15,891,493
Eddy County's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	116.12%
Plan fiduciary net position as a percentage of the total OPEB liability	11.34%

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

See independent auditors' report.
See notes to required supplementary information.

Eddy County, New Mexico
Schedule of the County's Contributions
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years*

		As of and for the Year Ended June 30, 2018
Contractually required contributions	\$	353,408
Contributions in relation to the contractually required contribution		(353,408)
Contribution deficiency (excess)	\$	-
Eddy County's covered-employee payroll	\$	16,046,910
Contributions as a percentage of covered-employee payroll		2.00%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Rio Rancho Public School District No. 94 will present information for those years for which information is available.

*See independent auditors' report.
See notes to required supplementary information.*

Eddy County, New Mexico
Notes to Required Supplementary Information
June 30, 2018

Public Employees Retirement Association (PERA) Plan

Changes of benefit terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY17 CAFR available at <https://www.saonm.org>

Changes of assumptions. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2016 report is available at <http://www.nmpera.org/>

New Mexico Retiree Health Care Authority (NMRHCA) Plan

Changes of benefit terms. The NMRHCA eligibility benefits changes in recent years are described in Note 1 of the NMRHCA FY17 audit available at http://nmrhca.org/uploads/FileLinks/5fccea70107e4b9fa9b1a47723691d2a/NM_RHCA_Audited_FS_6.30.17.pdf.

Changes of assumptions. The New Mexico Retiree Healthcare Authority (NMRHCA) Actuarial Valuation as of June 30, 2017 report is available at http://nmrhca.org/uploads/FileLinks/5fccea70107e4b9fa9b1a47723691d2a/NMRHCA_5507316_Final_per_Auditor_update_Final_Report_11.21.17.pdf. See the notes to the financial statements beginning on page 24 which summarizes actuarial assumptions and methods effective with the June 30, 2017 valuation.

See independent auditors' report.

Supplementary Information

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Eddy County, New Mexico
Nonmajor Governmental Fund Description
June 30, 2018

SPECIAL REVENUE FUNDS

Property Valuation (2000) - To account for administrative charges collected from ad valorem levies and used for appraisal as specified in Section 7-38-38.1 NMSA 1978.

Treasurer's Collection (2001) - To account for Eddy County Treasurer's Department collection of funds obtained by demand warrants and insufficient fund collections. Authority for creation of this fund is contained in Resolution R-02-07.

Clerk Recording and Filing (2002) - To account for funds received from charges for County services used to maintain Clerk equipment pursuant to the authority of Section 4-8-16F NMSA 1978.

Law Enforcement Protection Act (2100) - To account for revenues and expenditures for maintaining and improving the County's law enforcement department in order to enhance its efficiency and effectiveness. Funding is from the State appropriation authorized by Section 29-13-3, NMSA.

Law Enforcement Traffic Safety Grant (2101) – To account for a state grant restricted to training and equipment purchases for use in traffic safety law enforcement per NMAC 18.20.2.

Local Law Enforcement Block Grant (2102) - To pay for special schools and training, along with travel for special events such as red ribbon campaigns. Authority for creation of this fund is contained in R-02-56.

Environmental GRT (2201) – To account for environmental services gross receipts tax to be used to cover expenses associated with landfills, water systems and other environmental services. Authority for creation of this fund is contained in Resolution R-96-31.

Farm and Range (2300) - To account for soil conservation activities within the County. Financing is provided by the Taylor Grazing Act. (6-11-6 NMSA 1978)

Lodgers' Tax (2301) - To account for funds used for advertising, publicizing and promoting tourist-related attractions, facilities and events. The authority to create this fund was given by 3-38-14 to 3-38-24, NMSA 1978 Compilation.

Recreation (2302) - To account for the operation, maintenance, and construction of County owned recreational facilities. Financing is provided by cigarette tax and other miscellaneous sources. (7-12-15 NMSA 1978)

Correction Fees (2400) - To account for special fees received on citations and used to pay for prisoners' board as specified in Section 33-3-25 NMSA 1978.

Detention Concessions (2401) – To account for revenues received from commissary services which are reinvested in jail and law enforcement items and inmate recreational supplies. The authority for creation of this fund is contained in agreement A-93-94.

Eddy County, New Mexico
Nonmajor Governmental Fund Description
June 30, 2018

SPECIAL REVENUE FUNDS (Continued)

Jail Improvements (2402) – To account for revenues received from inmate telephone calls and commissary services which are reinvested in jail and law enforcement items and inmate recreational supplies. The authority for creation of this fund is contained in agreement A-93-94.

Detention SSA Initiative (2403) – To account for fees received from the Social Security Administration upon notification by the County of inmates receiving Social Security income. These funds are required to be used for the Detention Center. The authority for creation of this fund is contained in resolution R-01-41.

Southwest Border Patrol Initiative (2404) – Federal grant to reimburse County governments for costs associated with housing & processing of federally deferred criminal cases. The authority for creation of this fund is contained in resolution R-04-21.

G.I.S. Programs (2500) – To account for the funds utilized in the creation of an emergency mapping system. The authority for creation of this Special Revenue Fund is contained in commission Resolution number R-99-29.

County Indigent (2600) - To account for revenues received from state shared gross receipts taxes for hospital service for indigent citizens of the County. The fund was created by authority of state statute Section 7-20E-9, NMSA 1978 Compilation

Health Services (2601) – To account for General Fund transfers to cover salary, benefits, & operations of the Indigent Program. The authority for creation of this fund was authorized by BOCC.

Emergency Services (EMSER) (2700) – Emergency Management operating fund that contains the Emergency Management Performance Grant which reimburses the county for a percentage of Emergency Management personnel salaries. The authority for creation of this fund was authorized by BOCC.

EMSER Hazmat (2701) – To account for Department of Energy grants, including but limited to, WIPP grants. The authority for creation of this fund was authorized by BOCC.

WIPP Hazmat Grant (2702) – To account for the once-a-year award to the Emergency Management Department provided by the Waste Isolation Pilot Plan to help provide training or equipment in HAZMAT cleanup. The authority for creation of this fund is contained in resolution R-99-59.

EMSER Homeland Security (2706) – To account for Department of Homeland Security Grants including but not limited to SHSGP and EMPG grants. The authority for the creation of this fund is contained in resolution R-05-13.

Eddy County, New Mexico
Nonmajor Governmental Fund Description
June 30, 2018

SPECIAL REVENUE FUNDS (Continued)

Eddy County DWI (2850) - To account for State of New Mexico grant funds used to provide DWI and alcohol rehabilitation. Program assets include DWI prevention, law enforcement and deterrence, screening and assessment, and treatment. Authority for creation of this fund is contained in agreement A-94-24 (State project #93-D-I-G-16).

DWI DARE Donations (2851) – Created to account for DWI/DARE public donations for the programs. These donation monies are used to provide water and sandwiches for officers working the checkpoints and other patrols. The authority for creation of this fund was authorized by BOCC.

DWI Grant (2852) – Created to account for the DWI Grant from the State of New Mexico. Funds are used for the DWI counselor salaries and Accudetox services for clients. The authority for creation of this fund was authorized by BOCC.

DWI Traffic Safety (2854) – To account for state grants used to develop and implement training programs related to traffic safety pursuant to New Mexico grant 25-CD-95-31. The authority for creation of this fund was authorized by BOCC.

DWI School (2855) – Created to account for fees for DWI offenders who were sentenced to DWI School. The authority for creation of this fund was authorized by BOCC.

Fire Excise – Atoka (2900) – To account for fire excise tax revenue for the Atoka volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Cottonwood (2901) – To account for fire excise tax revenue for the Cottonwood volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Happy Valley (2902) – To account for fire excise tax revenue for the Happy Valley volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Joel (2903) – To account for fire excise tax revenue for the Joel volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – La Huerta (2904) – To account for fire excise tax revenue for the La Huerta volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Loco Hills (2905) – To account for fire excise tax revenue for the Loco Hills volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Otis (2906) – To account for fire excise tax revenue for the Otis volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Sun Country (2908) – To account for fire excise tax revenue for the Sun Country volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Eddy County, New Mexico
Nonmajor Governmental Fund Description
June 30, 2018

SPECIAL REVENUE FUNDS (Continued)

Fire Excise – Queen (2909) – To account for fire excise tax revenue for the Queen volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Riverside (2910) – To account for fire excise tax revenue for the Riverside volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Malaga (2911) – To account for fire excise tax revenue for the Malaga volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Loving (2912) – To account for fire excise tax revenue for the Loving volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – Hope (2913) – To account for fire excise tax revenue for the Hope volunteer fire department. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise – County 60% (2917) – To account for fire excise tax revenue for the Administration of the volunteer fire departments. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

Fire Excise Reserve (2918) – Reserve fund for recovery for any catastrophic event that may occur within the volunteer fire departments (i.e., loss of a station or fire truck) as outlined in Resolution R-09-53.

Fire Excise – Administration (2919) - This fund is used to account for gross receipts taxes imposed at .25% outside the boundaries of incorporated areas to be used for operations or capital outlay for Eddy County independent fire districts. The fund was created by authority of state statute Section 7-20E-16, NMSA 1978.

VFD - Atoka (2940) – To account for the operations and maintenance of the Atoka Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Cottonwood (2941) – To account for the operations and maintenance of the Cottonwood Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Happy Valley (2942) – To account for the operations and maintenance of the Happy Valley Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Joel (2943) – To account for the operations and maintenance of the Joel Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

Eddy County, New Mexico
Nonmajor Governmental Fund Description
June 30, 2018

SPECIAL REVENUE FUNDS (Continued)

VFD - La Huerta (2944) – To account for the operations and maintenance of the La Huerta Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Loco Hills (2945) – To account for the operations and maintenance of the Loco Hills Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Otis (2946) – To account for the operations and maintenance of the Otis Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Sun Country (2948) – To account for the operations and maintenance of the Sun County Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Queen (2949) – To account for the operations and maintenance of the Queen Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Riverside (2950) – To account for the operations and maintenance of the Riverside Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Malaga (2951) – To account for the operations and maintenance of the Malaga Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

VFD - Administration (2959) – To account for the operations and maintenance of the Administration of the Fire District. Financing is provided by allotments from the State of New Mexico and expenditures restricted by Section 59A-53-1 to 59A-53-19 NMSA 1978.

Contributions & Donations - Atoka (2970) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations - Cottonwood (2971) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations - Happy Valley (2972) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Eddy County, New Mexico
Nonmajor Governmental Fund Description
June 30, 2018

SPECIAL REVENUE FUNDS (Continued)

Contributions & Donations - Joel (2973) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations – La Huerta (2974) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations – Loco Hills (2975) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations - Otis (2976) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations – Sun Country (2977) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations - Queen (2978) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations - Riverside (2979) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations - Malaga (2980) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Contributions & Donations - Fire Admin (2990) – To account for miscellaneous funds that do not adhere to the requirements for the state fire funds or fire excise funds. The authority for the creation of this fund is contained in resolution R-15-31.

Motor Vehicle (5800) - To account for state funds used to operate the Artesia Motor Vehicle Office. Authority for creation of this fund is contained in Resolution R-99-53.

Region VI Administration (7103) - To account for administrative activities related to drug task force law enforcement in the Region VI area. The authority for the creation of this fund was authorized by the BOCC.

Eddy County, New Mexico
Nonmajor Governmental Fund Description
June 30, 2018

SPECIAL REVENUE FUNDS (Continued)

HIDTA (7201) – To account for federal grants used to maintain intelligence files, carry out narcotic investigations and multi-jurisdictional investigations, pursuant to the authority of the Anti-Drug Abuse Act of 1988, Public Law 100-690, Title VI, Subtitle C. .

Detention Center (7800) - Grant funding for the Pecos Valley Drug Task Force received under the 09 Recovery Act: Edward Bryne Memorial Justice Assistance Program. The authority for creation of this fund is contained in A-09-152.

CAPITAL PROJECTS FUNDS

Building Construction (3000) – To account for monies set aside for the future construction of projects. The authority for the creation of this fund was authorized by the BOCC.

Legislative Projects (3100) – To account for all legislative monies that are awarded to the County. The authority to create this fund was given by County Resolution R-15-02.

Land Acquisition (3300) – To account for land acquisition throughout the County. The authority to create this fund was given by County Resolution R-15-02.

Capital Improvements (3400) – To account for major capital projects that take place within the County. The authority to create this fund was given by County Resolution R-15-02.

Road Construction (3500) – To account for monies set aside for the future construction of roads. The authority to create this fund was given by County Resolutions R-15-31, R-15-48, and R-15-69.

DEBT SERVICE FUNDS

NMFA Cottonwood VFD (4301) - To account for funds used in the purchase and debt service of Cottonwood Volunteer Fire Department's fire pumper truck. Pledged revenue will be from the distribution of the State Fire Protection Funds to the Governmental Unit made periodically by the State Treasurer pursuant to Section 59A-53-7, NMSA 1978. R-17-73 adopted on November 21, 2017.

NMFA Atoka VFD (4302) - To account for funds used in the purchase and debt service of Atoka Volunteer Fire Department's fire pumper truck. Pledged revenue will be from the distribution of the State Fire Protection Funds to the Governmental Unit made periodically by the State Treasurer pursuant to Section 59A-53-7, NMSA 1978. R-18-05 adopted on January 03, 2018.

NMFA Happy Valley VFD (4303) - To account for funds used in the purchase and debt service of Happy Valley Volunteer Fire Department's fire pumper truck. Pledged revenue will be from the distribution of the State Fire Protection Funds to the Governmental Unit made periodically by the State Treasurer pursuant to Section 59A-53-7, NMSA 1978. R-18-31 adopted on April 17, 2018.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue			
	Property Valuation	Treasurer's Collection	Clerk Recording and Filing	Law Enforcement Protection Act
Assets				
Cash and cash equivalents	\$ 935,971	\$ 39,065	\$ 153,232	\$ -
Investments	-	-	-	-
Receivables:				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Total assets	\$ 935,971	\$ 39,065	\$ 153,232	\$ -
Liabilities				
Accounts payable	\$ 955	\$ -	\$ -	\$ -
Accrued payroll	3,384	-	-	-
Total liabilities	4,339	-	-	-
Fund balances				
Spendable				
Restricted for:				
General county operations	931,632	39,065	153,232	-
Fire departments	-	-	-	-
Environmental	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Community improvement	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Capital expenditures	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances	931,632	39,065	153,232	-
Total liabilities, deferred inflows of resources, and fund balances	\$ 935,971	\$ 39,065	\$ 153,232	\$ -

See independent auditors' report.

Special Revenue						
Law Enforcement Traffic Safety Grant	Local Law Enforcement Block Grant	Environmental GRT	Farm and Range	Lodgers' Tax	Recreation	
\$ 12,248	\$ 24,495	\$ 6,855,377	\$ 18,052	\$ 123,715	\$ 28,220	
-	-	-	-	-	-	-
-	-	731,793	-	-	-	-
-	-	-	-	-	-	-
-	-	2,144	-	16,156	-	-
\$ 12,248	\$ 24,495	\$ 7,589,314	\$ 18,052	\$ 139,871	\$ 28,220	
\$ -	\$ -	\$ 194,037	\$ -	\$ -	\$ -	
-	-	32,294	-	-	-	
-	-	226,331	-	-	-	
-	-	-	18,052	139,871	-	
-	-	-	-	-	-	
-	-	7,362,983	-	-	-	
12,248	24,495	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	28,220	
-	-	-	-	-	-	
-	-	-	-	-	-	
12,248	24,495	7,362,983	18,052	139,871	28,220	
\$ 12,248	\$ 24,495	\$ 7,589,314	\$ 18,052	\$ 139,871	\$ 28,220	

See independent auditors' report.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue			
	Correction Fees	Detention Concession	Jail Improvements	Detention SSA Initiative
Assets				
Cash and cash equivalents	\$ 436,603	\$ 295,180	\$ 367,356	\$ 72,600
Investments	-	-	-	-
Receivables:				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	4,218	-	-
Total assets	\$ 436,603	\$ 299,398	\$ 367,356	\$ 72,600
Liabilities				
Accounts payable	\$ 91,966	\$ 317	\$ -	\$ -
Accrued payroll	-	-	-	-
Total liabilities	91,966	317	-	-
Fund balances				
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	-
Environmental	-	-	-	-
Public safety	344,637	299,081	367,356	72,600
Healthcare	-	-	-	-
Community improvement	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Capital expenditures	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances	344,637	299,081	367,356	72,600
Total liabilities, deferred inflows of resources, and fund balances	\$ 436,603	\$ 299,398	\$ 367,356	\$ 72,600

See independent auditors' report.

Special Revenue

Southwest Border Patrol Initiative		G.I.S. Programs		County Indigent		Health Services		Emergency Services		EMSER Hazmat	
\$	110,423	\$	163,879	\$	7,125,551	\$	348,828	\$	99,380	\$	-
	-		-		-		-		-		-
	-		-		2,209,030		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
\$	110,423	\$	163,879	\$	9,334,581	\$	348,828	\$	99,380	\$	-
\$	-	\$	-	\$	600	\$	-	\$	1,818	\$	-
	-		-		-		-		-		-
	-		-		600		-		1,818		-
	-		163,879		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	110,423		-		-		-		97,562		-
	-		-		9,333,981		348,828		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	110,423		163,879		9,333,981		348,828		97,562		-
\$	110,423	\$	163,879	\$	9,334,581	\$	348,828	\$	99,380	\$	-

See independent auditors' report.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue			
	WIPP Hazmat Grant	EMSER Homeland Security	Eddy County DWI	DWI DARE Donations
Assets				
Cash and cash equivalents	\$ 843	\$ -	\$ 112,126	\$ 23,585
Investments	-	-	-	-
Receivables:				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	25,106	-	-
Total assets	\$ 843	\$ 25,106	\$ 112,126	\$ 23,585
Liabilities				
Accounts payable	\$ -	\$ 46,763	\$ 52	\$ -
Accrued payroll	-	-	10,077	-
Total liabilities	-	46,763	10,129	-
Fund balances				
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	-
Environmental	-	-	-	-
Public safety	843	-	101,997	23,585
Healthcare	-	-	-	-
Community improvement	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Capital expenditures	-	-	-	-
Unassigned (deficit)	-	(21,657)	-	-
Total fund balances	843	(21,657)	101,997	23,585
Total liabilities, deferred inflows of resources, and fund balances	\$ 843	\$ 25,106	\$ 112,126	\$ 23,585

See independent auditors' report.

Special Revenue

DWI Grant	DWI Traffic Safety	DWI School	Fire Excise Atoka	Fire Excise Cottonwood	Fire Excise Happy Valley
\$ 22,742	\$ 20,145	\$ 19,336	\$ 507,242	\$ 1,077,443	\$ 264,889
-	-	-	-	-	-
-	-	-	52,157	52,157	52,157
17,629	-	-	-	-	-
-	-	-	-	-	-
\$ 40,371	\$ 20,145	\$ 19,336	\$ 559,399	\$ 1,129,600	\$ 317,046
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	559,399	1,129,600	317,046
40,371	20,145	19,336	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
40,371	20,145	19,336	559,399	1,129,600	317,046
\$ 40,371	\$ 20,145	\$ 19,336	\$ 559,399	\$ 1,129,600	\$ 317,046

See independent auditors' report.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue			
	Fire Excise Joel	Fire Excise La Huerta	Fire Excise Loco Hills	Fire Excise Otis
Assets				
Cash and cash equivalents	\$ 601,890	\$ 875,677	\$ 699,415	\$ 233,569
Investments	-	-	-	-
Receivables:				
Other taxes	52,157	52,157	52,157	52,157
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Total assets	\$ 654,047	\$ 927,834	\$ 751,572	\$ 285,726
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Total liabilities	-	-	-	-
Fund balances				
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	654,047	927,834	751,572	285,726
Environmental	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Community improvement	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Capital expenditures	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances	654,047	927,834	751,572	285,726
Total liabilities, deferred inflows of resources, and fund balances	\$ 654,047	\$ 927,834	\$ 751,572	\$ 285,726

See independent auditors' report.

Special Revenue

Fire Excise Sun Country		Fire Excise Queen		Fire Excise Riverside		Fire Excise Malaga		Fire Excise Loving		Fire Excise Hope	
\$	640,026	\$	421,149	\$	417,391	\$	579,026	\$	-	\$	-
	-		-		-		-		-		-
	52,157		52,157		52,157		52,157		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
\$	692,183	\$	473,306	\$	469,548	\$	631,183	\$	-	\$	-
\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	-		-		-		-		-		-
	-		-		-		-		-		-
	692,183		473,306		469,548		631,183		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	692,183		473,306		469,548		631,183		-		-
\$	692,183	\$	473,306	\$	469,548	\$	631,183	\$	-	\$	-

See independent auditors' report.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue			
	Fire Excise County 60%	Fire Excise Reserve	Fire Excise Admin	VFD Akota
Assets				
Cash and cash equivalents	\$ 7,965,113	\$ 500,000	\$ 85,509	\$ 143,971
Investments	-	-	-	-
Receivables:				
Other taxes	860,590	-	29,272	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Total assets	\$ 8,825,703	\$ 500,000	\$ 114,781	\$ 143,971
Liabilities				
Accounts payable	\$ 279,206	\$ -	\$ -	\$ 1,125
Accrued payroll	-	-	-	-
Total liabilities	279,206	-	-	1,125
Fund balances				
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	8,546,497	500,000	114,781	142,846
Environmental	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Community improvement	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Capital expenditures	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances	8,546,497	500,000	114,781	142,846
Total liabilities, deferred inflows of resources, and fund balances	\$ 8,825,703	\$ 500,000	\$ 114,781	\$ 143,971

See independent auditors' report.

Special Revenue

VFD Cottonwood		VFD Happy Valley		VFD Joel		VFD La Huerta		VFD Loco Hills		VFD Otis	
\$	156,528	\$	20,312	\$	162,115	\$	171,104	\$	68,253	\$	150,538
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
\$	156,528	\$	20,312	\$	162,115	\$	171,104	\$	68,253	\$	150,538
<hr/>											
\$	605	\$	1,425	\$	2,408	\$	1,424	\$	194	\$	1,575
	-		-		-		-		-		-
	605		1,425		2,408		1,424		194		1,575
<hr/>											
	-		-		-		-		-		-
	155,923		18,887		159,707		169,680		68,059		148,963
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	155,923		18,887		159,707		169,680		68,059		148,963
<hr/>											
\$	156,528	\$	20,312	\$	162,115	\$	171,104	\$	68,253	\$	150,538
<hr/>											

See independent auditors' report.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue			
	VFD Sun Country	VFD Queen	VFD Riverside	VFD Malaga
Assets				
Cash and cash equivalents	\$ 207,178	\$ 124,029	\$ 38,283	\$ 74,896
Investments	-	-	-	-
Receivables:				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Total assets	\$ 207,178	\$ 124,029	\$ 38,283	\$ 74,896
Liabilities				
Accounts payable	\$ 836	\$ 175	\$ 572	\$ 854
Accrued payroll	-	-	-	-
Total liabilities	836	175	572	854
Fund balances				
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	206,342	123,854	37,711	74,042
Environmental	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Community improvement	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Capital expenditures	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances	206,342	123,854	37,711	74,042
Total liabilities, deferred inflows of resources, and fund balances	\$ 207,178	\$ 124,029	\$ 38,283	\$ 74,896

See independent auditors' report.

Special Revenue

VFD Administration	Contributions & Donations Atoka	Contributions & Donations Cottonwood	Contributions & Donations Happy Valley	Contributions & Donations Joel	Contributions & Donations La Huerta
\$ 16,734	\$ 4,188	\$ 6,134	\$ 9,172	\$ 21,351	\$ 14,105
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 16,734	\$ 4,188	\$ 6,134	\$ 9,172	\$ 21,351	\$ 14,105
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
16,734	4,188	6,134	9,172	21,351	14,105
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
16,734	4,188	6,134	9,172	21,351	14,105
\$ 16,734	\$ 4,188	\$ 6,134	\$ 9,172	\$ 21,351	\$ 14,105

See independent auditors' report.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Special Revenue			
	Contributions & Donations Loco Hills	Contributions & Donations Otis	Contributions & Donations Sun Country	Contributions & Donations Queen
Assets				
Cash and cash equivalents	\$ 6,627	\$ 16,407	\$ 9,609	\$ 1,506
Investments	-	-	-	-
Receivables:				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	2,708
Total assets	\$ 6,627	\$ 16,407	\$ 9,609	\$ 4,214
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Total liabilities	-	-	-	-
Fund balances				
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	6,627	16,407	9,609	4,214
Environmental	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Community improvement	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Capital expenditures	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances	6,627	16,407	9,609	4,214
Total liabilities, deferred inflows of resources, and fund balances	\$ 6,627	\$ 16,407	\$ 9,609	\$ 4,214

See independent auditors' report.

Special Revenue

Contributions & Donations Riverside	Contributions & Donations Malaga	Contributions & Donations Fire Admin	Motor Vehicle	Region VI Administration	HIDTA
\$ 1,883	\$ 14,317	\$ 316,833	\$ 151,121	\$ -	\$ 95,177
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	26,333	23,188	104,227
-	-	-	-	-	-
<u>\$ 1,883</u>	<u>\$ 14,317</u>	<u>\$ 316,833</u>	<u>\$ 177,454</u>	<u>\$ 23,188</u>	<u>\$ 199,404</u>
\$ -	\$ -	\$ -	\$ -	\$ 321	\$ 1,181
-	-	-	8,155	1,957	9,518
-	-	-	8,155	2,278	10,699
-	-	-	169,299	-	-
1,883	14,317	316,833	-	-	-
-	-	-	-	-	-
-	-	-	-	20,910	188,705
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,883</u>	<u>14,317</u>	<u>316,833</u>	<u>169,299</u>	<u>20,910</u>	<u>188,705</u>
<u>\$ 1,883</u>	<u>\$ 14,317</u>	<u>\$ 316,833</u>	<u>\$ 177,454</u>	<u>\$ 23,188</u>	<u>\$ 199,404</u>

See independent auditors' report.

Eddy County, New Mexico
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	<u>Special Revenue</u>		<u>Capital Projects</u>		
	Detention Center	Building Construction	Legislative Projects	Land Acquisition	
Assets					
Cash and cash equivalents	\$ 64,229	\$ 2,677,270	\$ -	\$ 20,000	
Investments	-	-	-	-	
Receivables:					
Other taxes	-	-	-	-	
Intergovernmental	-	-	80,608	-	
Other receivables	-	-	-	-	
Total assets	\$ 64,229	\$ 2,677,270	\$ 80,608	\$ 20,000	
Liabilities					
Accounts payable	\$ -	\$ -	\$ 10,807	\$ -	
Accrued payroll	-	-	-	-	
Total liabilities	-	-	10,807	-	
Fund balances					
Spendable					
Restricted for:					
General county operations	-	-	-	-	
Fire departments	-	-	-	-	
Environmental	-	-	-	-	
Public safety	64,229	-	-	-	
Healthcare	-	-	-	-	
Community improvement	-	-	-	-	
Capital expenditures	-	2,677,270	69,801	20,000	
Committed for:					
Capital expenditures	-	-	-	-	
Unassigned (deficit)	-	-	-	-	
Total fund balances	64,229	2,677,270	69,801	20,000	
Total liabilities, deferred inflows of resources, and fund balances	\$ 64,229	\$ 2,677,270	\$ 80,608	\$ 20,000	

See independent auditors' report.

Capital Projects		Debt Service				Total Nonmajor Funds
Capital Improvements	Road Construction	NMFA Cottonwood VFD	NMFA Atoka VFD	NMFA Happy Valley VFD		
\$ 245,948	\$ 5,592,295	\$ 243	\$ 180	\$ 59,313	\$ 42,939,140	
-	-	1,307	967	319,250	321,524	
-	-	-	-	-	4,404,412	
-	-	-	-	-	251,985	
-	-	-	-	-	50,332	
\$ 245,948	\$ 5,592,295	\$ 1,550	\$ 1,147	\$ 378,563	\$ 47,967,393	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 639,216	
-	-	-	-	-	65,385	
-	-	-	-	-	704,601	
-	-	-	-	-	1,615,030	
-	-	-	-	-	17,800,310	
-	-	-	-	-	7,362,983	
-	-	-	-	-	1,808,523	
-	-	-	-	-	9,682,809	
-	-	-	-	-	28,220	
245,948	-	1,550	1,147	378,563	3,394,279	
-	5,592,295	-	-	-	5,592,295	
-	-	-	-	-	(21,657)	
245,948	5,592,295	1,550	1,147	378,563	47,262,792	
\$ 245,948	\$ 5,592,295	\$ 1,550	\$ 1,147	\$ 378,563	\$ 47,967,393	

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue			
	Property Valuation	Treasurer's Collection	Clerk Recording and Filing	Law Enforcement Protection Act
Revenues				
Taxes:				
Property	\$ 465,466	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	48,800
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	4,106	134,148	-
Investment income	-	-	-	-
Miscellaneous	87	-	-	-
Total revenues	465,553	4,106	134,148	48,800
Expenditures				
Current:				
General government	415,327	4,445	313,562	-
Public safety	-	-	-	6,985
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	27,884	-	4,871	41,963
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
Total expenditures	443,211	4,445	318,433	48,948
Excess (deficiency) of revenues over expenditures	22,342	(339)	(184,285)	(148)
Other financing sources (uses)				
Loan proceeds	-	-	-	-
Proceeds from sale of assets	-	-	41	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	-	41	-
Net change in fund balances	22,342	(339)	(184,244)	(148)
Fund balances - beginning of year	909,290	39,404	337,476	148
Fund balances - end of year	\$ 931,632	\$ 39,065	\$ 153,232	\$ -

See independent auditors' report.

Special Revenue						
Law Enforcement Traffic Safety Grant	Local Law Enforcement Block Grant	Environmental GRT	Farm and Range	Lodgers' Tax	Recreation	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	3,486,495	-	-	-	-
-	-	-	-	157,936	-	-
-	-	-	39,401	-	-	-
-	-	-	-	-	-	-
-	-	526,015	-	-	-	-
-	-	830,400	-	-	-	-
-	-	-	-	-	-	-
-	-	3,837	-	-	-	-
-	-	4,846,747	39,401	157,936	-	-
-	-	-	54,751	76,383	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	17,149
-	-	2,194,210	-	-	-	-
-	-	569,221	-	-	-	-
-	-	775,730	-	-	-	-
-	-	87,885	-	-	-	-
-	-	-	-	-	-	-
-	-	3,627,046	54,751	76,383	-	17,149
-	-	1,219,701	(15,350)	81,553	-	(17,149)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	20,000
-	-	-	-	-	-	-
-	-	-	-	-	-	20,000
-	-	1,219,701	(15,350)	81,553	-	2,851
12,248	24,495	6,143,282	33,402	58,318	-	25,369
\$ 12,248	\$ 24,495	\$ 7,362,983	\$ 18,052	\$ 139,871	\$ -	\$ 28,220

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue			
	Correction Fees	Detention Concession	Jail Improvements	Detention SSA Initiative
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	163,069	46,141	12,000	-
Investment income	-	-	-	-
Miscellaneous	-	8,737	-	-
Total revenues	163,069	54,878	12,000	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	532,353	13,691	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
Total expenditures	532,353	13,691	-	-
Excess (deficiency) of revenues over expenditures	(369,284)	41,187	12,000	-
Other financing sources (uses)				
Loan proceeds	-	-	-	-
Proceeds from sale of assets	-	-	-	-
Transfers in	450,000	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	450,000	-	-	-
Net change in fund balances	80,716	41,187	12,000	-
Fund balances - beginning of year	263,921	257,894	355,356	72,600
Fund balances - end of year	\$ 344,637	\$ 299,081	\$ 367,356	\$ 72,600

See independent auditors' report.

Special Revenue					
Southwest Border Patrol Initiative	G.I.S. Programs	County Indigent	Health Services	Emergency Services	Emergency Services Hazmat
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	8,749,207	-	-	-
-	-	-	-	-	-
-	-	-	-	28,709	70,033
-	-	600	-	9,357	-
-	-	-	-	-	-
-	115,206	-	-	-	-
-	1,847	-	-	-	-
-	-	-	-	-	-
-	-	504,969	-	-	-
-	117,053	9,254,776	-	38,066	70,033
-	102,652	-	-	-	-
-	-	-	1,136	138,205	56,697
-	-	-	-	-	-
-	-	5,134,731	181,282	-	-
49,825	-	-	-	-	8,387
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
49,825	102,652	5,134,731	182,418	138,205	65,084
(49,825)	14,401	4,120,045	(182,418)	(100,139)	4,949
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(76,399)
-	-	-	-	-	(76,399)
(49,825)	14,401	4,120,045	(182,418)	(100,139)	(71,450)
160,248	149,478	5,213,936	531,246	197,701	71,450
\$ 110,423	\$ 163,879	\$ 9,333,981	\$ 348,828	\$ 97,562	\$ -

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue			
	WIPP Hazmat Grant	EMSER Homeland Security	Eddy County DWI	DWI DARE Donations
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	5,000	-	-	-
State operating grants	-	-	433,492	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	19,656	9,872
Investment income	-	-	-	-
Miscellaneous	-	25,106	2	-
Total revenues	5,000	25,106	453,150	9,872
Expenditures				
Current:				
General government	-	-	-	-
Public safety	4,157	71,869	36,150	12,455
Culture and recreation	-	-	-	-
Health and welfare	-	-	386,447	-
Capital outlay	-	-	7,656	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
Total expenditures	4,157	71,869	430,253	12,455
Excess (deficiency) of revenues over expenditures	843	(46,763)	22,897	(2,583)
Other financing sources (uses)				
Loan proceeds	-	-	-	-
Proceeds from sale of assets	-	-	143	-
Transfers in	-	25,106	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	25,106	143	-
Net change in fund balances	843	(21,657)	23,040	(2,583)
Fund balances - beginning of year	-	-	78,957	26,168
Fund balances - end of year	\$ 843	\$ (21,657)	\$ 101,997	\$ 23,585

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Special Revenue

DWI Grant	DWI Traffic Safety	DWI School	Fire Excise Atoka	Fire Excise Cottonwood	Fire Excise Happy Valley
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	248,493	248,493	248,493
-	-	-	-	-	-
-	-	-	-	-	-
24,417	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	21,720	-	-	-
-	-	-	-	-	-
-	-	-	-	5	15
24,417	-	21,720	248,493	248,498	248,508
-	-	-	-	-	-
24,161	-	15,304	42,452	12,390	152,916
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	11,071	76,398	232,086
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
24,161	-	15,304	53,523	88,788	385,002
256	-	6,416	194,970	159,710	(136,494)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	86,375	86,375	86,375
-	-	-	-	-	-
-	-	-	86,375	86,375	86,375
256	-	6,416	281,345	246,085	(50,119)
40,115	20,145	12,920	278,054	883,515	367,165
\$ 40,371	\$ 20,145	\$ 19,336	\$ 559,399	\$ 1,129,600	\$ 317,046

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue			
	Fire Excise Joel	Fire Excise La Huerta	Fire Excise Loco Hills	Fire Excise Otis
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	248,493	248,493	248,493	248,493
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	\$ 248,493	\$ 248,493	\$ 248,493	\$ 248,493
Expenditures				
Current:				
General government	-	-	-	-
Public safety	27,477	37,657	21,868	17,869
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	230,444	38,096	-	148,852
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
Total expenditures	257,921	75,753	21,868	166,721
Excess (deficiency) of revenues over expenditures	(9,428)	172,740	226,625	81,772
Other financing sources (uses)				
Loan proceeds	-	-	-	-
Proceeds from sale of assets	-	-	-	-
Transfers in	86,375	86,375	86,375	86,375
Transfers (out)	-	-	-	-
Total other financing sources (uses)	86,375	86,375	86,375	86,375
Net change in fund balances	76,947	259,115	313,000	168,147
Fund balances - beginning of year	577,100	668,719	438,572	117,579
Fund balances - end of year	\$ 654,047	\$ 927,834	\$ 751,572	\$ 285,726

See independent auditors' report.

Special Revenue

Fire Excise Sun Country	Fire Excise Queen	Fire Excise Riverside	Fire Excise Malaga	Fire Excise Loving	Fire Excise Hope
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
248,493	248,493	248,493	248,493	2	2
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
523	-	5	-	-	-
\$ 249,016	\$ 248,493	\$ 248,498	\$ 248,493	\$ 2	\$ 2
-	-	-	-	-	-
44,505	489	49,904	10,307	-	-
-	-	-	-	-	-
-	-	-	-	-	-
123,378	316,515	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
167,883	317,004	49,904	10,307	-	-
81,133	(68,511)	198,594	238,186	2	2
-	-	-	-	-	-
-	-	-	-	-	-
86,375	86,375	86,375	86,375	-	-
-	-	-	-	(419,045)	(531,080)
86,375	86,375	86,375	86,375	(419,045)	(531,080)
167,508	17,864	284,969	324,561	(419,043)	(531,078)
524,675	455,442	184,579	306,622	419,043	531,078
\$ 692,183	\$ 473,306	\$ 469,548	\$ 631,183	\$ -	\$ -

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue			
	Fire Excise County 60%	Fire Excise Reserve	Fire Excise Admin	VFD Akota
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	4,100,130	-	139,460	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	191,900
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	43	-
Total revenues	4,100,130	-	139,503	191,900
Expenditures				
Current:				
General government	-	-	-	-
Public safety	280,912	-	142,989	165,941
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,577,108	-	-	5,500
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
Total expenditures	1,858,020	-	142,989	171,441
Excess (deficiency) of revenues over expenditures	2,242,110	-	(3,486)	20,459
Other financing sources (uses)				
Loan proceeds	-	-	-	-
Proceeds from sale of assets	-	-	-	2,275
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	2,275
Net change in fund balances	2,242,110	-	(3,486)	22,734
Fund balances - beginning of year	6,304,387	500,000	118,267	120,112
Fund balances - end of year	\$ 8,546,497	\$ 500,000	\$ 114,781	\$ 142,846

See independent auditors' report.

Special Revenue

VFD Cottonwood		VFD Happy Valley		VFD Joel		VFD La Huerta		VFD Loco Hills		VFD Otis	
\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	191,900		120,978		329,561		191,900		83,433		175,210
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		628		9
	191,900		120,978		329,561		191,900		84,061		175,219
	-		-		-		-		-		-
	125,157		124,339		244,797		185,893		49,475		118,997
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		13,400		300,000		20,017		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	125,157		137,739		544,797		205,910		49,475		118,997
	66,743		(16,761)		(215,236)		(14,010)		34,586		56,222
	-		-		-		-		-		-
	-		-		113		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		113		-		-		-
	66,743		(16,761)		(215,123)		(14,010)		34,586		56,222
	89,180		35,648		374,830		183,690		33,473		92,741
\$	155,923	\$	18,887	\$	159,707	\$	169,680	\$	68,059	\$	148,963

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	<u>Special Revenue</u>			
	VFD Sun Country	VFD Queen	VFD Riverside	VFD Malaga
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	191,900	79,262	87,605	95,950
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	372	-	316	-
Total revenues	192,272	79,262	87,921	95,950
Expenditures				
Current:				
General government	-	-	-	-
Public safety	100,035	56,687	102,121	83,625
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	308,018	33,257	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
Total expenditures	408,053	89,944	102,121	83,625
Excess (deficiency) of revenues over expenditures	(215,781)	(10,682)	(14,200)	12,325
Other financing sources (uses)				
Loan proceeds	-	-	-	-
Proceeds from sale of assets	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(215,781)	(10,682)	(14,200)	12,325
Fund balances - beginning of year	422,123	134,536	51,911	61,717
Fund balances - end of year	\$ 206,342	\$ 123,854	\$ 37,711	\$ 74,042

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Special Revenue						
VFD Administration	Contributions & Donations Atoka	Contributions & Donations Cottonwood	Contributions & Donations Happy Valley	Contributions & Donations Joel	Contributions & Donations La Huerta	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
95,950	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1,380	1,068	9,172	-	-	71
95,950	1,380	1,068	9,172	-	-	71
-	-	-	-	-	-	-
98,702	-	-	-	4,434	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
98,702	-	-	-	4,434	-	-
(2,752)	1,380	1,068	9,172	(4,434)	-	71
-	-	-	-	-	-	-
-	-	-	-	2,950	-	49
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	2,950	-	49
(2,752)	1,380	1,068	9,172	(1,484)	-	120
19,486	2,808	5,066	-	22,835	-	13,985
\$ 16,734	\$ 4,188	\$ 6,134	\$ 9,172	\$ 21,351	\$ -	\$ 14,105

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	Special Revenue			
	Contributions & Donations Loco Hills	Contributions & Donations Otis	Contributions & Donations Sun Country	Contributions & Donations Queen
Revenues				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	5,142	3,557	4,208
Total revenues	-	5,142	3,557	4,208
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	5,142	3,557	4,208
Other financing sources (uses)				
Loan proceeds	-	-	-	-
Proceeds from sale of assets	-	-	-	6
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	6
Net change in fund balances	-	5,142	3,557	4,214
Fund balances - beginning of year	6,627	11,265	6,052	-
Fund balances - end of year	\$ 6,627	\$ 16,407	\$ 9,609	\$ 4,214

See independent auditors' report.

Special Revenue						
Contributions & Donations Riverside	Contributions & Donations Malaga	Contributions & Donations Fire Admin	Motor Vehicle	Region VI Administration	HIDTA	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	218,643	378,626	-
-	-	-	97,434	-	-	-
-	-	-	-	-	-	-
-	-	-	81,523	-	-	-
-	-	-	-	-	-	-
-	78	79,000	-	-	-	-
-	78	79,000	178,957	218,643	378,626	-
-	-	-	292,517	-	-	-
-	-	26,423	-	110,866	440,807	-
-	-	-	-	-	-	-
-	-	5,456	-	107,685	7,995	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	31,879	292,517	218,551	448,802	-
-	78	47,121	(113,560)	92	(70,176)	-
-	-	-	-	-	-	-
-	-	27	-	-	-	-
-	-	-	-	20,223	-	-
-	-	-	-	(25,221)	-	-
-	-	27	-	(4,998)	-	-
-	78	47,148	(113,560)	(4,906)	(70,176)	-
1,883	14,239	269,685	282,859	25,816	258,881	-
\$ 1,883	\$ 14,317	\$ 316,833	\$ 169,299	\$ 20,910	\$ 188,705	-

See independent auditors' report.

Eddy County, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2018

	<u>Special Revenue</u>		<u>Capital Projects</u>		
	Detention Center	Building Construction	Legislative Projects	Land Acquisition	
Revenues					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	-
Gross receipts	-	-	-	-	-
Lodgers	-	-	-	-	-
Intergovernmental:					
Federal operating grants	-	-	-	-	-
State operating grants	-	-	-	-	-
State capital grants	-	-	252,917	-	-
Local sources	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	515,034	-	-	-	-
Total revenues	515,034	-	252,917	-	-
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	481,137	-	-	-	-
Culture and recreation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Capital outlay	-	772,523	301,529	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Issuance costs	-	-	-	-	-
Total expenditures	481,137	772,523	301,529	-	-
Excess (deficiency) of revenues over expenditures	33,897	(772,523)	(48,612)	-	-
Other financing sources (uses)					
Loan proceeds	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Transfers in	-	-	76,683	-	-
Transfers (out)	-	(728,981)	-	-	-
Total other financing sources (uses)	-	(728,981)	76,683	-	-
Net change in fund balances	33,897	(1,501,504)	28,071	-	-
Fund balances - beginning of year	30,332	4,178,774	41,730	20,000	-
Fund balances - end of year	\$ 64,229	\$ 2,677,270	\$ 69,801	\$ 20,000	-

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Capital Projects		Debt Service			Total Nonmajor Funds
Capital Improvements	Road Construction	NMFA Cottonwood VFD	NMFA Atoka VFD	NMFA Happy Valley VFD	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 465,466
-	-	-	-	-	19,208,719
-	-	-	-	-	157,936
-	-	-	-	-	740,412
-	-	-	-	-	2,449,649
-	-	-	-	-	252,917
-	-	-	-	-	641,221
-	-	-	-	-	1,324,482
-	-	170	6	603	779
-	-	-	-	-	1,163,364
-	-	170	6	603	26,404,945
-	-	-	-	-	1,259,637
-	-	-	-	-	4,274,334
-	-	-	-	-	17,149
-	-	-	-	-	7,896,670
-	-	398,620	348,859	-	6,086,614
-	-	-	-	-	775,730
-	-	-	-	-	87,885
-	-	3,023	2,645	2,856	8,524
-	-	401,643	351,504	2,856	20,406,543
-	-	(401,473)	(351,498)	(2,253)	5,998,402
-	-	403,023	352,645	380,816	1,136,484
-	-	-	-	-	5,604
-	-	-	-	-	1,542,137
-	(8,000,000)	-	-	-	(9,780,726)
-	(8,000,000)	403,023	352,645	380,816	(7,096,501)
-	(8,000,000)	1,550	1,147	378,563	(1,098,099)
245,948	13,592,295	-	-	-	48,360,891
\$ 245,948	\$ 5,592,295	\$ 1,550	\$ 1,147	\$ 378,563	\$ 47,262,792

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Supporting Schedules

Eddy County, New Mexico
Schedule of Collateral Pledged by Depository For Public Funds
June 30, 2018

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Value June 30, 2018
Artesia National Bank				
	FHLMC Pool #J13919	12/1/2020	3128PTK87	\$ 141,466
	FNMA Pool #AH7535	3/1/2026	3138A9LR3	563,292
	GNMA II Pool #MA0825	8/1/2026	31418CAL8	1,367,089
	FNMA Pool #MA0616	3/20/2028	36179M4J6	426,381
	FHLMC Pool #C91362	1/1/2031	31417YVJ3	93,576
	FHLMC Pool #781910	3/1/2031	3128P7QP1	1,099,989
	FNMA Pool #AS7255	5/1/2031	3138WHBZ4	1,453,802
	FHLMC Pool#C91861	1/1/2036	3128P8B67	1,461,447
	FHLMC Pool#781910	9/1/2034	31349TDP3	57,266
	FHLB	6/1/2025	64711NGN9	538,550
Total Artesia National Bank				7,202,858

Name and location of safekeeper for above pledged collateral:
Federal Home Loan Bank, 8500 Freeport Parkway South, Irving, TX 75063

Carlsbad National Bank				
	FHLB Callable	5/25/2022	3130AA4X3	1,935,464
	FHLB Callable	11/28/2022	3130AA5Z7	1,929,324
	FNMA POOL#MA2579	4/1/2036	31418B2M7	1,428,211
	FNR 2014-1 JA	6/25/2039	3136AJAZ9	610,206
	GNR 2012-136 CE	2/20/2041	38377X1V1	848,893
	FNR 2012-63 HB	8/25/2041	3136A6TP9	601,393
	FNR 2012 147 NE	8/25/2041	3136ABDA8	1,247,495
	FHR 4165-TA	12/15/2044	3137AYSF9	1,369,274
	FHR 4493.PA	2/15/2044	3137BKLL2	1,383,293
	FNR 2014-88 DA	7/25/2044	3136AMBMO	1,048,033
	FHLB	5/30/2024	3130ABHB5	1,457,571
	FHLB	10/1/2036	3128S5X82	1,038,614
	FHLB	2/15/2046	3137FDCG5	1,466,446
	FHLB	5/10/2022	3133EF6S1	1,446,759
Total Carlsbad National Bank				17,810,976

Name and location of safekeeper for above pledged collateral:
Federal Home Loan Bank, 8500 Freeport Parkway South, Irving, TX 75063

See independent auditors' report.

Eddy County, New Mexico
Schedule of Collateral Pledged by Depository For Public Funds
June 30, 2018

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Value June 30, 2018
<i>(Continued)</i>				
Pioneer Bank				
	FHLB CALLABLE	5/25/2023	3130A85C3	\$ 4,771,350
	FHLB CALL AFTER 9/27/16	6/27/2024	3130A8HUO	1,420,389
	FHLB CALL AFTER 1/12/16	11/28/2022	313381BJ3	967,394
	FHLMC ARM 781721	7/1/2034	31349S4EO	278,704
	FHLMC ARM 782847	11/1/2034	31349UEU8	363,170
	FHLMC #G18627	1/1/2032	3128MMW2	812,184
	FHLMC #J36378	2/1/2032	31307TCP4	168,113
	FNMA #AJ1622	10/1/2026	3138ASYUO	223,399
	FNMA #661745 ARM	9/1/2032	31391BES2	53,302
	FNMA #780385 ARM	6/1/2034	31404V6W3	90,643
	FNMA #805152 ARM	1/1/2035	31406BQD5	222,129
	FNMA #845529 ARM	12/1/2035	31408ALJ7	79,617
	GNMA II #80477 ARM	12/20/2030	36225CQ74	68,800
	GNMA II# 80540 ARM	9/20/2031	36225CS64	56,089
	GNMA II# 80540 ARM	9/20/2031	36225CS64	86,466

Total Pioneer Bank 9,661,749

Name and location of safekeeper for above pledged collateral:
Federal Home Loan Bank, 8500 Freeport Parkway South, Irving, TX 75063

Wells Fargo Bank				
	FNMA	6/1/2031	3140E8GT9	10,272,227
	FNMA	7/1/2031	3140G9AC9	2,680,025

Total Wells Fargo Bank 12,952,252

Name and location of safekeeper for above pledged collateral:
Federal Reserve Bank, San Francisco, CA

Western Bank Artesia				
	FHLCM	10/15/2041	3137AQGD4	415,715
	FHLB	9/13/2019	313372VV3	1,997,660

Total Western Bank Artesia 2,413,375

Name and location of safekeeper for above pledged collateral:
Federal Home Loan Bank, 8500 Freeport Parkway South, Irving, TX 75063

See independent auditors' report.

Eddy County, New Mexico
Schedule of Collateral Pledged by Depository For Public Funds
June 30, 2018

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Value June 30, 2018
<i>(Continued)</i>				
Western Commerce Bank				
	GNMA #2716M	2/20/2029	36202DAR2	\$ 6,632
	GNMA #375005	12/15/2023	36204NR25	19,137
	GNMA #780656	10/15/2027	36225AWR7	9,542
	GNMA #2701	1/20/2029	36202DAA9	23,870
	GNMA #8850	4/20/2026	36202KZP3	18,235
	GNMA #80635	9/20/2032	36225CV52	25,026
	GNMA #80507	4/20/2031	36225CR57	35,693
	GNMA #8634	5/20/2025	36202KXS4	21,070
	GNMA #3215	3/20/2032	36202DSC6	25,471
	GNMA #80664	1/20/2033	36225CW28	35,710
	GNMA #80628	8/20/2032	36225CVW3	30,294
	GNMA #780615	8/15/2027	36225AVG2	9,416
	GNMA #004467	6/20/2039	36202E6C8	230,091
	GNMA #004445	3/20/2040	36202E5E5	335,417
	GNMA #004656	3/20/2040	36202FE51	340,954
	FNMA #932122	5/1/2035	31412QSK6	142,616
	GNMA #004518	8/20/2039	36202FAT3	454,920
	FNMA #AC1578	8/1/2039	31417KXG7	488,079
	FNMA #MA0582	11/1/2030	31417YUG0	334,625
	FNMA #890255	7/1/2039	31410LBY7	516,296
	SBAP SERIES 2011-201	9/1/2031	83162CUG6	730,972
	GNMA #80507	4/20/2031	36225CR57	7,621
	FNMA #MA1491	7/1/2043	31418AUR7	800,859
	FNMA #AS0484	9/1/2028	3138W9RE2	547,576
	SBAP SERIES 2010-20C	3/1/2030	83162CTD5	712,676
	GNMA #004597	12/20/2039	36202FDA1	228,395
	FHLMC#C91912	2/1/2037	3128P8DR9	892,182
	FHLMC C91904	11/1/2036		1,683,276
Total Western Commerce Bank				8,706,651

Name and location of safekeeper for above pledged collateral:
Federal Home Loan Bank, 8500 Freeport Parkway South, Irving, TX 75063

Total Pledged Collateral	\$ 58,747,861
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Eddy County, New Mexico
Schedule of Deposit and Investment Accounts
June 30, 2018

Bank Account Type/Name	Artesia National Bank	Carlsbad National Bank	Financial Security Credit Union	Moreton Capital Markets
Operational - Checking Account	\$ 105,432	\$ 13,880,671	\$ -	\$ -
Wire - Checking Account	-	222	-	-
Money Management Account	8,154,056	23,463,356	-	-
Eddy County Detention Center - Checking	-	64,229	-	-
Restitution - Checking Account	-	1,361	-	-
Savings Account	-	-	-	-
Purchasing Card - Checking Account	-	-	-	-
FEMA - Checking Account	-	-	-	-
MVD - Checking Account	-	-	-	-
Certificates of Deposit	-	-	250,000	10,517,216
Securities	-	-	-	8,718,583
Program funds - Cottonwood	-	-	-	-
Program funds - Atoka	-	-	-	-
Program funds - Happy Valley	-	-	-	-
Total	8,259,488	37,409,839	250,000	19,235,799
Reconciling items	10,545	(5,302,368)	-	-
Reconciled balance	\$ 8,270,033	\$ 32,107,471	\$ 250,000	\$ 19,235,799

See independent auditors' report.

New Mexico Finance Authority	Pioneer Bank	Wells Fargo Bank	Western Bank Artesia	Western Commerce Bank	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,986,103
-	-	-	-	-	222
-	9,385,718	-	-	-	41,003,130
-	-	-	-	-	64,229
-	-	-	-	-	1,361
-	-	3,038,345	-	-	3,038,345
-	-	5,500	-	-	5,500
-	-	2,741,694	-	-	2,741,694
-	-	8,268	-	-	8,268
-	-	-	3,000,000	14,080,693	27,847,909
-	-	-	-	-	8,718,583
1,550	-	-	-	-	1,550
1,147	-	-	-	-	1,147
378,563	-	-	-	-	378,563
381,260	9,385,718	5,793,807	3,000,000	14,080,693	97,796,604
-	11	(8,268)	-	-	(5,300,080)
<u>\$ 381,260</u>	<u>\$ 9,385,729</u>	<u>\$ 5,785,539</u>	<u>\$ 3,000,000</u>	<u>\$ 14,080,693</u>	<u>92,496,524</u>
					Plus: petty cash 1,649
					Less: Investments per Statement of Net Position (36,888,016)
					Less: agency funds cash and cash equivalents per Statement of Fiduciary Assets and Liabilities (4,686,709)
					<u>Cash and cash equivalents per Statement of Net Position \$ 50,923,448</u>

See independent auditors' report.

Eddy County, New Mexico
Schedule of Changes in Fiduciary Assets and Liabilities - Agency Funds
June 30, 2018

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
Sheriff- Special - 7000				
Assets				
Cash and cash equivalents	\$ 66,241	\$ -	\$ -	\$ 66,241
Total assets	\$ 66,241	\$ -	\$ -	\$ 66,241
Liabilities				
Deposits held in trust	\$ 66,241	\$ -	\$ -	\$ 66,241
Total liabilities	\$ 66,241	\$ -	\$ -	\$ 66,241
Restitution Fund - 7205				
Assets				
Cash and cash equivalents	\$ 1,478	\$ -	\$ 118	\$ 1,360
Total assets	\$ 1,478	\$ -	\$ 118	\$ 1,360
Liabilities				
Deposits held in trust	\$ 1,478	\$ -	\$ 118	\$ 1,360
Total liabilities	\$ 1,478	\$ -	\$ 118	\$ 1,360
Artesia Eagle Draw - 7500				
Assets				
Cash and cash equivalents	\$ 561,816	\$ 60,892	\$ 13,986	\$ 608,722
Total assets	\$ 561,816	\$ 60,892	\$ 13,986	\$ 608,722
Liabilities				
Deposits held in trust	\$ 561,816	\$ 60,892	\$ 13,986	\$ 608,722
Total liabilities	\$ 561,816	\$ 60,892	\$ 13,986	\$ 608,722

See independent auditors' report.

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
Protest Suspense Fund - 7600				
Assets				
Cash and cash equivalents	\$ -	\$ 120,039	\$ 39,346	\$ 80,693
Total assets	\$ -	\$ 120,039	\$ 39,346	\$ 80,693
Liabilities				
Deposits held in trust	\$ -	\$ 120,039	\$ 39,346	\$ 80,693
Total liabilities	\$ -	\$ 120,039	\$ 39,346	\$ 80,693
Tax Levies - 7900				
Assets				
Cash and cash equivalents	\$ 2,788,897	\$ 21,175,322	\$ 20,034,526	\$ 3,929,693
Property taxes receivable	1,653,378	-	-	1,653,378
Total assets	\$ 4,442,275	\$ 21,175,322	\$ 20,034,526	\$ 5,583,071
Liabilities				
Deposits held in trust	\$ 2,788,897	\$ 21,175,322	\$ 20,034,526	\$ 3,929,693
Due to other taxing entities	1,653,378	35,291,781	35,373,522	1,571,637
Total liabilities	\$ 4,442,275	\$ 56,467,103	\$ 55,408,048	\$ 5,501,330
Total Agency Funds				
Assets				
Cash and cash equivalents	\$ 3,418,432	\$ 21,356,253	\$ 20,087,976	\$ 4,686,709
Property taxes receivable	1,653,378	35,291,781	35,373,522	1,571,637
Total assets	\$ 5,071,810	\$ 56,648,034	\$ 55,461,498	\$ 6,258,346
Liabilities				
Deposits held in trust	\$ 3,418,432	\$ 21,356,253	\$ 20,087,976	\$ 4,686,709
Due to other taxing entities	1,653,378	35,291,781	35,373,522	1,571,637
Total liabilities	\$ 5,071,810	\$ 56,648,034	\$ 55,461,498	\$ 6,258,346

See independent auditors' report.

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Eddy County, New Mexico
Reconciliation of Property Tax Rolls
For the Year Ended June 30, 2018

Property taxes receivable - beginning of year	\$	2,266,882
Changes to tax roll:		
Net tax charges to treasurer for fiscal year		49,481,060
Adjustments:		
Net decrease in taxes receivable		365,773
<hr/>		
Total receivable prior to collections		52,113,715
<hr/>		
Collections for fiscal year ended June 30, 2018		(49,963,010)
<hr/>		
Taxes to be collected		2,150,705
<hr/>		
Property taxes receivable - end of year	\$	2,150,705
<hr/> <hr/>		

Property taxes receivable are reported as follows:

Statement of Net Position	\$	579,068
Statement of Fiduciary Assets and Liabilities - Agency Funds		1,571,637
<hr/>		
Total property taxes receivable	\$	2,150,705
<hr/> <hr/>		

Property taxes receivable by year:

2008	\$	30,819
2009		29,783
2010		37,010
2011		25,231
2012		28,821
2013		36,307
2014		39,241
2015		70,440
2016		540,523
2017		1,312,530
<hr/>		
Total property taxes receivable	\$	2,150,705
<hr/> <hr/>		

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
Alpaca Llama			
2016	\$ 1	\$ -	\$ 1
2017	1	1	1
Total	\$ 2	\$ 1	\$ 2
ART_EAGLE_DRAW ARTESIA EAGLE DRAW			
2008	\$ 55,164	\$ -	\$ 55,164
2009	64,493	-	64,493
2010	79,802	-	79,802
2011	50,331	-	50,331
2012	52,055	-	52,052
2013	53,041	5	53,034
2014	53,611	23	53,587
2015	54,351	280	54,293
2016	54,052	740	53,576
2017	61,996	60,459	60,459
Total	\$ 578,896	\$ 61,507	\$ 576,791
BISON			
2011	\$ 32	\$ -	\$ 32
2012	32	-	32
2013	3	-	3
2014	1	-	1
Total	\$ 68	\$ -	\$ 68
CARLSBAD_SWCD CARLSBAD_SWCD			
2008	\$ 251,115	\$ -	\$ 251,115
2009	264,047	-	264,047
2010	278,945	1	278,938
2011	294,807	-	294,798
2012	309,701	-	309,683
2013	332,591	79	332,525
2014	352,747	353	352,594
2015	381,185	6,129	380,586
2016	405,161	19,673	396,484
2017	427,999	408,910	408,910
Total	\$ 3,298,298	\$ 435,145	\$ 3,269,680

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ - 1	\$ 1 1	\$ - -	\$ - -	\$ - -	\$ - -
\$ 1	\$ 2	\$ -	\$ -	\$ -	\$ -
\$ - - - - - 5 135 244 1,313 60,008	\$ 55,164 64,493 79,802 50,331 52,050 53,030 53,578 54,189 53,476 59,339	\$ - - - - - - - - - -	\$ - - - - - - - - - -	\$ - - - - 1 4 9 104 100 1,119	\$ - - - - 3 7 24 58 476 1,537
\$ 61,705	\$ 575,452	\$ -	\$ -	\$ 1,337	\$ 2,105
\$ - - - -	\$ 32 32 3 1	\$ - - - -	\$ - - - -	\$ - - - -	\$ - - - -
\$ -	\$ 68	\$ -	\$ -	\$ -	\$ -
\$ - - 1 - - 79 2,376 4,353 27,762 403,214	\$ 251,115 264,047 278,938 294,798 309,679 332,514 352,531 378,104 394,646 398,615	\$ - - - - - - - 19 - 517	\$ - - - - - - - 19 - 517	\$ - - - - 5 11 63 2,482 1,839 10,295	\$ - - 7 9 18 66 153 580 8,677 18,572
\$ 437,785	\$ 3,254,987	\$ 536	\$ 536	\$ 14,695	\$ 28,082

See independent auditors' report.

**Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018**

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
CATTLE			
2008	\$ 36,802	\$ -	\$ 36,802
2009	37,207	-	37,207
2010	31,989	-	31,989
2011	36,366	-	36,366
2012	39,074	-	39,074
2013	43,800	-	43,800
2014	45,087	-	45,085
2015	54,317	-	54,314
2016	57,725	474	57,609
2017	59,962	55,652	55,652
Total	\$ 442,329	\$ 56,126	\$ 437,898
CEN_VAL_SWCD CENTRAL VALLEY SWCD			
2008	\$ 33,277	\$ -	\$ 33,276
2009	35,958	-	35,957
2010	38,705	-	38,704
2011	41,093	-	41,091
2012	45,683	-	45,681
2013	50,008	-	49,987
2014	106,961	23	106,895
2015	59,493	406	59,431
2016	62,574	2,008	61,776
2017	66,382	63,312	63,312
Total	\$ 540,134	\$ 65,749	\$ 536,110
COTTONWOOD WALNUT CREEK			
2008	\$ 61,330	\$ -	\$ 61,330
2009	69,330	-	69,330
2010	72,043	-	72,043
2011	77,659	-	77,659
2012	81,364	-	81,364
2013	84,722	16	84,618
2014	94,401	51	94,303
2015	99,904	949	99,883
2016	100,570	3,863	98,478
2017	118,055	107,624	107,624
Total	\$ 859,378	\$ 112,503	\$ 846,632

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 36,802	\$ -	\$ -	\$ -	\$ -
-	37,207	-	-	-	-
-	31,989	-	-	-	-
-	36,366	-	-	-	-
-	39,074	-	-	-	-
-	43,800	-	-	-	-
-	45,085	3	3	-	(1)
-	54,314	3	3	-	-
2,119	57,609	3	3	-	113
53,821	49,688	-	-	5,964	4,310
\$ 55,940	\$ 431,934	\$ 9	\$ 9	\$ 5,964	\$ 4,422
\$ -	\$ 33,276	\$ -	\$ -	\$ -	\$ 1
-	35,957	-	-	-	1
-	38,704	-	-	-	1
-	41,091	-	-	-	2
-	45,681	-	-	-	2
2	49,985	-	9	2	12
189	106,877	-	15	17	51
354	59,313	-	-	118	62
2,909	61,627	-	18	149	780
62,135	60,421	1	1	2,890	3,069
\$ 65,589	\$ 532,932	\$ 1	\$ 43	\$ 3,176	\$ 3,981
\$ -	\$ 61,330	\$ -	\$ -	\$ -	\$ -
-	69,330	-	-	-	-
-	72,043	-	-	-	-
-	77,659	-	-	-	-
-	81,364	-	-	-	-
16	84,618	-	52	-	52
172	94,265	-	44	38	54
987	99,757	-	-	127	21
4,730	97,356	-	-	1,122	2,092
105,927	98,337	-	-	9,287	10,431
\$ 111,832	\$ 836,059	\$ -	\$ 96	\$ 10,574	\$ 12,650

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
DAIRY			
2008	\$ 28,538	\$ -	\$ 28,538
2009	28,216	-	28,216
2010	18,746	-	18,746
2011	19,441	-	19,441
2012	22,084	-	22,084
2013	20,374	-	20,374
2014	16,581	-	16,581
2015	22,905	-	22,905
2016	25,520	6,326	25,520
2017	22,819	22,819	22,819
Total	\$ 225,224	\$ 29,145	\$ 225,224
EQUINE			
2009	\$ 1,909	\$ -	\$ 1,909
2010	1,927	-	1,927
2011	1,773	-	1,773
2012	1,655	-	1,655
2013	1,605	-	1,605
2014	1,472	-	1,462
2015	1,750	-	1,737
2016	1,902	129	1,834
2017	1,781	1,644	1,644
Total	\$ 15,774	\$ 1,773	\$ 15,546
HACKBERRY_WS HACKBERRY DRAW WATERSHED			
2008	\$ 9,017	\$ -	\$ 9,017
2009	9,587	-	9,587
2010	9,980	-	9,980
2011	10,252	-	10,252
2012	10,893	-	10,886
2013	11,157	-	11,150
2014	11,228	33	11,201
2015	11,360	585	11,273
2016	11,217	888	10,702
2017	14,399	13,219	13,219
Total	\$ 109,090	\$ 14,725	\$ 107,267

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 28,538	\$ -	\$ -	\$ -	\$ -
-	28,216	-	-	-	-
-	18,746	-	-	-	-
-	19,441	-	-	-	-
-	22,084	-	-	-	-
-	20,374	-	-	-	-
-	16,581	-	-	-	-
-	22,905	-	-	-	-
6,326	25,520	-	-	-	-
22,819	22,819	-	-	-	-
\$ 29,145	\$ 225,224	\$ -	\$ -	\$ -	\$ -
\$ -	\$ 1,909	\$ -	\$ -	\$ -	\$ -
-	1,927	-	-	-	-
-	1,773	-	-	-	-
-	1,655	-	-	-	-
-	1,605	-	-	-	-
-	1,462	10	10	-	-
-	1,737	13	13	-	-
238	1,829	24	24	5	44
1,525	1,477	-	-	167	137
\$ 1,763	\$ 15,374	\$ 47	\$ 47	\$ 172	\$ 181
\$ -	\$ 9,017	\$ -	\$ -	\$ -	\$ -
-	9,587	-	-	-	-
-	9,980	-	-	-	-
-	10,252	-	-	-	-
-	10,879	-	-	7	7
-	11,144	-	-	6	7
194	11,186	-	-	15	27
457	11,082	24	24	190	63
1,099	10,621	-	-	81	515
12,931	12,736	25	25	483	1,155
\$ 14,681	\$ 106,484	\$ 49	\$ 49	\$ 782	\$ 1,774

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
PEC_VAL_ART_CONS PECOS VALLEY ART CONS			
2008	\$ 504,944	\$ -	\$ 504,938
2009	590,726	-	590,720
2010	716,485	-	716,479
2011	754,899	-	754,893
2012	783,370	-	783,320
2013	801,287	66	801,118
2014	1,665,546	493	1,664,709
2015	1,711,170	10,447	1,709,292
2016	1,723,868	28,605	1,706,718
2017	1,878,549	1,826,538	1,826,538
Total	\$ 11,130,844	\$ 1,866,149	\$ 11,058,725
PENASCO_SWCD PENASCO_SWCD			
2008	\$ 3,366	\$ -	\$ 3,366
2009	3,614	-	3,614
2010	3,729	-	3,729
2011	3,939	-	3,939
2012	4,045	-	4,045
2013	4,316	5	4,315
2014	2,341	3	2,340
2015	4,746	15	4,743
2016	4,879	247	4,664
2017	5,085	4,805	4,805
Total	\$ 40,060	\$ 5,075	\$ 39,560
RATITES			
2012	\$ 8	\$ -	\$ 8
2013	23	-	23
2014	1	-	1
2015	2	-	2
Total	\$ 34	\$ -	\$ 34

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 504,938	\$ -	\$ -	\$ -	\$ 6
-	590,720	-	-	-	6
-	716,479	-	-	-	6
-	754,893	-	-	-	6
-	783,300	-	-	20	50
66	801,050	-	35	67	134
3,990	1,664,306	-	60	402	777
8,777	1,705,359	-	-	3,933	1,878
47,795	1,702,625	-	25	4,093	17,125
1,810,042	1,789,925	1,374	1,374	36,613	50,637
\$ 1,870,670	\$ 11,013,595	\$ 1,374	\$ 1,494	\$ 45,128	\$ 70,625
\$ -	\$ 3,366	\$ -	\$ -	\$ -	\$ -
-	3,614	-	-	-	-
-	3,729	-	-	-	-
-	3,939	-	-	-	-
-	4,045	-	-	-	-
5	4,315	-	-	-	1
4	2,340	-	-	-	1
18	4,742	-	-	-	3
352	4,548	-	-	116	215
4,536	4,381	-	-	424	280
\$ 4,915	\$ 39,019	\$ -	\$ -	\$ 540	\$ 500
\$ -	\$ 8	\$ -	\$ -	\$ -	\$ -
-	23	-	-	-	-
-	1	-	-	-	-
-	2	-	-	-	-
\$ -	\$ 34	\$ -	\$ -	\$ -	\$ -

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
SHEEP_GOATS SHEEP AND GOATS			
2008	\$ 146	\$ -	\$ 146
2009	131	-	131
2010	188	-	188
2011	252	-	252
2012	290	-	290
2013	310	-	310
2014	239	-	239
2015	240	-	240
2016	172	-	172
2017	155	152	152
Total	\$ 2,123	\$ 152	\$ 2,120
ARTESIA_GEN_HOSP ARTESIA GENERAL HOSPITAL-RES			
2008	\$ 1,189,989	\$ 2,216	\$ 1,187,789
2009	1,386,768	1,616	1,384,028
2010	1,632,822	1,769	1,629,154
2011	1,729,456	1,532	1,727,288
2012	1,844,935	3,208	1,842,251
2013	1,758,713	2,840	1,755,459
2014	481,682	447	481,343
2015	501,729	5,224	500,724
2016	513,178	15,695	505,607
2017	540,896	515,624	515,624
Total	\$ 11,580,168	\$ 550,171	\$ 11,529,267
ARTESIA_GEN_HSPN ARTESIA GENERAL HOSPITA			
2014	\$ 1,412,165	\$ 3,262	\$ 1,409,679
2015	1,512,598	9,259	1,509,452
2016	1,550,871	18,407	1,542,139
2017	1,568,437	1,550,448	1,550,448
Total	\$ 6,044,071	\$ 1,581,376	\$ 6,011,718

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 146	\$ -	\$ -	\$ -	\$ -
-	131	-	-	-	-
-	188	-	-	-	-
-	252	-	-	-	-
-	290	-	-	-	-
-	310	-	-	-	-
-	239	-	-	-	-
-	240	-	-	-	-
-	172	-	-	-	-
149	149	-	-	3	3
\$ 149	\$ 2,117	\$ -	\$ -	\$ 3	\$ 3
\$ 2,216	\$ 1,187,789	\$ -	\$ -	\$ -	\$ 2,200
1,616	1,384,028	-	-	-	2,740
1,769	1,629,154	-	-	-	3,668
1,532	1,727,288	-	-	-	2,168
3,208	1,842,249	-	-	2	2,684
2,848	1,755,368	-	51	91	3,203
1,987	481,137	18	21	206	318
4,676	499,018	29	39	1,707	966
25,119	503,255	34	53	2,352	7,518
507,774	496,151	23	23	19,473	25,249
\$ 552,745	\$ 11,505,437	\$ 104	\$ 187	\$ 23,831	\$ 50,714
\$ 3,688	\$ 1,409,627	\$ -	\$ 41	\$ 52	\$ 2,445
9,115	1,509,123	9	10	329	3,136
39,557	1,537,402	211	212	4,737	8,520
1,544,572	1,533,807	1	1	16,641	17,988
\$ 1,596,932	\$ 5,989,959	\$ 221	\$ 264	\$ 21,759	\$ 32,089

See independent auditors' report.

**Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018**

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
ARTESIA MUN N MUNICIPAL Operational			
2008	\$ 301,751	\$ -	\$ 301,751
2009	363,741	-	363,741
2010	481,400	-	481,400
2011	505,977	-	505,977
2012	524,092	-	524,092
2013	533,709	53	533,629
2014	546,218	97	546,104
2015	-	-	-
2016	-	-	-
Total	\$ 3,256,888	\$ 150	\$ 3,256,694
ARTESIA_MUN_R ARTESIA MUNICIPAL OPERATIONAL			
2008	\$ 150,133	\$ -	\$ 150,133
2009	165,381	-	165,381
2010	170,645	-	170,645
2011	178,225	-	178,225
2012	188,207	-	188,184
2013	194,303	12	194,226
2014	198,726	246	198,561
2015	-	-	-
2016	-	-	-
Total	\$ 1,245,620	\$ 258	\$ 1,245,355
ARTESIA N OP ARTESIA SCHOOL OPERATIONAL			
2008	\$ 138,640	\$ 369	\$ 138,273
2009	163,940	269	163,483
2010	199,769	295	199,157
2011	211,181	255	210,819
2012	225,934	535	225,493
2013	235,852	515	235,280
2014	257,664	595	257,210
2015	280,111	1,715	279,528
2016	288,086	3,419	286,464
2017	290,451	287,120	287,120
Total	\$ 2,291,628	\$ 295,087	\$ 2,282,827

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 301,751	\$ -	\$ -	\$ -	\$ -
-	363,741	-	-	-	-
-	481,400	-	-	-	-
-	505,977	-	-	-	-
-	524,092	-	-	-	-
53	533,629	-	40	-	40
284	546,071	-	34	33	80
-	-	-	-	-	-
-	-	-	-	-	-
\$ 337	\$ 3,256,661	\$ -	\$ 74	\$ 33	\$ 120
\$ -	\$ 150,133	\$ -	\$ -	\$ -	\$ -
-	165,381	-	-	-	-
-	170,645	-	-	-	-
-	178,225	-	-	-	-
-	188,183	-	-	1	23
12	194,172	-	-	54	77
1,141	198,452	-	-	109	165
-	-	-	-	-	-
-	-	-	-	-	-
\$ 1,153	\$ 1,245,191	\$ -	\$ -	\$ 164	\$ 265
\$ 369	\$ 138,273	\$ -	\$ -	\$ -	\$ 367
269	163,483	-	-	-	457
295	199,157	-	-	-	612
255	210,819	-	-	-	362
535	225,493	-	-	-	441
517	235,278	-	9	2	563
673	257,201	-	7	10	447
1,688	279,467	2	2	61	581
7,348	285,584	39	39	880	1,583
286,032	284,038	-	-	3,082	3,331
\$ 297,981	\$ 2,278,793	\$ 41	\$ 57	\$ 4,035	\$ 8,744

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
ARTESIA_R_OP ARTESIA SCHOOLS OPERATIONAL			
2008	\$ 52,887	\$ -	\$ 52,887
2009	59,394	-	59,394
2010	61,513	-	61,513
2011	64,578	-	64,578
2012	68,343	-	68,338
2013	71,611	3	71,593
2014	73,809	68	73,757
2015	77,024	802	76,870
2016	78,659	2,406	77,499
2017	83,057	79,177	79,177
Total	\$ 690,875	\$ 82,456	\$ 685,606
ARTESIA_SD_DS ARTESIA SCHOOL DIST DEBT SVC			
2008	\$ 280,044	\$ 522	\$ 279,526
2009	218,185	254	217,754
2010	415,825	451	414,891
2011	311,302	276	310,912
2012	-	-	-
2013	-	-	-
2014	-	-	-
2015	-	-	-
2016	-	-	-
2017	-	-	-
Total	\$ 1,225,356	\$ 1,503	\$ 1,223,083
ART_GEN_HSP_DEBT ART_GEN_HSP_DEBT			
2008	\$ 723,513	\$ 1,348	\$ 722,176
2009	843,155	983	841,489
2010	994,389	1,077	992,155
2011	653,734	579	652,915
2012	698,615	1,215	697,599
2013	936,026	1,512	934,295
2014	702,967	1,372	701,922
2015	1,320,878	9,549	1,318,157
2016	1,946,150	32,738	1,930,494
2017	1,871,578	1,831,541	1,831,541
Total	\$ 10,691,005	\$ 1,881,914	\$ 10,622,743

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 52,887	\$ -	\$ -	\$ -	\$ -
-	59,394	-	-	-	-
-	61,513	-	-	-	-
-	64,578	-	-	-	-
-	68,338	-	-	-	5
3	71,580	-	-	12	18
304	73,726	3	3	32	49
718	76,608	4	6	262	148
3,850	77,138	5	8	361	1,152
77,971	76,186	3	3	2,990	3,877
\$ 82,846	\$ 681,948	\$ 15	\$ 20	\$ 3,657	\$ 5,249
\$ 522	\$ 279,526	\$ -	\$ -	\$ -	\$ 518
254	217,754	-	-	-	431
451	414,891	-	-	-	934
276	310,912	-	-	-	390
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 1,503	\$ 1,223,083	\$ -	\$ -	\$ -	\$ 2,273
\$ 1,348	\$ 722,176	\$ -	\$ -	\$ -	\$ 1,337
983	841,489	-	-	-	1,666
1,077	992,155	-	-	-	2,234
579	652,915	-	-	-	819
1,215	697,598	-	-	1	1,016
1,516	934,246	-	27	49	1,704
2,111	701,825	7	23	97	1,022
9,083	1,316,784	26	33	1,373	2,688
61,713	1,923,762	230	249	6,732	15,407
1,818,857	1,798,307	22	22	33,233	40,015
\$ 1,898,482	\$ 10,581,257	\$ 285	\$ 354	\$ 41,485	\$ 67,908

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
ART_HB33_BLDG ARTESIA HB 33 SCH BLDG			
2008	\$ 1,703,271	\$ 3,173	\$ 1,700,122
2009	2,093,095	2,439	2,088,959
2010	2,305,545	2,498	2,300,365
2011	2,571,125	2,277	2,567,902
2012	3,074,891	5,346	3,070,418
2013	3,256,875	5,260	3,250,851
2014	3,539,612	6,911	3,534,349
2015	3,776,096	27,298	3,768,317
2016	3,973,355	66,840	3,941,392
2017	1,109,099	1,057,279	1,057,279
Total	\$ 27,402,964	\$ 1,179,321	\$ 27,279,954
Art_HB33_NR Artesia HB 33			
2017	\$ 2,904,514	\$ 2,871,200	\$ 2,871,200
Total	\$ 2,904,514	\$ 2,871,200	\$ 2,871,200
ART_SD_CAP_IMP ARTESIA SCH DIST CAP IMP-RES			
2008	\$ 238,767	\$ -	\$ 238,767
2009	268,080	-	268,080
2010	277,749	-	277,749
2011	291,448	-	291,448
2012	326,220	-	326,195
2013	341,794	14	341,709
2014	352,562	327	352,314
2015	367,181	3,823	366,445
2016	375,630	11,489	370,088
2017	396,172	377,662	377,662
Total	\$ 3,235,603	\$ 393,315	\$ 3,210,457
ART_SD_CAP_IMP_N ARTESIA SCH DIST CAP IMP-NONRES			
2008	\$ 554,559	\$ 1,478	\$ 553,093
2009	655,760	1,077	653,933
2010	799,075	1,180	796,630
2011	844,723	1,021	843,278
2012	903,736	2,138	901,972
2013	942,931	2,060	940,641
2014	1,031,705	2,383	1,029,888
2015	1,120,443	6,859	1,118,112
2016	1,152,342	13,677	1,145,855
2017	1,161,806	1,148,480	1,148,480
Total	\$ 9,167,080	\$ 1,180,353	\$ 9,131,882

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ 3,173	\$ 1,700,122	\$ -	\$ -	\$ -	\$ 3,149
2,439	2,088,959	-	-	-	4,136
2,498	2,300,365	-	-	-	5,180
2,277	2,567,902	-	-	-	3,223
5,346	3,070,414	-	-	4	4,473
5,275	3,250,682	-	94	169	5,930
10,631	3,533,860	34	115	488	5,148
25,966	3,764,391	74	94	3,926	7,685
125,996	3,927,648	469	509	13,744	31,454
1,041,183	1,017,349	46	46	39,930	51,774
\$ 1,224,784	\$ 27,221,692	\$ 623	\$ 858	\$ 58,261	\$ 122,152
\$ 2,860,318	\$ 2,840,384	\$ 1	\$ 1	\$ 30,816	\$ 33,313
\$ 2,860,318	\$ 2,840,384	\$ 1	\$ 1	\$ 30,816	\$ 33,313
\$ -	\$ 238,767	\$ -	\$ -	\$ -	\$ -
-	268,080	-	-	-	-
-	277,749	-	-	-	-
-	291,448	-	-	-	-
-	326,194	-	-	1	25
14	341,650	-	2	59	83
1,454	352,163	13	15	151	233
3,422	365,196	21	29	1,249	707
18,386	368,366	25	39	1,722	5,503
371,912	363,399	16	16	14,263	18,494
\$ 395,188	\$ 3,193,012	\$ 75	\$ 101	\$ 17,445	\$ 25,045
\$ 1,478	\$ 553,093	\$ -	\$ -	\$ -	\$ 1,466
1,077	653,933	-	-	-	1,827
1,180	796,630	-	-	-	2,445
1,021	843,278	-	-	-	1,445
2,138	901,972	-	-	-	1,764
2,066	940,634	-	35	8	2,255
2,695	1,029,850	-	30	38	1,787
6,752	1,117,869	7	7	244	2,324
29,392	1,142,335	157	157	3,520	6,330
1,144,127	1,136,154	-	-	12,326	13,326
\$ 1,191,926	\$ 9,115,748	\$ 164	\$ 229	\$ 16,136	\$ 34,969

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
CARLSBAD_MUN_N CARLSBAD MUNICIPAL OPERATIONAL			
2008	\$ 677,642	\$ 165	\$ 677,642
2009	713,455	165	713,455
2010	725,565	157	725,525
2011	770,677	151	770,637
2012	838,557	146	838,507
2013	886,843	140	886,594
2014	907,670	413	907,399
2015	1,003,915	7,290	1,002,874
2016	1,165,041	70,250	1,149,118
2017	1,228,409	1,155,101	1,155,101
Total	\$ 8,917,774	\$ 1,233,978	\$ 8,826,852
CARLSBAD_MU			
2008	\$ 1,168,303	\$ -	\$ 1,168,303
2009	1,252,281	-	1,252,281
2010	1,279,834	10	1,279,820
2011	1,330,507	4	1,330,471
2012	1,391,979	4	1,391,928
2013	1,456,513	243	1,456,374
2014	1,506,110	1,730	1,505,387
2015	1,567,683	24,937	1,564,689
2016	1,625,566	56,456	1,590,294
2017	1,687,690	1,611,988	1,611,988
Total	\$ 14,266,466	\$ 1,695,372	\$ 14,151,535
CARLSBAD_N_OP CARLSBAD SCHOOLS OPERATIONAL			
2008	\$ 201,054	\$ 368	\$ 200,680
2009	264,976	470	264,688
2010	250,870	509	250,591
2011	257,388	531	257,116
2012	313,357	634	313,083
2013	282,721	624	282,435
2014	325,322	270	325,010
2015	346,517	1,006	346,043
2016	396,221	8,646	392,708
2017	374,296	367,563	367,563
Total	\$ 3,012,722	\$ 380,621	\$ 2,999,917

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ 165	\$ 677,642	\$ -	\$ -	\$ -	\$ -
165	713,455	-	-	-	-
157	725,525	-	-	-	40
151	770,637	-	-	-	40
146	838,507	-	-	-	50
140	886,594	-	-	-	249
2,405	907,396	-	-	3	271
6,217	1,000,945	159	167	1,929	874
97,700	1,147,211	20	20	1,908	15,903
1,147,477	1,137,489	-	-	17,611	73,308
\$ 1,254,723	\$ 8,805,401	\$ 179	\$ 187	\$ 21,451	\$ 90,735
\$ -	\$ 1,168,303	\$ -	\$ -	\$ -	\$ -
-	1,252,281	-	-	-	-
10	1,279,820	-	-	-	14
4	1,330,471	8	8	-	28
4	1,391,928	8	8	-	43
243	1,456,327	7	7	47	132
10,085	1,505,088	7	7	299	716
16,765	1,554,156	11	11	10,533	2,983
80,207	1,582,772	406	406	7,522	34,866
1,590,675	1,573,404	111	111	38,584	75,591
\$ 1,697,993	\$ 14,094,550	\$ 558	\$ 558	\$ 56,985	\$ 114,373
\$ 368	\$ 200,680	\$ -	\$ -	\$ -	\$ 374
470	264,688	-	-	-	288
509	250,591	-	-	-	279
531	257,116	-	-	-	272
634	313,083	-	-	-	274
624	282,435	-	-	-	286
432	325,009	3	3	1	309
912	345,870	125	126	172	348
11,341	392,137	274	274	571	3,239
366,748	365,598	13	13	1,965	6,720
\$ 382,569	\$ 2,997,207	\$ 415	\$ 416	\$ 2,709	\$ 12,389

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
CARLSBAD_R_OP CARLSBAD SCHOOLS OPERATIONAL			
2008	\$ 110,197	\$ -	\$ 110,196
2009	118,935	-	118,933
2010	122,181	1	122,180
2011	127,432	-	127,429
2012	133,474	-	133,467
2013	139,566	45	139,542
2014	143,730	171	143,657
2015	149,371	2,372	149,095
2016	154,054	5,747	150,825
2017	159,733	152,434	152,434
Total	\$ 1,358,673	\$ 160,770	\$ 1,347,758
CARLSBAD_SD_DS CARLSBAD SCHOOL DIST DEBT SVC			
2008	\$ 918,294	\$ 1,035	\$ 917,240
2009	900,628	1,060	899,973
2010	1,061,272	1,374	1,060,517
2011	1,097,036	1,426	1,096,298
2012	962,806	1,295	962,230
2013	618,127	928	617,698
2014	2,165,882	2,076	2,164,154
2015	5,654,783	42,693	5,646,073
2016	4,935,763	134,265	4,871,254
2017	1,939,596	1,884,564	1,884,564
Total	\$ 20,254,187	\$ 2,070,716	\$ 20,120,001
CAR_HB33_BLDG CARLSBAD HB 33 SCH BLDG-RES			
2008	\$ 502,035	\$ -	\$ 502,033
2009	536,952	-	536,946
2010	572,276	3	572,271
2011	596,598	1	596,587
2012	624,986	1	624,956
2013	653,005	212	652,895
2014	673,301	800	672,957
2015	698,622	11,093	697,331
2016	758,032	28,280	742,143
2017	786,103	750,179	750,179
Total	\$ 6,401,910	\$ 790,569	\$ 6,348,298

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 110,196	\$ -	\$ 1	\$ -	\$ -
-	118,933	-	1	-	1
1	122,180	-	-	-	1
-	127,429	1	1	-	2
-	133,464	1	1	3	6
45	139,536	2	2	6	22
1,025	143,627	3	4	29	69
1,718	148,150	4	5	945	271
8,286	150,140	34	34	685	3,195
150,295	148,399	9	9	4,034	7,290
\$ 161,370	\$ 1,342,054	\$ 54	\$ 58	\$ 5,702	\$ 10,857
\$ 1,035	\$ 917,240	\$ -	\$ 2	\$ -	\$ 1,052
1,060	899,973	-	4	-	651
1,374	1,060,517	-	-	-	755
1,426	1,096,298	2	2	-	736
1,295	962,223	1	1	7	575
928	617,687	3	3	10	426
7,401	2,163,991	31	37	163	1,691
32,844	5,631,456	1,360	1,392	14,617	7,318
184,438	4,858,982	2,600	2,600	12,272	61,909
1,872,190	1,859,839	84	84	24,725	54,948
\$ 2,103,991	\$ 20,068,206	\$ 4,081	\$ 4,125	\$ 51,794	\$ 130,061
\$ -	\$ 502,033	\$ -	\$ 2	\$ -	\$ -
-	536,946	-	6	-	-
3	572,271	-	-	-	5
1	596,587	3	3	-	8
1	624,942	3	3	13	27
212	652,867	9	9	28	101
4,803	672,819	16	20	138	324
8,036	692,911	17	24	4,420	1,267
40,771	738,771	166	166	3,373	15,723
739,653	730,324	46	46	19,854	35,878
\$ 793,480	\$ 6,320,471	\$ 260	\$ 279	\$ 27,826	\$ 53,333

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
CAR_HB33_BLDG_NR CARLSBAD HB 33 SCH BLDG-NONRES			
2008	\$ 804,214	\$ 1,472	\$ 802,718
2009	1,059,905	1,880	1,058,751
2010	1,003,480	2,036	1,002,365
2011	1,029,551	2,123	1,028,463
2012	1,253,430	2,536	1,252,331
2013	1,130,883	2,496	1,129,739
2014	1,301,287	1,080	1,300,038
2015	1,385,371	4,022	1,383,475
2016	1,574,582	34,358	1,560,620
2017	1,487,453	1,460,697	1,460,697
Total	\$ 12,030,156	\$ 1,512,700	\$ 11,979,197
CAR_SD_CAP_IMP CARLSBAD SCH DIST CAP IMP-RES			
2008	\$ 502,035	\$ -	\$ 502,033
2009	536,952	-	536,946
2010	551,388	3	551,383
2011	574,805	1	574,793
2012	-	-	-
2013	679,153	220	679,038
2014	699,999	832	699,641
2015	727,018	11,544	725,674
2016	750,857	28,013	735,119
2017	778,475	742,897	742,897
Total	\$ 5,800,682	\$ 783,510	\$ 5,747,524
CAR_SD_CAP_IMP_N CARLSBAD SCH DIST CAP IMP-NONRES			
2008	\$ 804,214	\$ 1,472	\$ 802,718
2009	1,059,905	1,880	1,058,751
2010	1,003,480	2,036	1,002,365
2011	1,029,551	2,123	1,028,463
2012	-	-	-
2013	1,130,883	2,496	1,129,739
2014	1,301,287	1,080	1,300,038
2015	1,385,371	4,022	1,383,475
2016	1,574,582	34,358	1,560,620
2017	1,497,185	1,470,253	1,470,253
Total	\$ 10,786,458	\$ 1,519,720	\$ 10,736,422

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ 1,472	\$ 802,718	\$ -	\$ -	\$ -	\$ 1,496
1,880	1,058,751	-	-	-	1,154
2,036	1,002,365	-	-	-	1,115
2,123	1,028,463	-	-	-	1,088
2,536	1,252,331	-	-	-	1,099
2,496	1,129,739	1	1	-	1,143
1,728	1,300,036	12	12	3	1,237
3,645	1,382,786	501	504	689	1,392
45,069	1,558,351	1,088	1,088	2,269	12,874
1,457,457	1,452,888	51	51	7,808	26,705
\$ 1,520,442	\$ 11,968,428	\$ 1,653	\$ 1,656	\$ 10,769	\$ 49,303
\$ -	\$ 502,033	\$ -	\$ 2	\$ -	\$ -
-	536,946	-	6	-	-
3	551,383	-	-	-	5
1	574,793	2	2	-	10
-	-	-	-	-	-
220	679,009	9	9	30	106
4,994	699,498	16	21	144	337
8,363	721,075	17	25	4,599	1,319
40,386	731,778	164	164	3,341	15,574
732,476	723,238	45	45	19,662	35,533
\$ 786,443	\$ 5,719,753	\$ 253	\$ 274	\$ 27,776	\$ 52,884
\$ 1,472	\$ 802,718	\$ -	\$ -	\$ -	\$ 1,496
1,880	1,058,751	-	-	-	1,154
2,036	1,002,365	-	-	-	1,115
2,123	1,028,463	-	-	-	1,088
-	-	-	-	-	-
2,496	1,129,739	1	1	-	1,143
1,728	1,300,036	12	12	3	1,237
3,645	1,382,786	501	504	689	1,392
45,069	1,558,351	1,088	1,088	2,269	12,874
1,466,993	1,462,394	51	51	7,859	26,881
\$ 1,527,442	\$ 10,725,603	\$ 1,653	\$ 1,656	\$ 10,820	\$ 48,380

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
CAR_SD_ET_DS CARLSBAD SCHOOL DIS ED TECH DEBT SVC			
2012	\$ 2,189,653	\$ 2,946	\$ 2,188,343
2013	591,882	888	591,470
2014	1,906,708	1,828	1,905,187
2015	1,346,894	10,169	1,344,820
2016	2,925,751	79,587	2,887,513
2017	5,481,150	5,325,630	5,325,630
Total	\$ 14,442,038	\$ 5,421,048	\$ 14,242,963
COUNTY_OP_N EDDY COUNTY OPERATIONAL			
2008	\$ 5,264,389	\$ 11,060	\$ 5,252,366
2009	6,626,704	11,089	6,615,317
2010	6,917,269	12,060	6,903,715
2011	7,204,201	11,792	7,194,509
2012	8,322,427	17,529	8,311,506
2013	8,939,448	17,199	8,926,262
2014	9,067,697	13,149	9,055,900
2015	9,694,086	41,243	9,678,009
2016	10,670,955	182,592	10,593,042
2017	10,366,993	10,214,541	10,214,541
Total	\$ 83,074,169	\$ 10,532,254	\$ 82,745,167
COUNTY_OP_R EDDY COUNTY OPERATIONAL			
2008	\$ 2,566,640	\$ -	\$ 2,566,632
2009	2,806,903	-	2,806,880
2010	2,892,136	11	2,892,121
2011	3,022,366	4	3,022,327
2012	3,177,355	4	3,177,175
2013	3,323,848	743	3,323,210
2014	3,427,496	4,079	3,425,421
2015	3,561,979	50,745	3,554,899
2016	3,666,139	131,305	3,596,487
2017	3,822,286	3,643,158	3,643,158
Total	\$ 32,267,148	\$ 3,830,049	\$ 32,008,310

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ 2,946	\$ 2,188,327	\$ 3	\$ 3	\$ 15	\$ 1,307
888	591,461	3	3	10	409
6,515	1,905,044	27	32	143	1,489
7,823	1,341,338	324	332	3,482	1,742
109,329	2,880,238	1,541	1,541	7,275	36,697
5,290,669	5,255,767	237	237	69,870	155,283
\$ 5,418,170	\$ 14,162,175	\$ 2,135	\$ 2,148	\$ 80,795	\$ 196,927
\$ 11,060	\$ 5,252,366	\$ -	\$ -	\$ -	\$ 12,023
11,089	6,615,317	-	-	-	11,387
12,060	6,903,715	-	-	-	13,554
11,792	7,194,509	-	-	-	9,692
17,529	8,311,504	-	-	2	10,921
17,221	8,926,225	3	136	37	13,050
17,002	9,055,734	46	159	166	11,638
39,194	9,674,237	1,916	1,931	3,772	14,146
285,257	10,570,998	4,697	4,698	22,043	73,215
10,185,464	10,137,981	291	291	76,539	152,161
\$ 10,607,668	\$ 82,642,586	\$ 6,953	\$ 7,215	\$ 102,559	\$ 321,787
\$ -	\$ 2,566,632	\$ -	\$ 8	\$ -	\$ -
-	2,806,880	-	22	-	1
11	2,892,121	-	-	-	15
4	3,022,327	8	8	-	31
4	3,177,128	8	8	47	172
743	3,322,927	30	36	284	602
21,422	3,424,418	94	132	1,004	1,943
38,494	3,535,139	123	194	19,760	6,886
193,932	3,579,400	638	791	17,087	68,861
3,589,817	3,530,112	358	358	113,025	178,770
\$ 3,844,427	\$ 31,857,084	\$ 1,259	\$ 1,557	\$ 151,207	\$ 257,281

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
HOPE_ART_GEN_HOS ARTESIA GENERAL HOSPITAL-HOPE-RES			
2008	\$ 5,459	\$ -	\$ 5,459
2009	5,415	-	5,415
2010	4,552	-	4,552
2011	6,357	-	6,357
2012	7,163	-	7,163
2013	7,369	-	7,369
2014	1,541	-	1,541
2015	1,599	11	1,599
2016	1,664	220	1,662
2017	1,727	1,681	1,681
Total	\$ 42,846	\$ 1,912	\$ 42,798
HOPE_MUN_N HOPE MUNICIPAL OPERATIONAL			
2008	\$ 11,190	\$ -	\$ 11,190
2009	10,652	-	10,652
2010	8,001	-	8,001
2011	12,279	-	12,279
2012	14,132	-	14,132
2013	16,482	-	16,482
2014	19,995	-	19,988
2015	23,821	6	23,814
2016	23,545	90	23,500
2017	16,811	16,722	16,722
Total	\$ 156,908	\$ 16,818	\$ 156,760
HOPE_MUN_R HOPE MUNICIPAL OPERATIONAL			
2008	\$ 1,988	\$ -	\$ 1,988
2009	2,148	-	2,148
2010	2,168	-	2,168
2011	2,391	-	2,391
2012	2,470	-	2,470
2013	2,557	-	2,557
2014	2,846	-	2,846
2015	2,882	20	2,882
2016	2,871	379	2,867
2017	2,927	2,849	2,849
Total	\$ 25,248	\$ 3,248	\$ 25,166

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 5,459	\$ -	\$ -	\$ -	\$ -
-	5,415	-	-	-	-
-	4,552	-	-	-	-
-	6,357	-	-	-	-
-	7,163	-	-	-	-
-	7,369	-	-	-	-
-	1,541	-	-	-	-
11	1,599	-	-	-	-
289	1,662	-	-	-	2
1,529	1,503	4	4	178	42
\$ 1,829	\$ 42,620	\$ 4	\$ 4	\$ 178	\$ 44
\$ -	\$ 11,190	\$ -	\$ -	\$ -	\$ -
-	10,652	-	-	-	-
-	8,001	-	-	-	-
-	12,279	-	-	-	-
-	14,132	-	-	-	-
-	16,482	-	-	-	-
5	19,988	-	-	-	7
14	23,814	-	-	-	7
125	23,500	-	-	-	46
16,694	16,688	-	-	34	89
\$ 16,838	\$ 156,726	\$ -	\$ -	\$ 34	\$ 149
\$ -	\$ 1,988	\$ -	\$ -	\$ -	\$ -
-	2,148	-	-	-	-
-	2,168	-	-	-	-
-	2,391	-	-	-	-
-	2,470	-	-	-	-
-	2,557	-	-	-	-
-	2,846	-	-	-	-
20	2,882	-	-	-	-
499	2,867	-	-	-	4
2,591	2,547	7	7	302	71
\$ 3,110	\$ 24,864	\$ 7	\$ 7	\$ 302	\$ 75

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
HOPE_N_OP HOPE SCHOOLS OPERATIONAL			
2008	\$ 731	\$ -	\$ 731
2009	696	-	696
2010	523	-	523
2011	803	-	803
2012	924	-	924
2013	1,062	-	1,062
2014	1,283	-	1,283
2015	1,557	-	1,556
2016	1,517	6	1,514
2017	1,099	1,093	1,093
Total	\$ 10,195	\$ 1,099	\$ 10,185
HOPE_R_OP HOPE SCHOOLS OPERATIONAL			
2008	\$ 158	\$ -	\$ 158
2009	182	-	182
2010	200	-	200
2011	215	-	215
2012	226	-	226
2013	238	-	238
2014	236	-	236
2015	245	2	245
2016	255	34	255
2017	265	258	258
Total	\$ 2,220	\$ 294	\$ 2,213
HOPE_SD_CAP_IMP_N HOPE SCH DIST CAP IMP-NONRES			
2008	\$ 2,926	\$ -	\$ 2,926
2009	2,785	-	2,785
2010	2,092	-	2,092
2011	3,210	-	3,210
2012	3,695	-	3,695
2013	4,247	-	4,247
2014	5,139	-	5,137
2015	6,228	2	6,226
2016	6,069	23	6,058
2017	4,395	4,372	4,372
Total	\$ 40,786	\$ 4,397	\$ 40,748

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 731	\$ -	\$ -	\$ -	\$ -
-	696	-	-	-	-
-	523	-	-	-	-
-	803	-	-	-	-
-	924	-	-	-	-
-	1,062	-	-	-	-
-	1,283	-	-	-	-
1	1,556	-	-	-	1
8	1,514	-	-	-	3
1,091	1,091	-	-	2	6
\$ 1,100	\$ 10,183	\$ -	\$ -	\$ 2	\$ 10
\$ -	\$ 158	\$ -	\$ -	\$ -	\$ -
-	182	-	-	-	-
-	200	-	-	-	-
-	215	-	-	-	-
-	226	-	-	-	-
-	238	-	-	-	-
-	236	-	-	-	-
2	245	-	-	-	-
44	255	-	-	-	-
235	231	1	1	27	6
\$ 281	\$ 2,186	\$ 1	\$ 1	\$ 27	\$ 6
\$ -	\$ 2,926	\$ -	\$ -	\$ -	\$ -
-	2,785	-	-	-	-
-	2,092	-	-	-	-
-	3,210	-	-	-	-
-	3,695	-	-	-	-
-	4,247	-	-	-	-
1	5,137	-	-	-	2
4	6,226	-	-	-	2
32	6,058	-	-	-	11
4,365	4,363	-	-	9	23
\$ 4,402	\$ 40,739	\$ -	\$ -	\$ 9	\$ 38

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
HOPE_SD_DS HO School Dist Debt SVC			
2008	\$ 1,285	\$ -	\$ 1,285
2009	852	-	852
2010	1,159	-	1,159
2011	1,144	-	1,144
2012	-	-	-
2013	-	-	-
2014	-	-	-
2015	-	-	-
2016	-	-	-
Total	\$ 4,440	\$ -	\$ 4,440
HOP_ART_GEN_HOSN ARTESIA GENERAL HOSPITAL-HOPE-NONRES			
2014	\$ 7,034	\$ -	\$ 7,031
2015	8,407	2	8,405
2016	8,169	31	8,153
2017	5,933	5,902	5,902
Total	\$ 29,543	\$ 5,935	\$ 29,491

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 1,285	\$ -	\$ -	\$ -	\$ -
-	852	-	-	-	-
-	1,159	-	-	-	-
-	1,144	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ 4,440	\$ -	\$ -	\$ -	\$ -
\$ 2	\$ 7,031	\$ -	\$ -	\$ -	\$ 3
5	8,405	-	-	-	2
43	8,153	-	-	-	16
5,892	5,890	-	-	12	31
\$ 5,942	\$ 29,479	\$ -	\$ -	\$ 12	\$ 52

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Assessor Special Assessment

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
HOP_ART_GEN_HSPD ARTESIA GENERAL HOSPITAL DEBT-HOPE			
2008	\$ 3,319	\$ -	\$ 3,319
2009	3,292	-	3,292
2010	2,772	-	2,772
2011	2,403	-	2,403
2012	2,712	-	2,712
2013	3,922	-	3,922
2014	3,177	-	3,177
2015	6,533	9	6,531
2016	9,208	249	9,191
2017	6,769	6,698	6,698
Total	\$ 44,107	\$ 6,956	\$ 44,017
HOP_HB33_BLDG HOPE HB 33 SCH BLDG			
2008	\$ 7,814	\$ -	\$ 7,814
2009	8,173	-	8,173
2010	6,427	-	6,427
2011	9,451	-	9,451
2012	11,938	-	11,938
2013	13,646	-	13,646
2014	15,999	-	15,995
2015	18,676	26	18,672
2016	18,799	509	18,764
2017	3,541	3,447	3,447
Total	\$ 114,464	\$ 3,982	\$ 114,327
HOP_HB33_BLDG_NR HOPE HB 33 SCH BLDG			
Total	\$ 10,988	\$ 10,930	\$ 10,930
HOP_SD_CAP_IMP HOPE SCH DIST CAP IMP-RES			
2008	\$ 714	\$ -	\$ 714
2009	823	-	823
2010	905	-	905
2011	972	-	972
2012	1,081	-	1,081
2013	1,136	-	1,136
2014	1,128	-	1,128
2015	1,170	8	1,170
2016	1,218	161	1,216
2017	1,265	1,231	1,231
Total	\$ 10,412	\$ 1,400	\$ 10,376

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 3,319	\$ -	\$ -	\$ -	\$ -
-	3,292	-	-	-	-
-	2,772	-	-	-	-
-	2,403	-	-	-	-
-	2,712	-	-	-	-
-	3,922	-	-	-	-
1	3,177	-	-	-	-
11	6,531	-	-	-	2
330	9,191	-	-	-	17
6,541	6,514	4	4	184	67
\$ 6,883	\$ 43,833	\$ 4	\$ 4	\$ 184	\$ 86
\$ -	\$ 7,814	\$ -	\$ -	\$ -	\$ -
-	8,173	-	-	-	-
-	6,427	-	-	-	-
-	9,451	-	-	-	-
-	11,938	-	-	-	-
-	13,646	-	-	-	-
3	15,995	-	-	-	4
31	18,672	-	-	-	4
674	18,764	-	-	-	35
3,135	3,082	8	8	366	86
\$ 3,843	\$ 113,962	\$ 8	\$ 8	\$ 366	\$ 129
\$ 10,911	\$ 10,907	\$ -	\$ -	\$ 22	\$ 58
\$ 10,911	\$ 10,907	\$ -	\$ -	\$ 22	\$ 58
\$ -	\$ 714	\$ -	\$ -	\$ -	\$ -
-	823	-	-	-	-
-	905	-	-	-	-
-	972	-	-	-	-
-	1,081	-	-	-	-
-	1,136	-	-	-	-
-	1,128	-	-	-	-
8	1,170	-	-	-	-
212	1,216	-	-	-	2
1,120	1,101	3	3	131	31
\$ 1,340	\$ 10,246	\$ 3	\$ 3	\$ 131	\$ 33

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Assessor Special Assessment

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
LOVING_MUN_N LOVING MUNICIPAL OPERATIONAL			
2008	\$ 3,730	\$ -	\$ 3,730
2009	4,411	-	4,411
2010	4,071	-	4,071
2011	4,142	-	4,142
2012	4,303	-	4,302
2013	4,695	-	4,695
2014	4,403	-	4,402
2015	5,789	7	5,787
2016	8,614	83	8,563
2017	11,390	11,265	11,265
Total	\$ 55,548	\$ 11,355	\$ 55,368
LOVING_MUN_R LOVING MUNICIPAL OPERATIONAL			
2008	\$ 6,538	\$ -	\$ 6,538
2009	7,679	-	7,679
2010	7,830	-	7,830
2011	8,413	-	8,413
2012	8,879	-	8,879
2013	9,043	-	9,043
2014	9,258	31	9,217
2015	9,458	250	9,399
2016	9,506	607	9,248
2017	9,820	8,704	8,704
Total	\$ 86,424	\$ 9,592	\$ 84,950
LOVING_N_OP LOVING SCHOOLS OPERATIONAL			
2008	\$ 10,534	\$ -	\$ 10,474
2009	12,168	-	12,154
2010	9,989	-	9,976
2011	10,909	-	10,896
2012	14,613	-	14,601
2013	72,964	-	72,952
2014	15,498	-	15,486
2015	15,196	21	15,185
2016	20,259	63	20,223
2017	25,287	25,193	25,193
Total	\$ 207,417	\$ 25,277	\$ 207,140

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 3,730	\$ -	\$ -	\$ -	\$ -
-	4,411	-	-	-	-
-	4,071	-	-	-	-
-	4,142	-	-	-	-
-	4,302	-	-	-	1
-	4,695	-	-	-	-
2	4,402	-	-	-	1
5	5,784	-	-	3	2
506	8,559	-	-	3	51
11,225	11,183	13	13	82	112
\$ 11,738	\$ 55,279	\$ 13	\$ 13	\$ 88	\$ 167
\$ -	\$ 6,538	\$ -	\$ -	\$ -	\$ -
-	7,679	-	-	-	-
-	7,830	-	-	-	-
-	8,413	-	-	-	-
-	8,879	-	-	-	-
-	9,043	-	-	-	-
111	9,199	-	5	18	36
140	9,256	-	6	143	53
809	9,187	4	17	61	241
8,510	7,904	35	35	800	1,081
\$ 9,570	\$ 83,928	\$ 39	\$ 63	\$ 1,022	\$ 1,411
\$ -	\$ 10,474	\$ -	\$ -	\$ -	\$ 60
-	12,154	-	-	-	14
-	9,976	-	-	-	13
-	10,896	-	-	-	13
-	14,601	-	-	-	12
-	72,951	-	-	-	12
16	15,485	-	-	1	12
6	15,169	-	-	16	11
218	20,216	-	-	7	36
25,160	25,138	6	6	55	88
\$ 25,400	\$ 207,060	\$ 6	\$ 6	\$ 79	\$ 271

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Assessor Special Assessment

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
LOVING_R_OP LOVING SCHOOLS OPERATIONAL			
2008	\$ 2,779	\$ -	\$ 2,779
2009	3,128	-	3,128
2010	3,305	-	3,305
2011	3,529	-	3,529
2012	3,687	-	3,687
2013	3,886	-	3,886
2014	4,027	24	4,018
2015	4,189	104	4,161
2016	4,217	298	4,109
2017	4,348	3,943	3,943
Total	\$ 37,095	\$ 4,369	\$ 36,545
LOVING_SD_DS LOVING SCHOOL DIST DEBT SVC			
2008	\$ 91,917	\$ -	\$ 91,507
2009	112,395	-	112,296
2010	278,222	-	277,956
2011	128,180	-	128,072
2012	90,516	-	90,457
2013	356,326	-	356,269
2014	127,307	194	127,161
2015	209,069	1,555	208,595
2016	513,189	8,728	509,758
2017	632,897	619,462	619,462
Total	\$ 2,540,018	\$ 629,939	\$ 2,521,533
LOV_SD_CAP_IMP LOVING SCH DIST CAP IMP-RES			
2008	\$ 12,380	\$ -	\$ 12,380
2009	13,949	-	13,949
2010	14,756	-	14,756
2011	15,761	-	15,761
2012	16,464	-	16,464
2013	19,481	-	19,481
2014	20,207	121	20,161
2015	20,979	520	20,839
2016	21,119	1,494	20,578
2017	21,788	19,762	19,762
Total	\$ 176,884	\$ 21,897	\$ 174,131

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 2,779	\$ -	\$ -	\$ -	\$ -
-	3,128	-	-	-	-
-	3,305	-	-	-	-
-	3,529	-	-	-	-
-	3,687	-	-	-	-
-	3,886	-	-	-	-
52	4,013	-	1	4	8
54	4,093	-	1	68	27
359	4,050	2	9	59	99
3,857	3,666	10	10	277	395
\$ 4,322	\$ 36,136	\$ 12	\$ 21	\$ 408	\$ 529
\$ -	\$ 91,507	\$ -	\$ -	\$ -	\$ 410
-	112,296	-	-	-	99
-	277,956	-	-	-	266
-	128,072	-	-	-	108
-	90,457	-	-	-	59
-	356,267	-	-	2	57
511	127,124	-	8	37	138
755	207,553	-	18	1,042	456
13,360	508,130	53	226	1,629	3,205
616,327	610,435	403	403	9,026	13,032
\$ 630,953	\$ 2,509,797	\$ 456	\$ 655	\$ 11,736	\$ 17,830
\$ -	\$ 12,380	\$ -	\$ -	\$ -	\$ -
-	13,949	-	-	-	-
-	14,756	-	-	-	-
-	15,761	-	-	-	-
-	16,464	-	-	-	-
-	19,481	-	-	-	-
261	20,140	-	5	21	41
268	20,499	-	7	340	133
1,799	20,281	11	45	297	496
19,329	18,374	48	48	1,388	1,978
\$ 21,657	\$ 172,085	\$ 59	\$ 105	\$ 2,046	\$ 2,648

See independent auditors' report.

**Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018**

Assessor Special Assessment

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
LOV_SD_CAP_IMP_N LOVING SCH DIST CAP IMP-NONRES			
2008	\$ 42,138	\$ -	\$ 41,894
2009	48,671	-	48,615
2010	39,958	-	39,905
2011	43,636	-	43,585
2012	58,453	-	58,403
2013	291,856	-	291,807
2014	61,991	2	61,944
2015	60,722	85	60,677
2016	80,948	252	80,804
2017	101,146	100,772	100,772
Total	\$ 829,519	\$ 101,111	\$ 828,406
LOV_SD_ET_DS LOVING SCHOOL DIST ED TECH DEB SVC			
2008	\$ 16,246	\$ -	\$ 16,174
2009	8,737	-	8,730
2010	20,221	-	20,202
2011	14,343	-	14,331
2012	16,731	-	16,720
2013	86,707	-	86,694
2014	35,025	53	34,985
2015	46,973	349	46,866
2016	91,830	1,562	91,216
2017	148,817	145,658	145,658
Total	\$ 485,630	\$ 147,622	\$ 481,576
NMSU_CAR_BR_DS NMSU CARLSBAD BRANCH-DEBT SVC			
2008	\$ 261,250	\$ 294	\$ 260,950
2009	319,372	376	319,139
2010	315,151	408	314,927
2011	326,985	425	326,766
2012	-	-	-
2013	-	-	-
2014	-	-	-
2015	543,103	4,100	542,266
2016	182,176	4,956	179,795
2017	119,728	116,331	116,331
Total	\$ 2,067,765	\$ 126,890	\$ 2,060,174

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ -	\$ 41,894	\$ -	\$ -	\$ -	\$ 244
-	48,615	-	-	-	56
-	39,905	-	-	-	53
-	43,585	-	-	-	51
-	58,403	-	-	-	50
-	291,805	-	-	2	49
64	61,941	-	-	3	47
26	60,612	-	-	65	45
870	80,775	-	-	29	144
100,639	100,551	26	26	221	348
\$ 101,599	\$ 828,086	\$ 26	\$ 26	\$ 320	\$ 1,087
\$ -	\$ 16,174	\$ -	\$ -	\$ -	\$ 72
-	8,730	-	-	-	7
-	20,202	-	-	-	19
-	14,331	-	-	-	12
-	16,720	-	-	-	11
-	86,693	-	-	-	13
141	34,975	-	2	10	38
170	46,632	-	4	234	103
2,391	90,925	9	41	291	573
144,921	143,535	95	95	2,122	3,064
\$ 147,623	\$ 478,917	\$ 104	\$ 142	\$ 2,657	\$ 3,912
\$ 294	\$ 260,950	\$ -	\$ -	\$ -	\$ 300
376	319,139	-	1	-	232
408	314,927	-	-	-	224
425	326,766	1	1	-	218
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,154	540,862	131	134	1,404	703
6,808	179,342	96	96	453	2,285
115,567	114,805	5	5	1,526	3,392
\$ 127,032	\$ 2,056,791	\$ 233	\$ 237	\$ 3,383	\$ 7,354

See independent auditors' report.

Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018

Assessor Special Assessment

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
NMSU_CAR_BR_N NMSU CARLSBAD BRANCH			
2008	\$ 1,206,321	\$ 2,208	\$ 1,204,077
2009	1,589,858	2,819	1,588,127
2010	1,505,221	3,055	1,503,547
2011	1,544,326	3,185	1,542,695
2012	1,880,145	3,804	1,878,497
2013	1,696,324	3,744	1,694,609
2014	1,951,930	1,619	1,950,058
2015	2,077,708	6,031	2,074,864
2016	2,377,326	51,874	2,356,246
2017	2,245,777	2,205,385	2,205,380
Total	\$ 18,074,936	\$ 2,283,724	\$ 17,998,100
NMSU_CAR_BR_R NMSU CARLSBAD BRANCH			
2008	\$ 750,292	\$ -	\$ 750,288
2009	805,428	-	805,419
2010	826,939	5	826,932
2011	862,056	2	862,039
2012	903,003	2	902,960
2013	943,343	306	943,184
2014	972,464	1,155	971,968
2015	1,009,423	16,028	1,007,557
2016	1,042,505	38,893	1,020,654
2017	1,101,531	1,051,192	1,051,192
Total	\$ 9,216,984	\$ 1,107,583	\$ 9,142,193
STATE_NM STATE DEBT SERVICE			
2008	\$ 1,348,583	\$ 1,843	\$ 1,346,578
2009	1,487,877	1,700	1,486,128
2010	2,082,896	2,463	2,080,127
2011	1,942,658	2,142	1,940,890
2012	2,173,934	3,179	2,171,916
2013	2,332,115	3,278	2,329,588
2014	2,405,693	3,290	2,403,093
2015	2,568,079	19,021	2,563,553
2016	2,814,311	64,555	2,783,507
2017	2,810,249	2,738,748	2,738,748
Total	\$ 21,966,395	\$ 2,840,219	\$ 21,844,128

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ 2,208	\$ 1,204,077	\$ -	\$ -	\$ -	\$ 2,244
2,819	1,588,127	-	-	-	1,731
3,055	1,503,547	-	-	-	1,674
3,185	1,542,695	-	-	-	1,631
3,804	1,878,497	-	-	-	1,648
3,744	1,694,608	1	1	1	1,714
2,592	1,950,054	18	18	4	1,854
5,467	2,073,831	751	756	1,034	2,088
68,046	2,352,820	1,642	1,642	3,426	19,438
2,200,489	2,193,591	77	77	11,789	40,320
\$ 2,295,409	\$ 17,981,847	\$ 2,489	\$ 2,494	\$ 16,254	\$ 74,342
\$ -	\$ 750,288	\$ -	\$ 4	\$ -	\$ -
-	805,419	-	10	-	(1)
5	826,932	-	-	-	7
2	862,039	4	4	-	13
2	902,941	4	4	19	39
306	943,143	13	13	41	146
6,938	971,768	23	29	199	467
11,611	1,001,171	24	35	6,386	1,831
56,072	1,016,015	228	228	4,638	21,623
1,036,443	1,023,371	64	64	27,821	50,275
\$ 1,111,379	\$ 9,103,087	\$ 360	\$ 391	\$ 39,104	\$ 74,400
\$ 1,843	\$ 1,346,578	\$ -	\$ 1	\$ -	\$ 2,004
1,700	1,486,128	-	4	-	1,745
2,463	2,080,127	-	-	-	2,769
2,142	1,940,890	2	2	-	1,766
3,179	2,171,906	2	2	10	2,016
3,282	2,329,520	7	32	67	2,495
7,842	2,402,840	29	58	253	2,542
15,863	2,558,374	375	394	5,179	4,132
98,173	2,775,418	1,005	1,042	8,089	29,762
2,720,418	2,697,191	132	132	41,558	71,369
\$ 2,856,905	\$ 21,788,972	\$ 1,552	\$ 1,667	\$ 55,156	\$ 120,600

See independent auditors' report.

**Eddy County, New Mexico
Treasurer's Property Tax Schedule
June 30, 2018**

Assessor Special Assessment

Agency	Property Taxes Levied	Collected In Current Year	Collected To Date
2008	\$ 23,624,562	\$ 29,023	\$ 23,593,723
2009	27,649,004	28,077	27,619,167
2010	30,108,380	31,402	30,071,370
2011	30,636,868	29,850	30,611,606
2012	33,628,320	44,522	33,599,469
2013	35,375,322	46,002	35,338,408
2014	40,039,996	50,684	39,999,769
2015	45,520,899	342,633	45,443,610
2016	49,762,770	1,196,548	49,204,696
2017	49,481,060	48,164,269	48,164,264
Grand Totals	\$ 365,827,181	\$ 49,963,010	\$ 363,646,082

See independent auditors' report.

Distributed In Current Year	Distributed To Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed At Year End	County Receivable at Year End
\$ 29,023	\$ 23,593,723	\$ -	\$ 20	\$ -	\$ 30,819
28,077	27,619,167	-	54	-	29,783
31,402	30,071,370	-	-	-	37,010
29,850	30,611,606	31	31	-	25,231
44,522	33,599,309	30	30	158	28,821
46,065	35,337,307	89	607	1,099	36,307
130,110	39,995,363	425	986	4,406	39,241
281,892	45,345,985	6,570	6,849	97,626	70,440
1,799,456	49,063,547	16,963	17,552	141,150	540,523
47,836,757	47,424,757	4,266	4,266	739,467	1,312,530
\$ 50,257,154	\$ 362,662,134	\$ 28,374	\$ 30,395	\$ 983,906	\$ 2,150,705

See independent auditors' report.

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Compliance Section

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

INDEPENDENT AUDITORS' REPORT

Wayne Johnson
New Mexico State Auditor
The Office of Management and Budget and
Eddy County Commissioners
Eddy County
Carlsbad, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the General Fund and major special revenue fund of Eddy County (the "County"), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 30, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

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

Compliance and Other Matters

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

We noted matters that are required to be reported per section 12-6-5 NMSA 1978 that we have described in the accompanying schedule of Section 12-6-5 NMSA 1978 Findings as item NM 2018-001, NM 2018-002, and CU NM 2018-001.

County's Responses to Findings

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Albuquerque, NM
November 30, 2018

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Federal Financial Assistance

REPORT ON COMPLIANCE FOR THE MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

INDEPENDENT AUDITORS' REPORT

Wayne Johnson
New Mexico State Auditor
The Office of Management and Budget and
Eddy County Commissioners
Eddy County
Carlsbad, New Mexico

Report on Compliance for the Major Federal Program

We have audited Eddy County's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the County's major federal program for the year ended June 30, 2018. The County's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the County's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on the Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2018.

Report on Internal Control Over Compliance

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

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

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

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

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Albuquerque, NM
November 30, 2018

Eddy County, New Mexico
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2018

Federal Grantor/Passthrough Grantor/Program Title	Grant/Pass-Through Number	Federal CFDA Number
U.S. Department of Agriculture <i>Passed through the State of New Mexico</i>		
Forest Service Schools and Roads Cluster		
Grants to States (1)	Forest Reserve Title I	10.665
Grants to Counties (1)	National Grasslands	10.666
<hr/>		
Total Forest Service Schools and Roads Cluster		
<hr/>		
Total U.S. Department of Agriculture		
<hr/>		
U.S Department of Interior <i>Passed through the New Mexico Energy, Minerals and Natural Resources Department</i>		
Rangeland Resource Management		15.237
<hr/>		
Total Department of Energy		
<hr/>		
Department of Energy <i>Passed through the New Mexico Energy, Minerals and Natural Resources Department</i>		
Transport of Transuranic Wastes to the Waste Isolation Pilot Plant: States and Tribal Concerns, Proposed Solutions		
	DE-FC29-88AL53813	81.106
<hr/>		
Total Department of Energy		
<hr/>		
Department of Health and Human Services <i>Passed through the New Mexico Department of Health</i>		
Epidemiology and Laboratory Capacity for Infectious Diseases	6NU50CK000413	93.323
<hr/>		
Total Department of Health and Human Services		
<hr/>		
Executive Office of the President <i>Passed through Lea County</i>		
High-Intensity Drug Trafficking Areas (HIDTA)	G16SN0017A/G17SN0017A	95.001
<hr/>		
Total Executive Office of the President		
<hr/>		
Department of Homeland Security <i>Passed through the New Mexico Department of Homeland Security and Emergency Management</i>		
Disaster Grants - Public Assistance (Presidentially Declared Disasters)		
	4199-DR-NM	97.036
Emergency Management Performance Grants	EMT-2017-EP-00002-S01-Eddy County	97.042
Homeland Security Grant Program	EMW-2015-SS-00110-S01-Eddy County	97.067
<hr/>		
Total Department of Homeland Security		
<hr/>		
<hr/>		
<i>Total Federal Financial Assistance</i>		
<hr/>		

* Major Program
 () Denotes Cluster

See independent auditors' report.
See accompanying notes to schedule of expenditures of federal awards.

Federal Expenditures	Funds Provided to Subrecipients	Noncash Assistance
\$ 36,971	\$ -	\$ -
758	-	-
37,729	-	-
37,729	-	-
39,401	-	-
39,401	-	-
70,032	-	-
70,032	-	-
24,579	-	-
24,579	-	-
603,710	-	-
603,710	-	-
* 20,511,387	-	-
6,395	-	-
71,869	-	-
20,589,651	-	-
\$ 21,365,102	\$ -	\$ -

*See independent auditors' report.
See accompanying notes to schedule of expenditures of federal awards.*

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Notes to Schedule of Expenditures of Federal Awards

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Socorro County, New Mexico (County) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

2. Loans

The County did not expend federal awards related to loans or loan guarantees during the year.

3. 10% de minimus Indirect Cost Rate

The County did not elect to use the allowed 10% indirect cost rate.

4. Federally Funded Insurance

The County has no federally funded insurance.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$	21,293,233
Total expenditures funded by other sources		69,010,572
<u>Total expenditures</u>	\$	<u>90,303,805</u>

See independent auditors' report.

Eddy County, New Mexico
Schedule of Findings and Questioned Costs
June 30, 2018

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements:

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

Federal Awards:

- | | |
|--|------------|
| 1. Type of auditors’ report issued on compliance for major programs | Unmodified |
| 2. Internal control over major programs: | |
| a. Material weaknesses identified? | None noted |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2CFR section 200.516(a)? | None noted |
| 4. Identification of major programs: | |

CFDA		Federal Program
Number		
97.036		Disaster Grants – Public Assistance

- | | |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$750,000 |
| 6. Auditee qualified as low-risk auditee? | No |

Eddy County, New Mexico
Schedule of Findings and Questioned Costs
June 30, 2018

SECTION II – FINANCIAL STATEMENT FINDINGS

None noted

SECTION III – FEDERAL AWARD FINDINGS

None noted

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS

NM 2018-001 – Under Collateralization of Deposits Held with Financial Institutions (Other noncompliance)

Condition: The County had less pledged collateral coverage than was needed for compliance with New Mexico state statute for a deposit held by Carlsbad National Bank at June 30, 2018. The required collateral was \$18,579,920. The collateral provided was \$17,810,976, resulting in a shortfall of \$768,944. The shortfall was temporary as it was remedied shortly after June 30, 2018.

Criteria: Pursuant to Section 6-10-17 NMSA 1978, the pledged collateral for deposits in banks and savings and loan associations shall have an aggregate value equal to one-half of the amount of public money held by the depository.

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

Cause: The County continuously monitors collateral for the amounts on deposit with all banks. However, the bank did not allocated enough collateral for the funds as of June 30, 2018. This was a result of the County and bank expecting more checks to clear in June 2018 than actually did, so there was not enough time to obtain additional collateral for the higher cash bank balance before the cutoff date of June 30, 2018.

Auditors' Recommendation: The County should continue to work with Carlsbad National Bank to monitor and ensure sufficient pledged collateral at all times. Additionally, the County should consider maintaining a higher dollar amount of collateral coverage to help prevent shortfalls as a result of unexpected cashflow changes each month.

Agency's Response: This is not something that the County has had issues with in the past and appears to be a one-time situation. The County Treasurer's office will be working closely with the financial institutions in the future to ensure we do not have a repeat of the situation.

Eddy County, New Mexico
Schedule of Findings and Questioned Costs
June 30, 2018

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

NM 2018-002 – Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance)

Condition: The County maintained a deficit budget in excess of available cash balances in the following funds.

	Designated Cash	Beginning of Year Cash and Interfund Receivable Available	Cash Appropriation in Excess of Available Cash Balances
EMSER Homeland Security	\$ 47,643	\$ -	\$ 47,643
VFD Atoka Fund	121,887	121,426	461
Legislative Project Fund	172,737	41,730	131,007
		\$	179,111

Criteria: Section 2.2.2.10. (O) (1), NMAC, states that the County’s cash balances rebudgeted to absorb budget deficits cannot exceed the actual cash balance available at the end of the prior year.

Effect: The County will have to supplement the budget deficit with other funds, which may lead to financial difficulties and deplete the budget in other funds. The County is in violation of the above statute.

Cause: The County did not monitor their budgets to ensure that designated cash was available in the funds with expense appropriations in excess of budget.

Auditors’ Recommendation: The budget should be reviewed to insure all funds have adequate budget authority and cash balances for budgeted expenditures. Greater attention should be given to the budget monitoring process end-of-the-year cash balance estimates.

Agency’s Response: The Finance director was made aware of this issue in November of 2018 and has corrected this matter by having the assistant finance director look over all budget adjustments before they are taken to the board of county commission as this particular issue was related to 4th quarter budget adjustments.

Eddy County, New Mexico
Schedule of Findings and Questioned Costs
June 30, 2018

SECTION V – COMPONENT UNIT FINDINGS

CU NM 2018-001 — Improper Year End Accruals (Finding That Does Not Rise to the Level of Significant Deficiency)

Condition: The Authority did not accrue intergovernmental receivables and revenues from Eddy County in the amount of \$3,605 for the year ended June 30, 2018.

Criteria: The Codification of Statements on Auditing Standards AU-C 315 states that is the responsibility of management in order to establish and maintain internal control on an ongoing basis to ensure financial reporting objectives are achieved.

Effect: An entry was proposed to correct revenues and accounts receivable balances. Not properly identifying cutoff related to revenues and receivable balances will cause revenues to be recorded in the improper period and misstate revenue amounts.

Cause: The Authority prepared the accounts receivable listing at year-end and excluded a portion from the accrual.

Auditors' Recommendations: The Authority should confirm accounts receivable balances with the Finance Department at Eddy County to ensure all revenues earned and are captured in the correct accounting period.

Views of Responsible Officials and Planned Corrective Action: REDA will from now, going forward send the DFA requests to our Accountant when we send it to DFA and to Eddy County. This will allow our Accountant to place each item we are requesting reimbursement for to be placed into Quickbooks as a receivable.

This process will be completed by either HR/Finance or Executive Director and will start from this moment forward. These requests are in-frequent in nature and do not exactly have set times to be done, other than before DFA closes out their fiscal year, so they will be sent as they occur.

So far, the current fiscal year we have not request any reimbursement, so there should not be anything to be changed.

SECTION VI – SUMMARY OF PRIOR YEAR AUDIT FINDINGS

Financial Statement Findings

FS 2017-001 – Incorrect Accounts Receivable Balance– Material Weakness – Resolved

NM 2017-002 – Incorrect Reporting of Census Data to PERA– Other Noncompliance – Resolved

Component Unit Findings

CU FS 2017-001 – Improper Adjustments made to Trial Balance – Material Weakness - Resolved

EXIT CONFERENCE

The contents of this report were discussed on November 19, 2018. The following individuals were in attendance:

Representing Eddy County

Susan Crockett, Commissioner Chair
Jon Henry, County Commissioner
Rick Rudometkin, County Manager
Roberta Smith, Finance Director
Kenney Rayroux, Assistant County Manager

Representing Regional Emergency Dispatch Authority:

Rick Rudometkin, REDA Chairman
Raye Miller, Co-Chair, Mayor of Artesia
Bambi Kern, REDA Executive Director
Roberta Smith, Eddy County Finance Director
Chris Simons, CPA, CFP, CLU, REDA Accountant
Kirstene Campbell, Bookkeeper

Representing Carr, Riggs & Ingram, LLC:

Alan D. Bowers, Jr., CPA, Partner

AUDITOR PREPARED FINANCIALS

Carr, Riggs & Ingram, LLC prepared the GAAP-basis financial statements and footnotes of the County from the original books and records provide to them by the management of the County. The responsibility for the financial statements remains with the County.