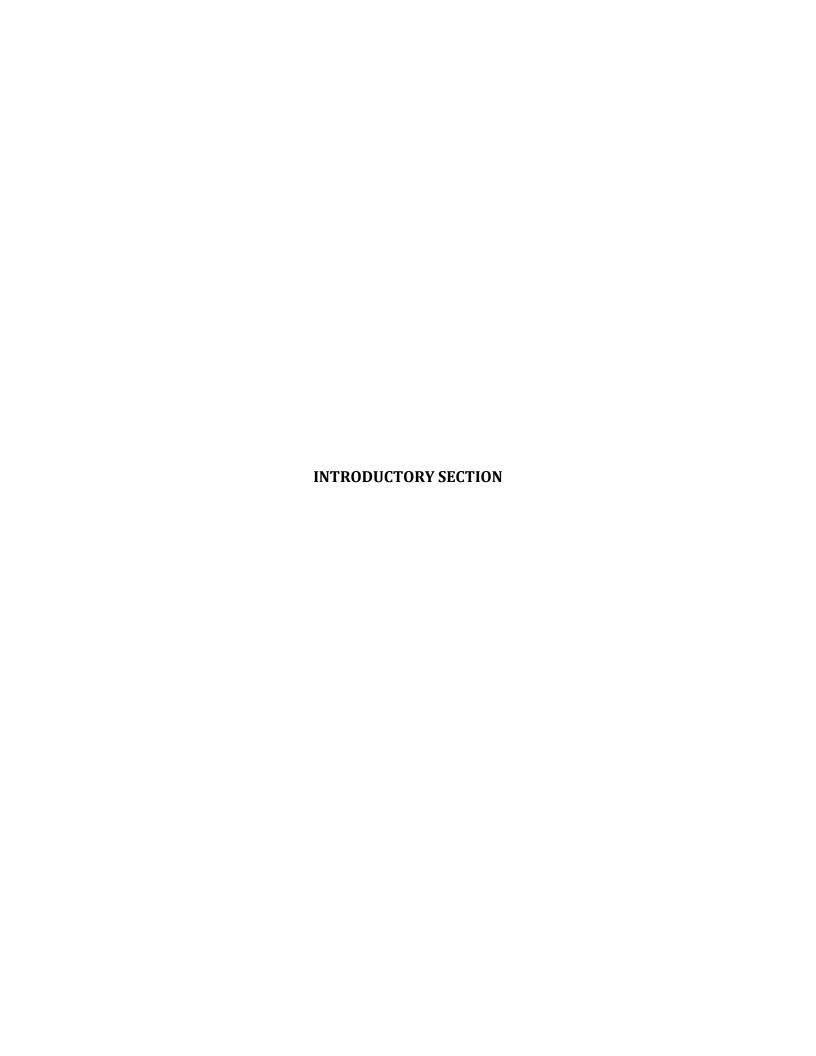
STATE OF NEW MEXICO GUADALUPE COUNTY

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2015







STATE OF NEW MEXICO GUADALUPE COUNTY OFFICIAL ROSTER JUNE 30, 2015

Name		Title
James Eloy Moncayo	Board of County Commissioners	Commission Chairman
Albert E. Campos, Jr.		Commission Vice-Chairman
Ernest S. Tapia		Commission Member
Roberta Chavez	Elected Officials	County Assessor
Patrick Martinez		County Clerk
Michael Lucero		County Sheriff
L. Diana Urban		County Treasurer
Adam J. Gallegos		Probate Judge
	Administrative Officials	
George Dodge Jr.	Administrative officials	County Manager
Rose Fernandez		Finance Director
Susan A. Bailey		Chief Deputy Treasurer
Jesus L. Lopez		County Attorney

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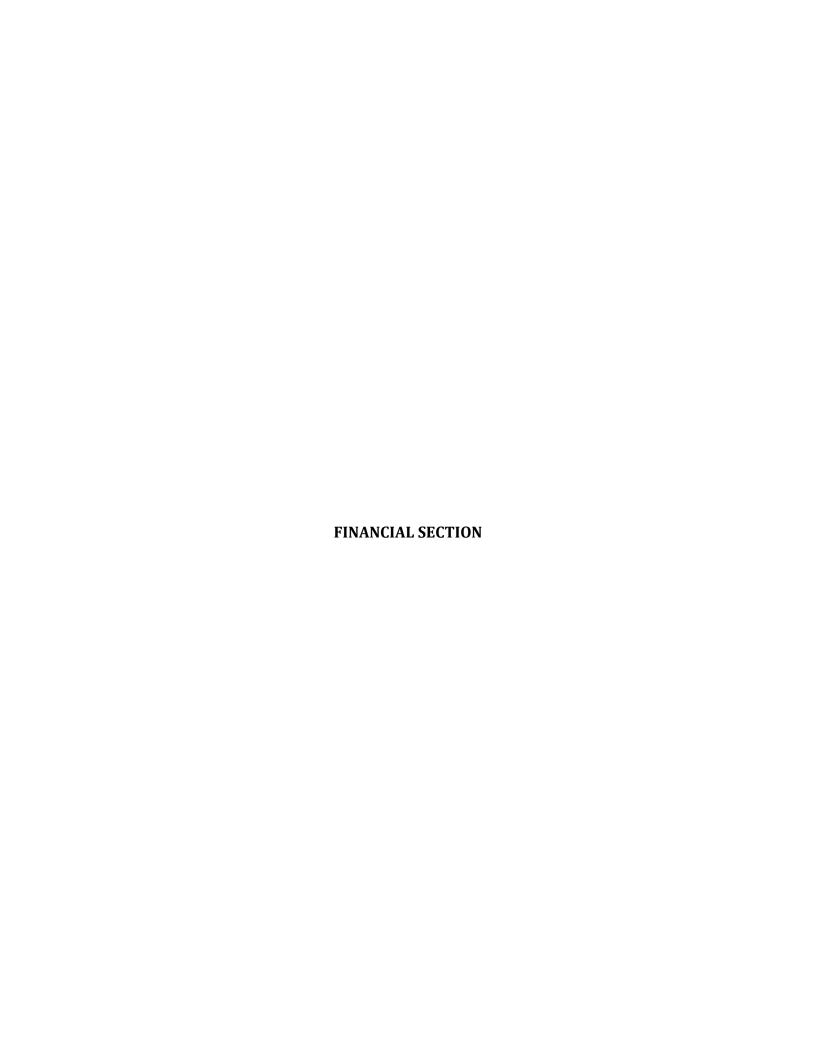
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INDEPENDENT AUDITOR'S REPORT

To Timothy Keller
New Mexico State Auditor
The Board of County Commissioners
Guadalupe County
Santa Rosa, 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 of Guadalupe County, New Mexico (the "County"), as of and for the year ended June 30, 2015, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental and fiduciary funds, and the budgetary comparisons for the major capital project fund, debt service fund, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2015, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Guadalupe County Hospital, which represents 100 percent of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Guadalupe County Hospital, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity'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 entity's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the report of other auditors, 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 the County, as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental and fiduciary fund of the County as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparisons for the major capital project fund, debt service fund, and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 17 to the financial statements, in 2015 the County adopted new accounting guidance, GASB Statement No. 68. 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 4-11, Schedule of the County's Proportionate Share of the Net Pension Liability on page 66, and Schedules of County Contributions on pages 67-69 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the County's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The other schedules required by Section 2.2.2.NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other schedules required by Section 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the other schedules required by Section 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 26, 2015 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the County's internal control over financial reporting and compliance.

Axiom CPAs and Business Advisors, LLC

Albuquerque, New Mexico October 26, 2015

Management's Discussion and Analysis June 30, 2015

This discussion and analysis presents the highlights of financial activities and financial position for Guadalupe County. The analysis focuses on significant financial issues, major financial activities, resulting changes in financial position, budget changes and variances from the budget, and identifies individual fund issues or concerns. It is designed to focus on the current year's activities and should be read in conjunction with the County's financial statements.

Overview of the Financial Statements

The County's basic financial statements have three components: government-wide financial statements, fund financial statements, and the notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements. Guadalupe County has four major funds: General Fund, Road Fund, Capital Projects Fund, and the Debt Service Fund. The Nonmajor Governmental Funds are comprised of 24 individual governmental funds and are described beginning on page 70 of this report. Additionally, Guadalupe County has one fiduciary fund for collection and disbursement of property taxes and one component unit (Guadalupe County Hospital).

The government-wide financial statements are designed to provide readers with a broad overview of County finances as a whole in a manner similar to a private sector business. The statement of net assets presents information on all the County's assets and liabilities, with the difference between the two reported as net assets. Increases or decreases in net assets, over time, are an indicator of whether the financial position of the County is improving or declining.

The statement of activities presents information showing how the County's assets changed during the past fiscal year. All changes in net assets are reported when the underlying event or transaction 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 a future fiscal period such as uncollected property taxes and earned but unused, vacation leave.

Financial Highlights

- ♦ Net Income —In 2015 the County experienced an increase in net assets (net income) of \$464,390 (Exhibit B-2). This compares less favorably with the increase of \$887,892 reported for the prior year. This result comes from gains in the major governmental funds and in the nonmajor governmental funds.
- ♦ *Net Assets*—The assets of the County exceeded its liabilities at the close of FY 2015 by \$18,558,433 (Table I). The balance sheet has over 85% equity and less than 15% liability.

- ♦ Revenues—Revenues decreased \$(1,553,189) from FY 2014 (Table II). Operating grants and contributions fell \$(1,265,042) during the year due to changes in the Sole Community Provider program. There is a corresponding decrease in expenditures related to the same program. There were revenue increases in General Tax revenue.
- ♦ Expenditures—There is a decrease in expenditures from the prior year in the amount of \$(844,145). The largest decrease in expenditures is in Health and Welfare where expenditures decreased by \$(1,639,932) because of the change by the Medicaid program from what used to be called the Sole Community Provider program to the current Safety Net Care Pool program (SNCP). Much less County support is required in the SNCP program. In the public works fund expenditures increased \$685,366 due mainly to the purchase of a trash truck and other road improvement expenditures.
- Intergovernmental Transfers—The County supports several of its special revenue funds with transfers from the general fund. The funds transfers during the year were consistent with prior years and established practice.
- Overall Financial Condition of Guadalupe County—During the year the County improved its financial position with positive net income. Additionally the cash in banks increased by \$719,461 or just over a 25% increase as of year-end.

Management's Discussion and Analysis June 30, 2015

Financial Statements

The County's government-wide statement of net assets and statement of activities are presented in the following tables:

Table I

Guadalupe County Condensed Statement of Net Position—Governmental Activities June 30, 2015 and 2014

	 2015	 2014
Assets		
Cash	\$ 3,572,127	\$ 2,852,666
Receivables	528,997	537,152
Prepaid Insurance	56,891	53,542
Investments	-	
Capital assets	 18,647,065	 19,128,601
Total assets	\$ 22,805,080	\$ 22,571,961
Deferred outflows	\$ 169,982	\$
Liabilities and net assets		
Current and other liabilities	\$ 286,489	\$ 305,047
Long-term liabilities	 3,454,865	 1,527,466
Total liabilities	 3,741,354	 1,832,513
Deferred inflows	\$ 675,275	\$
Invested in capital assets, net of related debt	18,647,065	17,596,200
Restricted net assets	1,520,032	1,171,059
Unrestricted net assets	 (1,608,664)	 1,972,189
Total fund balance	 18,558,433	 20,739,448
Total liabilities and net assets	\$ 22,975,062	\$ 22,571,961

Management's Discussion and Analysis June 30, 2015

Table II

Guadalupe County Government-Wide Condensed Statement of Activities - Governmental Activities Fiscal Year Ended June 30, 2015 and 2014

	2015	2014	
Program Revenues			
Charges for services	\$ 882,916	\$ 977,846	
Operating grants and contributions	2,493,444	3,758,486	
General revenues			
Taxes	2,534,130	2,355,679	
Investment	2,767	2,515	
Other	450,179	822,099	
Total Revenues	6,363,436	7,916,625	
Expenditures			
General government	1,577,991	1,636,877	
Public Works	2,493,152	1,807,786	
Health and welfare	558,023	2,197,955	
Public Safety	1,576,413	1,342,397	
Culture and recreation	24,260	13,289	
Interest and asset disposal	54,871	130,551	
Total expenditures	6,284,710	7,128,855	
Increase in net assets	78, 726	787,770	
Fund balance, beginning	20,739,448	\$ 19,951,678	
Restatement for GASB 68	(2,259,741)		
Fund balance, ending	\$ 18,558,433	\$ 20,739,448	

Management's Discussion and Analysis June 30, 2015

Analysis of Variations From the Actual and Final Amended Budget for the General Fund

- ♦ Significant *revenue variances* in actual results vs. budget—Actual general fund revenues are \$457,800 more than budgeted revenues. The most significant variance is in Property Taxes where the actual tax revenue exceeded budgeted tax revenue by \$159,669. In every General Fund revenue category the actual revenues exceeded the budgeted revenues.
- ♦ Significant expenditure variances in actual results vs. budget—Actual general fund expenditures are \$651,251 less than budgeted expenditures. All categories of actual expenditures were below the budgeted amounts with the most significant variances being Public works where expenses were \$292,166 less than budgeted because of vacancies in personnel positions.
- ♦ The following table summarizes the general fund results versus the final budget. Please note that this table is based on the traditional governmental funds accounting and therefore it has some differences from the government-wide statement of revenue, expenditures, and changes in fund balance shown in Table II.

Management's Discussion and Analysis June 30, 2015

Table III

Guadalupe County Statement of Revenues and ExpendituresBudget and Actual - General Fund Fiscal Year Ended June 30, 2015

	Final Budget	Actual	Variance	
Revenues				
Taxes	\$ 1,475,314	\$ 1,682,501	\$ 207,187	
Intergovernmental	676,264	813,831	137,567	
Other	243,704	356,750	113,046	
	2,395,282	2,853,082	457,800	
Expenditures				
General Government	1,654,808	1,442,593	212,215	
Public safety	529,614	455,443	74,171	
Public works	531,593	239,427	292,166	
Capital outlay	181,000	108,301	72,699	
Total expenditures	2,897,015	2,245,764	651,251	
Revenues over expenditures	(501,733)	607,318	1,109,051	
Other financing sources (uses)				
Transfers, net	(141,833)	(195,839)	(54,006)	
Designated Cash	643,566	· · · · · · · · · · · · · · · · · · ·	(643,566)	
Total other financing sources	501,733	(195,839)	(697,572)	
GAAP Adjustments	0		(30,452)	
Revenues and other sources over				
(under) expenditures	\$ 0	\$ 411,479	\$ 381,027	

Management's Discussion and Analysis June 30, 2015

Table III — continued

Guadalupe County Statement of Revenues and ExpendituresBudget and Actual - General Fund Fiscal Year Ended June 30, 2014

	Final Budget	Actual	Variance	
Revenues				
Taxes	\$ 1,393,673	\$ 1,645,596	\$ 251,923	
Intergovernmental	644,308	730,516	86,208	
Investment	0	2,512	2,512	
Other	549,048	657,024	107,976	
	2,587,029	3,035,648	448,619	
Expenditures				
General Government	1,522,418	1,335,958	186,460	
Public safety	530,243	519,318	10,925	
Public works	683,901	511,507	172,394	
Debt service	200,000	140,364	59,636	
Capital outlay	110,077	57,193	52,884	
Total expenditures	3,046,639	2,564,340	482,299	
Revenues over expenditures	(459,610)	471,308	930,918	
Other financing sources (uses)				
Transfers, net	(135,034)	(149,044)	(14,010)	
Proceeds of debt	0	0	0	
Designated Cash	594,644		(594,644)	
Total other financing sources	459,610	(149,044)	(608,654)	
Revenues and other sources over	\$ -	\$ 322,264	\$ 322,264	
(under) expenditures				

Management's Discussion and Analysis June 30, 2015

Component Unit

The County has one component unit, which is the Guadalupe County Hospital. This is a 10-bed acute care facility that provides emergency and limited inpatient and outpatient services. It is more fully described in Note 20 to the financial statements.

Significant Capital Asset and Long-Term Debt Activity

- ♦ Significant Capital Asset Additions—Capital asset additions for FY 2015 total \$1,230,323 (Note 7). There was also \$564,972 of capital assets retired.
- ♦ Long-Term Debt Activity—Note 8 to the financial statements describes all of the County's long-term debt including terms and maturities. There was a small decrease to Long-Term Debt.



STATE OF NEW MEXICO GUADALUPE COUNTY STATEMENT OF NET POSITION JUNE 30, 2015

Exhibit A-1 (Page 1 of 2)

	Governmental Activities		Component Unit
ASSETS		-	
Current:			
Cash and cash equivalents and temporary investments	\$ 3,572,127	\$	2,015,689
Investments	-		5,547,913
Receivables (net of allowance for uncollectible)	528,997		1,053,067
Hospital receivables other than patient accounts	-		102,360
Prepaid expenses	56,891		36,063
Supplies inventory and other assets		-	356,810
Total current assets	4,158,015	_	9,111,902
Noncurrent assets:			
Restricted cash	-		66,000
Capital assets	45,673,774		15,009,046
Less: accumulated depreciation	(27,026,709)	_	(2,758,424)
Total capital assets	18,647,065	-	12,250,622
Total noncurrent assets	18,647,065	-	12,316,622
Total assets	22,805,080	· -	21,428,524
DEFERRED OUTFLOWS			
Pension related	169,982	_	
Total deferred outflows	169,982		
LIABILITIES			
Current liabilities:			
Accounts payable	117,815		207,961
Accrued payroll liabilities	53,702		149,372
Estimated third-party payor settlements	-		419,587
Accrued expenses	7,558		23,421
Current portion of compensated absences	17,267		-
Current portion of long-term debt	90,147	-	112,306
Total current liabilities	\$ 286,489	. <u>-</u>	912,647

STATE OF NEW MEXICO GUADALUPE COUNTY STATEMENT OF NET POSITION JUNE 30, 2015

Exhibit A-1 (Page 2 of 2)

		Governmental Activities		Component Unit
Noncurrent liabilities:		Activities	-	Oint
Compensated absences	\$	51,802	\$	-
Unspent grant revenue	·	385,664		-
Noncurrent portion of long-term debt		1,353,822		943,920
Net pension liability		1,663,577		
Total noncurrent liabilities		3,454,865		943,920
Total liabilities		3,741,354		1,856,567
DEFERRED INFLOWS				
Pension related		675,275		<u>-</u>
Total deferred inflows		675,275	. <u>-</u>	
NET POSITION				
Net investment in capital assets		18,647,065		11,170,975
Restricted for:				
Special revenues		778,028		-
Capital projects		742,004		66,000
Unrestricted		(1,608,664)		8,334,982
Total net position	\$	18,558,433	\$	19,571,957

STATE OF NEW MEXICO GUADALUPE COUNTY STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2015

				Program Revenues	
Functions/Programs		Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:	=	zxpenses			
Governmental activities:					
General government	\$	1,577,991 \$	110,234 \$	813,831 \$	-
Public safety		1,576,413	91,661	728,394	-
Culture and recreation		24,260	-	-	-
Health and welfare		558,023	128	363,841	-
Public works		2,493,152	680,893	587,378	-
Loss on disposition of assets		3,900	-	-	-
Interest relating to long-term debt	_	50,971			
Total primary government	_	6,284,710	882,916	2,493,444	
Component unit:					
Guadalupe County Hospital	_	8,988,156	7,251,816	1,302,298	
Total component unit	\$_	8,988,156 \$	7,251,816 \$	1,302,298 \$	-

General Revenues:

Property taxes
Gross receipts taxes
Motor vehicle and fuel taxes
Mill levy
Other taxes
Miscellaneous revenue
Unrestricted investment earnings (loss)

Total general revenues and transfers

Change in net position

Beginning net position Restatement (Note 19) Beginning net position - restated

Ending net position

Net (Expenses) Revenues and Changes in Net Position

	Changes in	Ne	et Position
•	Governmental		Component
	Activities		Unit
•			
\$	(653,926)	\$	-
	(756,358)		-
	(24,260)		-
	(194,054)		-
	(1,224,881)		-
	(3,900)		-
	(50,971)		(54,181)
•	(2,908,350)		(54,181)
	<u>-</u>		(434,042)
	-		(488,223)
	1,436,318		-
	1,069,293		-
	28,519		-
	-		569,265
	-		
	449,944		63,261
	3,002		62,122
•	2,987,076		694,648
	78,726		206,425
	20,739,448		19,365,532
	(2,259,741)		10.205.533
	18,479,707		19,365,532
\$	18,558,433	\$	19,571,957

STATE OF NEW MEXICO GUADALUPE COUNTY BALANCE SHEET GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2015

	-	General Fund 101	Road Fund 204	 Capital Projects Funds 300	 Debt Service Fund 403	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Current: Cash and temporary investments Accounts receivable	\$	1,846,180 \$	395,748	\$ 652,508	\$ 1 \$	677,690 \$	3,572,127
Property taxes Intergovernmental Other receivables		156,459 31,543	38,656	128,694	-	- 173,645	156,459 372,538
Prepaid expenses Interfund receivables	_	28,889 71,454	8,491	 -	 - - -	19,511	56,891 71,454
Total current assets	\$ _	2,134,525 \$	442,895	\$ 781,202	\$ 1 \$	870,846 \$	4,229,469
LIABILITIES AND FUND BALANCE							
Current liabilities:							
Accrued payroll liabilities	\$	14,175 \$ 34,268	3,913 10,554	\$ 39,198 -	\$ - \$ -	60,529 \$ 8,880	117,815 53,702
Accrued expenses Interfund payables	=	<u>-</u> .	-	 -	 <u> </u>	71,454	71,454
Total current liabilities	_	48,443	14,467	 39,198	 	140,863	242,971
DEFERRED INFLOWS							
Property taxes		88,848	-	-	-	-	88,848
Unspent grant revenues	_	- -	385,664	 -	 	-	385,664
Total deferred inflows	_	88,848	385,664	 -	 		474,512
FUND BALANCE (DEFICIT)							
Nonspendable		28,889	8,491	-	-	19,511	56,891
Restricted		-	34,273	742,004	1	743,754	1,520,032
Committed		-	-	-	-	-	-
Assigned		-	-	-	-	-	-
Unassigned	-	1,968,345	-	 -	 	(33,282)	1,935,063
Total fund balance (deficit)	_	1,997,234	42,764	 742,004	 1	729,983	3,511,986
Total liabilities, deferred inflows,							
and fund balance (deficit)	\$	2,134,525 \$	442,895	\$ 781,202	\$ 1 \$	870,846 \$	4,229,469

STATE OF NEW MEXICO GUADALUPE COUNTY GOVERNMENTAL FUNDS RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION FOR THE YEAR ENDED JUNE 30, 2015

Exhibit B-1 (Page 2 of 2)

Amounts reported for governmental activities in the statement of
net position are different because:

Fund balances - total governmental funds	\$ 3,511,986
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	18,647,065
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.	169,982
Other long-term assets are not available to pay for current-period expenditures and therefore, are deferred in the funds:	
Property taxes	88,848
Accrued interest expense	(7,558)
Long-term liabilities, are not due in the current period and, therefore, are not reported in the funds	
Net pension liability	(1,663,577)
Notes payable	(1,443,969)
Compensated absences	(69,069)
Defined benefit pension plan deferred inflows are not due and payable in the	
current period and, therefore, are not reported in the funds.	(675,275)
Total net position	\$ 18,558,433

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2015

	General Fund 101	Road Fund 204	Capital Project Fund 300	Debt Service Fund 403	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				<u>.</u>		
Property taxes	\$ 1,463,890 \$	- \$	- \$	- \$	- \$	1,463,890
Gross receipts taxes	137,518	143,060	481,299	-	307,416	1,069,293
Other taxes	-	28,519	-	-	-	28,519
State grants	813,831	290,576	35,553	-	1,094,793	2,234,753
Federal grants	-	134,580	-	-	124,111	258,691
Licenses and fees	29,011	-	-	-	57,162	86,173
Charges for services	34,367	246,314	316,644	-	199,418	796,743
Miscellaneous	292,472	3,313	-	-	136,742	432,527
Contributions and donations	900	-	-	-	19,519	20,419
Total revenues	2,771,989	846,362	833,496	-	1,939,161	6,391,008
Expenditures: Current						
General government	1,391,952	-	-	-	26,519	1,418,471
Public safety	455,443	-	-	-	1,049,072	1,504,515
Culture and recreation	-	-	-	-	24,260	24,260
Health and welfare	-	-	-	-	545,722	545,722
Public works	239,427	826,486	364,573	-	195,449	1,625,935
Capital outlay	108,301	114,341	123,604	-	389,813	736,059
Debt service						
Principal	-	-	-	202,303	-	202,303
Interest	-	-	-	50,971	-	50,971
Total expenditures	2,195,123	940,827	488,177	253,274	2,230,835	6,108,236
Excess (deficiency) of revenues						
over expenditures	576,866	(94,465)	345,319	(253,274)	(291,674)	282,772
Other financing sources (uses): Operating transfers	/10E 920\		(97,866)	139,783	153,922	
, ,	(195,839)	-	(97,800)	•	155,922	112 402
Proceeds from long-term debt	(195,839)		(97,866)	113,492 253,275	153,922	113,492 113,492
Total other financing sources (uses)	(195,839)		(97,866)	253,275	153,922	113,492
Net change in fund balances	381,027	(94,465)	247,453	1	(137,752)	396,264
Fund balances - beginning of year	1,616,207	137,229	494,551	<u>-</u>	867,735	3,115,722
Fund balances - end of year	\$ 1,997,234 \$	42,764 \$	742,004 \$	1 \$	729,983 \$	3,511,986

STATE OF NEW MEXICO GUADALUPE COUNTY RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2015

Amounts reported for governmental activities in the statement of activities

are different because:

Exhibit B-2 (Page 2 of 2)

(11,304)

(113,492) 201,924

23,571

(3,900)

78,726

Net change in fund balances	- total governmental funds	\$	396,264
Change in net pension liabilit	cy .		90,871
the statement of activitie	capital outlays as expenditures. However, in es the cost of those assets is allocated over their d reported as depreciation expense:		
Capital expenditures			1,230,323
Depreciation expens	e		(1,707,959)
	f activities that do not provide current financial ed as revenue in the funds:		
Change in unearned	revenue related to the property taxes receivable		(27,572)
resources to government debt consumes the curre	ebt (e.g., bonds, notes, leases) provides current financial funds, while the repayment of the principal of long nt financial resources of governmental funds. Neithers any effect on net position. Also, governmental fund	-term r	

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

See Notes to Financial Statements

statement of activities:

Note Proceeds

Loss on the disposition of fixed assets

Change in net position

Principal payments on notes

Increase in accrued compensated absences

Change in accrued interest on long-term debt

STATE OF NEW MEXICO
GUADALUPE COUNTY

Exhibit C-1

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	_	Budgeted Amounts						Variance with Final Budget-	
		Original		Final		Actual Amounts		Positive (Negative)	
Revenues									
Property taxes	\$	1,385,314	\$	1,385,314	\$	1,544,983	\$	159,669	
Gross receipts taxes		90,000		90,000		137,518		47,518	
Other taxes		-		-		-		-	
State grants		645,540		676,264		813,831		137,567	
Federal grants		-		-		-		-	
Licenses and fees		7,600		7,600		29,011		21,411	
Charges for services		26,104		34,104		34,367		263	
Miscellaneous		202,000		202,000		292,472		90,472	
Contributions and donations			_	-		900		900	
Total revenues	_	2,356,558	_	2,395,282	. <u> </u>	2,853,082		457,800	
Expenditures									
Current									
General government		1,652,072		1,654,808		1,442,593		212,215	
Public safety		521,626		529,614		455,443		74,171	
Culture and recreation		-		-		-		-	
Health and welfare		-		-		-		-	
Public works		523,593		531,593		239,427		292,166	
Capital outlay		161,000		181,000		108,301		72,699	
Debt service						-			
Principal		-		-		-		=	
Interest		-	_	-		-			
Total expenditures	_	2,858,291		2,897,015	_	2,245,764		651,251	
Excess (deficiency) of revenues									
over expenditures		(501,733)		(501,733)	_	607,318	-	1,109,051	
Other financing sources (uses):		(4.44.022)		(4.44.022)		(405,020)		(F.4.00C)	
Operating transfers		(141,833)		(141,833)		(195,839)		(54,006)	
Proceeds from long-term debt Designated cash		643,566	_	643,566	_	-		(643,566)	
Total other financing sources (uses)	_	501,733		501,733	. <u> </u>	(195,839)		(697,572)	
Net changes in fund balances	\$		\$_	<u>-</u>	:	411,479	\$_	411,479	
Reconciliation to GAAP basis:									
Adjustments to revenues						(81,093)			
Adjustments to expenditures					_	50,641			
Net Change in Fund Balances (GAAP Basis)					\$ _	381,027	•		

STATE OF NEW MEXICO Exhibit C-2 **GUADALUPE COUNTY**

ROAD - SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

-	Budgeted Ar	mounts		Variance with Final Budget- Positive (Negative)	
	Original	Final	Actual Amounts		
Revenues					
Property taxes \$	- \$	- \$	- \$	-	
Gross receipts taxes	130,000	130,000	156,211	26,211	
Other taxes	20,000	20,000	28,519	8,519	
State grants	549,907	549,907	290,576	(259,331)	
Federal grants	-	134,580	134,580	-	
Licenses and fees	-	-	-	-	
Charges for services	220,000	220,000	246,314	26,314	
Miscellaneous	3,715	3,715	3,313	(402)	
Contributions and donations	<u> </u>	<u> </u>			
Total revenues	923,622	1,058,202	859,513	(198,689)	
Expenditures					
Current					
General government	-	-	-	-	
Public safety	=	-	=	-	
Culture and recreation	-	_	-	-	
Health and welfare	=	-	=	-	
Public works	870,035	856,501	434,543	421,958	
Capital outlay	51,756	199,870	114,341	85,529	
Debt service	,	,	-	,	
Principal	-	_	-	-	
Interest	<u>-</u>	<u> </u>			
Total expenditures	921,791	1,056,371	548,884	507,487	
Excess (deficiency) of revenues					
over expenditures	1,831	1,831	310,629	308,798	
Other financing sources (uses):					
Operating transfers	-	-	-	-	
Proceeds from long-term debt	-	-	-	-	
Designated cash	- -	- -	-		
Total other financing sources (uses)	<u>-</u>	- -	-		
Net changes in fund balances \$ =	1,831 \$	1,831	310,629 \$	308,798	
Reconciliation to GAAP basis:					
Adjustments to revenues			(13,151)		
Adjustments to expenditures		-	(391,943)		
Net Change in Fund Balances (GAAP Basis)		\$	(94,465)		

STATE OF NEW MEXICO
GUADALUPE COUNTY
Exhibit C-3

CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	Budgeted Amounts					Variance with Final Budget-	
	Original	Final		Actual Amounts		Positive (Negative)	
Revenues							
Property taxes \$	-	\$	- \$	-	\$	-	
Gross receipts taxes	345,000	360,	,000	435,683		75,683	
Other taxes	-		-	-		-	
State grants	25,162	25,	162	35,553		10,391	
Federal grants	113,492	613,	492	-		(613,492)	
Licenses and fees	-		-	-		-	
Charges for services	221,600	241,	600	316,644		75,044	
Miscellaneous	-		-	-		-	
Contributions and donations	-		<u> </u>	-		-	
Total revenues	705,254	1,240	.254	787,880	<u> </u>	(452,374)	
Expenditures							
Current							
General government	-		_	_		_	
Public safety	_		_	=		_	
Culture and recreation	_		_	_		_	
Health and welfare	_		_	_		_	
Public works	620,823	539	007	342,657		196,350	
Capital outlay	254,350	959		123,604		835,772	
Debt service	254,550	333,	.570	123,004		033,772	
Principal	_		_	_		_	
Interest	_		_	_		_	
interest							
Total expenditures	875,173	1,498	.383	466,261	_	1,032,122	
Excess (deficiency) of revenues							
over expenditures	(169,919)	(258,	129)	321,619	. <u> </u>	579,748	
Other financing sources (uses):							
Operating transfers	(185,669)	(185,	669)	(97,866)		87,803	
Proceeds from long-term debt	-		-	-		-	
Designated cash	355,588	428	.755	-		(428,755)	
Total other financing sources (uses)	169,919	243	.086	(97,866)		(340,952)	
Net changes in fund balances \$	<u>-</u>	\$ (15)	.043)	223,753	\$_	238,796	
Reconciliation to GAAP basis:							
Adjustments to revenues				45,616			
Adjustments to expenditures			_	(21,916)	_		
Net Change in Fund Balances (GAAP Basis)			\$	247,453			

STATE OF NEW MEXICO
GUADALUPE COUNTY
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

Budgeted Amounts Final Budget-Actual Positive (Negative) Original Final **Amounts** Revenues \$ \$ Property taxes Gross receipts taxes Other taxes State grants Federal grants Licenses and fees Charges for services Miscellaneous Contributions and donations Total revenues **Expenditures** Current General government Public safety Culture and recreation Health and welfare Public works Capital outlay Debt service Principal 89,969 88,812 202,303 (113,491)Interest 49,814 50,971 50,971 Total expenditures 139,783 139,783 253,274 (113,491)Excess (deficiency) of revenues over expenditures (139,783)(139,783)(253,274)(113,491)Other financing sources (uses): Operating transfers 139,783 139,783 139,783 Proceeds from long-term debt 113,492 113,492 Designated cash 253,275 Total other financing sources (uses) 139,783 139,783 Net changes in fund balances Reconciliation to GAAP basis: Adjustments to revenues Adjustments to expenditures Net Change in Fund Balances (GAAP Basis)

Exhibit C-4

Variance with

See Notes to Financial Statements

STATE OF NEW MEXICO
GUADALUPE COUNTY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2015

Exhibit D-1

ASSETS	Balance June 30, 2015
Cash on deposit	\$ 507,100
Property taxes receivable	299,924
Total assets	\$ 807,024
LIABILITIES	
Due to other taxing units	\$ 807,024
Total liabilities	\$ 807,024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Guadalupe County is a political sub-division of the State of New Mexico established and regulated by the constitution of the State of New Mexico. The County operates under a commission-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.

The financial statements of Guadalupe County (the "County") have been prepared in conformity with accounting principles generally accepted in the United States of America (US GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes US GAAP for governmental units. The more significant of the County's accounting policies are described below.

In June 1999, the GASB unanimously approved Statement No. 34, Basic Financial Statements and Management Discussion and Analysis for State and Local Governments. In June 2011, the GASB approved Statement No. 37, Basic Financial Statements – and Management's Discussion and Analysis for State and Local Governments: Omnibus and Statement No. 38, Certain Financial Statement Note Disclosures. Statement No. 37 clarifies and modifies Statement No. 34 and should be implemented simultaneously with Statement No. 34. Statement No. 38 modifies, establishes and rescinds certain financial statement disclosure requirements.

The County implemented the provisions of GASB No.'s 34, 37 and 38 effective July 1, 2002.

Financial Reporting Entity

GASB Statement No. 61 established criteria for determining the government reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the County is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 61, fiscally independent means that the County may, without the approval or consent of another government entity, determine or modify its own budget, levy its own taxes or set rates or change, and issue bonded debt. The County also has one *component unit*, as defined by GASB Statement No. 61. The component unit which the County is financially accountable for is the Guadalupe County Hospital ("Hospital"). The County Commission is responsible for approving all of the Hospital's governing board members. Separate financial statements for the Hospital may be obtained by contacting Guadalupe County Hospital, 117 Camino de Vida, Santa

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Reporting Entity (Continued)

Rosa, NM 88435. There are no other primary governments for which the County Commissioners are financially accountable. There are no other primary governments with which the County has a significant relationship.

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 the primary government, not including fiduciary funds. 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 had no business-type activities.

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*.

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.

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 proprietary fund and 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 imposed by the provider have been met.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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. Ad valorem taxes (property taxes), 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. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The *agency funds* are custodial in nature (assets and liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity.

Governmental funds are used to account for the County's general governmental activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets and the servicing of general long-term debt. Governmental funds include:

The *General Fund* is the primary operating fund of the County, and accounts for all financial resources, except those required to be accounted for in other funds.

The *Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The *Capital Projects Funds* account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

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 (in addition to the General Fund), which includes funds that were not required to be presented as major but were at the discretion of management:

The *Road Special Revenue Fund* accounts for the activities of the County's road and highways, which provides service to the residents of the County. Authorized by sections 6-623, 7-1-6.19, 67-3-82.2, and Chapter 113, Laws of 1992, NMSA. To account for funds used to maintain County roads, including but not limited to administration, operation, maintenance, and capital outlay. Revenues are provided by motor vehicle fees, gas taxes, State appropriations, and State severance tax bonds.

The *Capital Projects Fund* accounts for the construction activities related to the County's construction projects.

The *Debt Service Fund* accounts for the payment of principal and interest related to the County's debt.

Additionally, the government reports the following fund types:

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

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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, because elimination of these charges would distort the direct costs and program revenues reported in the Statement of Activities.

Program revenues included in the Statement of activities derive 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 to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, (b) program-specific operating grants, which includes revenues received from federal and state sources to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and other items not properly included among program revenues.

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.

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 employee indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function, except for that portion of depreciation that is identified as unallocated on the Statement of Activities. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Also, in addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County reports deferred inflows are in the governmental funds regarding property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity

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

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

Investments for the County are reported at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties. The State Treasurer's Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables: Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "internal balances".

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

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

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

Certain Special Revenue funds are administered on a reimbursement method of funding; other funds are operated on a cash advance method of funding. The funds incurred the costs and submitted the necessary request for reimbursement or advance, respectively.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued)

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000, per Section 12-60-10 NMSA 1978 and an estimate useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government-wide statements. Information technology equipment, including software, is being capitalized and included in furniture and equipment as the County did not maintain internally developed software. Donated capital assets are recorded at estimated fair market value at the date of donation.

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 during the year ended June 30, 2015.

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

Assets	Years
Infrastructure	30-50
Building & Improvements	30-50
Vehicles	4-12
Computer equipment	3-10
Other furniture and equipment	3-10

Deferred Revenues: The County recognizes grant revenue at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are show as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be "available" under the current financial resources measurement focus are reported as deferred revenues in the governmental fund financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued)

Compensated Absences: The liability for compensated absences reported in the government-wide statements consists of unpaid, accumulated annual leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expecting to become eligible in the future to receive such payments upon termination are included.

Long-term Obligations: In the government-wide fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method.

For fund financial reporting, bond premiums, discounts as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

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

Fund Equity: Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The detail of the County's fund balances is presented in Note 16.

Equity Classifications: In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net investment in capital assets: Consists of capital assets, including restricted 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity (Continued)

Restricted Net Position: Consists of net positions with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position: All other net positions that do not meet the definition of "restricted" or "net investment in capital assets."

The Government-wide Statement of Net Position reports \$1,485,759 of restricted net position of which \$743,755 is restricted by enabling legislation. The County's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

Accrued Employee Benefits: County employees may accumulate limited amounts of annual leave, personal leave and comp time which are payable to the employee upon termination or retirement. For governmental funds, expenditures are recognized during the period in which vacation costs become payable from available, expendable resources. A liability for amounts earned but not payable from available expendable resources is recorded in the statement of net position.

Interfund Transactions: Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from 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 requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates affecting the County's financial statements include management's estimate of the useful lives of capital assets.

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 Board of 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.

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

The budgetary information presented in these financial statements has been amended in accordance with the above procedures.

Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and Capital Projects Funds.

The County is required to balance its budgets each year. Accordingly, amounts that are excess or deficient are presented as changes in cash designated for expenditures, not as an excess or deficiency of revenues over expenditures.

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

Since accounting principles applied for purposes of developing revenues and expenditures on the 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 net change in fund balances is presented for the year ended June 30, 2015. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on the individual comparison statements.

NOTE 3. CASH AND TEMPORARY INVESTMENTS

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2015.

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

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

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

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 per respective institution.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a 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). At June 30, 2015, \$1,101,638 of the County's bank balance of \$4,181,462 was exposed to custodial credit risk.

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

NOTE 3. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

As of June 30, 2015, the County's investment of \$123 in the State Treasurer Local Government Investment Pool – Reserve Contingency Fund was unrated.

Credit risk – Investments. With respect to credit risk, the LGIP is rated AAAm by Standard & Poor's. Therefore, the LGIP reports AAAm for credit risk. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the LGIP is exempt from this requirement.

As of June 30, 2015, the County had the following investments and maturities:

Investment Type	Rating	Fa	ir Value	Weighted Average Maturity (WAM)
New MexiGROW LGIP	AAAm	\$	123	54.6 days
LGIP Reserve Contingency Fund	Unrated	\$	-	Non-Performing Asset
NMFA Treasury Fund	Unrated	\$	91,191	< 1 year
Certificates of Deposit	Unrated	\$	1,421,376	< 1 year

Interest rate risk. GASB Statement No. 40 defines interest rate risk as the risk that interest variations may adversely affect the fair value of an investment. According to the Statement, an acceptable method of reporting interest rate risk is weighted average maturity ("WAM"). The State Treasurer's Office uses this method for reporting purposes for the Local Government Investment Pool (LGIP). The WAM of the LGIP is identified on the monthly LGIP investment report found on the State Treasurer's Office website at www.nmsto.gov. As of June 30, 2015, the LGIP had a credit risk rating of AAAm and a WAM(R) of 54.6 days and a WAM(F) of 77.7 days.

Concentration of credit risk – Investments. The County places no limit on the amount the County may invest in any one issuer. The County is invested only in Wells Fargo Certificates of Deposit, Community 1st Bank of Las Vegas Certificates of Deposit, First National Bank of New Mexico Certificates of Deposit, U.S. Treasury Fund (NMFA Trust Account), and the State Treasurer's New MexiGROW LGIP.

The State Treasurer Local Government Investment Pool is not SEC Registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment funds in securities that are issued by the United States government or by its departments or agencies and are either backed by the full faith and credit of the United States government or are agencies sponsored by the United States government with rating A to AAA by Moody's Investors Service and S&P. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares; at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time that amounts of

NOTE 3. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

the fund were invested. Any unrealized gain or loss on the portfolio is distributed through the investment yield on distribution dates. The carrying amount of the portfolio approximates the fair value of all investments at June 30, 2015. The State of New Mexico is the regulatory oversight entity and participation in the pool is voluntary.

NOTE 4. RECEIVABLES

Receivables as of June 30, 2015 are as follows:

Fund	Property Taxes I		Interg	overnmental	 Total
General	\$	156,459	\$	31,543	\$ 188,002
Road		-		38,656	38,656
Capital Projects		-		128,694	128,694
Nonmajor Governmental		-		173,645	173,645
Total	\$	156,459	\$	372,538	\$ 528,997

The above receivables are deemed 100% collectible. In accordance with GASB Statement No. 33, property tax receivables are presented net of deferred revenues in the governmental balance sheet. Deferred revenue – property taxes totaled \$88,848 as presented in the general fund.

NOTE 5. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Net operating transfers made to close out funds, to supplement other funding sources, and to repay previous transfers were as follows:

Governmental Funds	Transfers In		Tra	nsfers Out
General Fund	\$	-	\$	195,839
Capital Projects		263,375		361,241
Debt Service		139,783		-
Corrections		60,500		-
Environmental Gross Receipts		295,729		28,000
Farm and Range		29,000		-
Newkirk Fire		8,681		
Law Enforcement		-		16,671
Recreation		34,000		-
Rural Primary Health Care Act		34,000		34,000
Senior Center		80,612		-
Emergency Management		33,413		-
Windmill				343,342
Totals	\$	979,093	\$	979,093

NOTE 5. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

The County has interfund loans for the purpose of providing cash to grant funds that must expend funds in order to get reimbursements. Interfund loans as of year-end for the County's individual major funds and non-major funds in the aggregate, include the following:

Due to general fund		
Senior Center	\$	14,308
DWI Grant		11,102
DWI Distribution		14,614
Hazard Mitigation		15,000
2014 EMW Grant		16,430
	-	
Total due to general fund	\$	71,454

NOTE 6. LEASES

The County leases various equipment for the purpose of providing public works services to the residents of the County. The leases are generally for 5 or 7 year terms. The leases began in fiscal years 2012 through 2014 and expire in fiscal years 2017 through 2021.

The future minimum lease payments under the operating equipment leases are as follows:

Year Ending June 30,

2016	\$ 186,537
2017	173,486
2018	160,434
2019	104,880
Thereafter	 53,435
Totals	\$ 678,772

NOTE 7. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land and Construction in Progress are not subject to depreciation.

	_	Balance June 30, 2014	Additions	Deletions	_	Balance June 30, 2015
Capital Assets Used in Governmental A	ctivit	ies:				
Capital Assets, not depreciated:						
Land	\$	273,711	-	-	\$	273,711
Total not depreciated	_	273,711	-	-	_	273,711
Capital Assets, depreciated						
Buildings		7,586,487	25,325	(3,900)		7,607,912
Machinery and Equipment		6,447,599	632,919	(561,072)		6,519,446
Furniture and Fixtures		410,410	224,273	-		634,683
Infrastructure	_	30,290,216	347,806		_	30,638,022
Total depreciated	_	44,734,712	1,230,323	(564,972)	-	45,400,063
Total Capital Assets	\$_	45,008,423	1,230,323	(564,972)	\$_	45,673,774
Less Accumulated Depreciation:						
Buildings	\$	3,119,094	614,644	-	\$	3,733,738
Machinery & Equipment		5,160,313	297,096	(561,072)		4,896,337
Furniture & Fixtures		260,039	59,486	-		319,525
Infrastructure	_	17,340,376	736,733		-	18,077,109
Total accumulated depreciation	_	25,879,822	1,707,959	(561,072)	=	27,026,709
Net Capital Assets	\$_	19,128,601			\$_	18,647,065

Depreciation expense for the year ended June 30, 2015 was charged to the following functions and funds:

General Government	\$ 204,954
Public Works	1,383,447
Health and Welfare	17,080
Public Safety	102,478
Total depreciation expense: governmental activities	\$ 1,707,959

NOTE 8. LONG-TERM DEBT

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

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015	Due Within One Year
Governmental Activities: Notes Payable Compensated Absences	\$ 1,532,401 57,765	113,492 63,167	(201,924) (51,863)	1,443,969 69,069	90,147 17,267
Total Long Term Debt	\$ 1,590,166	176,659	(253,787)	1,513,038	107,414

Interest expense paid on long-term debt totaled \$50,971 for the year ended June 30, 2015 as indicated on the Statement of Activities.

The annual requirement to amortize the bond and notes payable as of June 30, 2015, including interest payments are as follows:

Fiscal Year Ending			Total Debt
June 30,	Principal	Interest	Service
2016	90,147	45,401	135,548
2017	92,029	43,219	135,248
2018	95,013	40,937	135,950
2019	80,432	38,515	118,947
2020	82,610	36,006	118,616
2021-2025	427,501	138,057	565,558
2026-2030	182,729	79,256	261,985
2031-2035	81,000	61,107	142,107
2036-2040	95,000	46,526	141,526
2041-2045	112,000	29,381	141,381
2046-2050	105,508	9,046	114,554
Totals	\$ 1,443,969	\$ 567,451	\$ 2,011,420

Notes Payable: The County maintains multiple loans through the New Mexico Finance Authority (NMFA). These loans are for multiple purposes including police units, and historical courthouse restorations. Loan payments are payable from the debt service fund.

Loan principal and interest payments are made on a monthly basis to the NMFA as is required per the loan's debt schedules. Interest rates on the loans vary from 0.100% to 3.106% and loan payments are scheduled through 2027.

NOTE 8. LONG-TERM DEBT (CONTINUED)

The County has a loan from United States of America. This loan was for the construction/renovation of the Dental Facility. Loan payments are payable from the related fund associated with the loan (general).

Loan principal and interest payments are made on an annual basis as is required per the debt schedules. Interest rate on the loan is 3.375% and loan payments are scheduled through 2049.

Compensated Absences: Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year ended June 30, 2015, compensated absences increased \$11,304 over the prior year accrual. See Note 1 for more details.

NOTE 9. DEFERRED REVENUE

In accordance with the terms of the various grant agreements within the Special Revenue Funds, revenues received in excess of expenditures carry over to subsequent years, unless such excess revenues are requested to be returned to the grantor. As of June 30, 2015, Guadalupe County had \$385,664 of deferred revenues related to Special Revenue Funds classified in the Road Fund.

NOTE 10. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft, or damage to, and destruction of assets; errors and omissions; injuries and natural disasters. Guadalupe County is a member and is insured through the New Mexico County Insurance Authority. The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The Authority acts as the common carrier for the State of New Mexico counties. The County pays an annual premium to the Authority based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. The County is not liable for more than the premiums paid.

NOTE 11. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosures as part of the Combined Statements – Overview of certain information concerning individual funds including:

NOTE 11. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (CONTINUED)

Deficit fund balance of individual funds: The following funds reflected a deficit fund balance as of June 30, 2015:

Fund	Defi	Deficit Balance	
Law Enforcement	\$	(709)	
Senior Center		(15,633)	
DWI Grant		(230)	
Hazard Mitigation		(15,000)	
Total	\$	(31,572)	

These deficits are expected to be funded by additional grants and charges for services. The County anticipates these fund balances will not be in the deficit state in subsequent years.

Excess expenditures over appropriations: Budgetary authority is at the fund level. As stated in finding 2015-002, the County had expended in excess of the budget as listed in the finding.

Designated cash appropriation in excess of available balances: There were no funds with designated cash in appropriations in excess of available balances for the year ended June 30, 2015.

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT

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.

NOTE 12. PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

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

Benefits provided: For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2014 available at http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366 Public Employees Retirement Association 2014.pdf.

Contributions: The contribution requirements of defined benefit plan members and the County are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY14 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on pages 29 through 31 of the PERA FY14 annual audit report at http://osanm.org/media/audits/366 Public Employees Retirement Association 2014.pdf. The PERA coverage options that apply to County are Municipal Plan 2 and Municipal Police Plan 5. Statutorily required contributions to the pension plan from the County were \$169,982 and employer paid member benefits that were "picked up" by the employer were \$0 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred Inflows and Outflows were preformed 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. The County's proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2014. Only employer contributions for the pay period end dates that fell within the period of July 1, 2013 to June 30, 2014 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2014 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an

NOTE 12. PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Division Municipal Plan 2, at June 30, 2015, the County reported a liability of \$1,282,496 for its proportionate share of the net pension liability. At June 30, 2014, the County's proportion was 0.1644% percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, the County recognized PERA Fund Division Municipal Plan 2 pension expense of \$53,531. At June 30, 2015, the County reported PERA Fund Division Municipal Plan 2 deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	
Differences between expected and actual experience	\$ -	\$ 501,746	
Changes in assumptions	-	869	
Net difference between projected and actual earnings on pension plan investments	-	-	
Changes in proportion and differences between County's contributions and proportionate share of contributions	-	-	
County's contributions subsequent to the measurement date	129,732		
Total	\$ 129,732	502,615	

\$129,732 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

NOTE 12. PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

Year ended June 30:

2016	(125,653)
2017	(125,653)
2018	(125,653)
2019	(125,653)
2020	(3)
Thereafter	-

For PERA Fund Division Municipal Police Plan 5, at June 30, 2015, the County reported a liability of \$381,081 for its proportionate share of the net pension liability. At June 30, 2014, the County's proportion was 0.1169% percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, the County recognized PERA Fund Division Municipal Police Plan 5 pension expense of \$25,580. At June 30, 2015, the County reported PERA Fund Division Municipal Police Plan 5 deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 141,703
Changes in assumptions	-	30,957
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in proportion and differences between County's contributions and proportionate share of contributions	-	-
County's contributions subsequent to the measurement date	40,250	
Total	\$ 40,250	172,660

\$40,250 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

NOTE 12. PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

Year ended June 30:

2016	(43,126)
2017	(43,126)
2018	(43,126)
2019	(43,126)
2020	(156)
Thereafter	-

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

Actuarial valuation date June 30, 2013
Actuarial cost method Entry age normal

Amortization method Level of percentage pay

Amortization period Solved for based on statutory rates

Asset valuation method Fair value

Actuarial assumptions

Investment rate of return 7.75% annual rate, net of investment expense

Payroll growth 3.50% annual rate

Projected salary increases 3.50% to 14.25% annual rate

Includes inflation at 3.00% annual rate

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

NOTE 12. PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

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

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

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

PERA Fund Division Municipal Plan 2

PENA Fullu Division Municipal Fian 2			
		Current	
	1% Decrease	Discount Rate	1% Increase
	(6.75%)	(7.75%)	(8.75%)
County's proportionate share of the			
net pension liability	\$ 2,417,794	1,282,496	405,425
PERA Fund Division Municipal Police Pla	ın 5		
PERA Fund Division Municipal Police Pla	ın 5		
		Current	
	1% Decrease	Discount Rate	1% Increase
	(6.75%)	(7.75%)	(8.75%)
County's proportionate share of the			
net pension liability	\$ 726,723	381,081	122,996
· · · · · · · · · · · · · · · · · · ·			

NOTE 12. PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

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

Payables to the pension plan: The County accrued \$4,174 in PERA benefits at June 30, 2015 for the pay period beginning June 22, 2015, and ending July 5, 2015.

NOTE 13. POST EMPLOYMENT BENEFITS—STATE RETIREE HEALTH CARE PLANS

The County has not elected to participate in the New Mexico Retiree Health Care Plan and there are no required contributions for fiscal year ending June 30, 2015.

NOTE 14. CONTINGENT LIABILITIES

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

NOTE 15. FEDERAL AND STATE GRANTS

In the normal course of operations, the County receives grant funds from various federal and state agencies. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as a result of these audits is not believed to be material.

NOTE 16. GOVERNMENTAL FUND BALANCE

Fund Balance: In the fund financial statements, governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Some governments may not have policies or procedures that are comparable to those policies that underlie the classifications and therefore would not report amounts in all possible fund balance classifications.

NOTE 16. GOVERNMENTAL FUND BALANCE (CONTINUED)

In the governmental financial statements, fund balance is classified and is displayed in five components:

Nonspendable: Consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted: Consists of amounts that are restricted to specific purposes as a result of (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed: Consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of actions (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Assigned: Consists of amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

Unassigned: Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

NOTE 16. GOVERNMENTAL FUND BALANCE (CONTINUED)

Detail relating to the fund balance classifications is displayed below:

		General Fund	Road Fund	Capital Project	Debt Service	Total Nonmajor Governmental
		101	204	300	403	Funds
Fund balances:						
Nonspendable:						
Prepaid insurance	\$	28,889	8,491	-	-	19,511
Restricted for:						
Housing of prisoners		-	-	-	-	252
Roads and highways		-	34,273	-	-	-
Care of indigent citizens	;	-	-		-	-
Capital projects		-	-	742,004	-	122,582
Emergency services		-	-	-	-	16,305
Fire departments		-	-	-	-	70,963
Law enforcement		-	-	-	-	4,858
Solid waste services		-	-	-	-	214,754
Valuation services		-	-	-	-	105,622
Soil conservation		-	-	-	-	1,078
Recreation		-	-	-	-	14,189
Homeland security		-	-	-	-	18,317
County clerk		-	-	-	-	20,120
Emergency mgmt		-	-	-	-	10,324
Senior citizens		-	-	-	-	-
Rural health care		-	-	-	-	138,311
Water rights		-	-	-	-	6,079
Debt Service		-	-	-	1	
Committed:		-	-	-	-	-
Assigned to:						
Law enforcement		-	-	-	-	-
Hospital construction		-	-	-	-	-
Unassigned:		1,968,345				(33,282)
Total fund balances	\$	1,997,234	42,764	742,004	1	729,983

NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS

In August 2012, the GASB issued Statement No.68, Accounting and Financial Reporting for Pensions — an amendment of GASB Statement 27. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. The County provides substantially all of its employees with pension benefits through the state's multiple employer cost-sharing defined-benefit retirement plan administered by the Public Employees Retirement Association of New Mexico (PERA). GASB Statement 68 requires cost-sharing employers participating in the PERA program, such as the County, to record their proportionate share, as defined in GASB Statement 68, of County's unfunded pension liability. The County has no legal obligation to fund this shortfall nor does it have any ability to affect funding, benefit, or annual required contribution decisions made by PERA. GASB Statement 68 is effective for periods beginning after June 15, 2014. The County adopted GASB Statement No.68 during fiscal year 2015. The requirement of GASB Statement 68 to record a portion of PERA's unfunded liability has negatively impacted the County's unrestricted net position. Information regarding PERA's current funding status can be found in their financial report.

In January 2013, the GASB issued statement No. 69, Government Combinations and Disposals of Government Operations. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this Statement, the term government combination includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations. This Statement improves the decision usefulness of financial reporting by requiring that disclosures be made by governments about combination arrangements in which they engage and for disposals of government operations. GASB Statement 69 is effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013 and should be applied on a prospective basis. The County was not a party to any combinations or disposals in the current year and therefore the adoption of GASB Statement 69 does not have any impact on the County's financial statements.

In November 2013, the GASB issued statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68. Statement No. 68 requires a state or local government employer to recognize a net pension liability measured as of the measurement date, no earlier than the end of its prior fiscal year. If a state or local government employer makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement No. 68 requires that the government recognize its contribution as a deferred outflow of resources. If it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition.

NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS (CONTINUED)

Accordingly, Statement No. 71 amends paragraph 137 of Statement No. 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. The County adopted GASB Statement No.71 during fiscal year 2015.

In June 2015, the GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments.* Statement No. 76, which supersedes Statement No. 55, aims to identify, in the context of the current governmental financial reporting environment, the hierarchy of U.S. GAAP, which consists of the sources of accounting principles used to prepare the financial statements of state and local governments entities in conformity with U.S. GAAP, as well as the framework for selecting those principles. The County adopted GASB Statement No. 76 during fiscal year 2015, with no significant impact to the County's financial statements.

NOTE 18. NEW ACCOUNTING PRONOUNCEMENTS

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2015.

GASB Statement No. 72, Fair Value Measurement and Application

GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other than Pension Plans

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions

The County will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The County believes that the above listed new GASB pronouncements will not have a significant financial impact to the County or in issuing its financial statements.

NOTE 19. PRIOR PERIOD ADJUSTMENT

Statement of Activities: Net position at June 30, 2015 was restated in the amount of \$2,259,741. This restatement was due to the implementation of GASB 68.

NOTE 20. GUADALUPE COUNTY HOSPITAL

HOSPITAL NOTE 1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

a. Reporting Entity

Guadalupe County Hospital (the Hospital) is a 10-bed county-owned acute care hospital located in Santa Rosa, New Mexico. The Hospital provides inpatient, outpatient, and emergency medical care services for residents of Guadalupe County (the County). Effective July 1, 2014, the Hospital began operating an onsite retail pharmacy.

The Board of County Commissioners of the County affirms the Hospital Board of Directors, and the Hospital may not issue debt without the County's approval. For this reason, the Hospital is considered to be a component unit of Guadalupe County, New Mexico. As organized, the Hospital is exempt from federal and state income taxes. There are no component units of the Hospital.

The Hospital has a management agreement with New Mexicare, Inc. (New Mexicare), a nonprofit health care management company, to supervise and direct the Hospital's daily operations. According to the agreement, the Hospital is to maintain a \$500,000 cash reserve in the event of hospital default. The management agreement in effect through December 31, 2016, stipulates that the Hospital pays New Mexicare a flat monthly fee of \$12,000 for management and pays the County \$8,000 per month for administrative services.

b. Summary of Significant Accounting Policies

Use of estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Enterprise fund accounting – The Hospital's accounting policies conform to accounting principles generally accepted in the United States of America as applicable to proprietary funds of governments. The Hospital uses enterprise fund accounting. Revenue and expenses are recognized on the accrual basis using the economic resources measurement focus.

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (CONTINUED)

b. Summary of Significant Accounting Policies (Continued)

Cash and cash equivalents – Cash and cash equivalents include business checking accounts maintained with local financial institutions, cash on hand, and investments in highly liquid debt instruments with an original maturity of three months or less. Deposits that are held by the County are not included in the Hospital's cash and cash equivalents.

Investments – Investments are recorded at fair value. Fair value is determined using quoted market prices.

Inventories – Inventories consist of medical, pharmaceutical, and laboratory supplies and are stated at cost using the first-in, first-out method.

Prepaid expenses – Prepaid expenses are expenses paid during the year relating to expenses incurred in future periods. Prepaid expenses are amortized over the expected benefit period of the related expense.

Cash and cash equivalents restricted by USDA loan agreement – The Hospital's revenue bonds with the United States Department of Agriculture require the Hospital to establish a reserve account, and each year set aside into that account an amount at least equal to one-tenth of one yearly payment. Written approval must be obtained from Rural Development, Community Programs to utilize any of the reserve.

Compensated absences — The liability for compensated absences consist of unpaid, accumulated annual personal leave balances. The liability has been calculated using the vesting method, whereby leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. Employees can accumulate as many hours as they wish throughout the year and upon termination they will be paid out all vacation hours earned to date regardless of balance, until calendar year-end when any excess over 120 hours is forfeited.

Restricted resources – When the Hospital has both restricted and unrestricted resources available to finance a particular program, it is the Hospital's policy to use restricted resources before unrestricted resources.

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (CONTINUED)

b. Summary of Significant Accounting Policies (Continued)

Net position – Net position of the Hospital is classified in three components. *Net investment in capital assets* consists of capital assets net of accumulated depreciation and reduced by the current balances of any outstanding borrowings used to finance the purchase or construction of those assets. *Restricted net position* is noncapital net position that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the Hospital, including amounts deposited with trustees as required by revenue bond indentures. *Unrestricted net position* is remaining net position that does not meet the definition of *net investment in capital assets* or *restricted*.

Operating revenues and expenses – The Hospital's statements of revenues, expenses, and changes in net position distinguish between operating and nonoperating revenues and expenses. Operating revenues result from exchange transactions, including grants for specific operating activities associated with providing health care services – the Hospital's principal activity. Nonexchange revenues, including taxes and contributions received for purposes other than capital asset acquisition, are reported as nonoperating revenues. Operating expenses are all expenses incurred to provide health care services, other than financing costs.

Sole community provider/Safety net care pool — The Hospital qualifies as a sole community provider (SCP) hospital based on the Indigent Hospital and County Health Care Act (the Act). The Sole Community Provider Fund (Fund) was established under this Act. The Fund is administered by the New Mexico Human Services Department and consists of funds provided by counties to match federal funds for Medicaid Sole Community Provider hospital payments. Money in the Fund is used to make SCP hospital payments pursuant to the State Medicaid Program. The SCP has been restructured to provide New Mexico Hospitals with less favorable rates than in past years. Effective January 1, 2014, the Fund was replaced by the safety net care pool. Changes to the program are ongoing, and as the program continues to undergo changes, the hospital will receive less funding.

Grants and contributions – From time to time, the Hospital receives grants from the state of New Mexico and others, as well as contributions from individuals and private organizations. Revenues from grants and contributions (including contributions of capital assets) are recognized when all eligibility requirements are met. Grants and contributions may be

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (CONTINUED)

b. Summary of Significant Accounting Policies (Continued)

Grants and contributions (continued) – restricted for either specific operating purposes or for capital purposes. Amounts that are restricted to specific capital acquisitions are reported after nonoperating revenues and expenses. Grants that are for specific projects or purposes related to the Hospital's operating activities are reported as operating revenue. Grants that are used to subsidize operating deficits are reported as nonoperating revenue. Contributions, except for capital contributions, are reported as nonoperating revenue.

Budgets and budgetary accounting – Prior to the beginning of each fiscal year, an accrual basis budget for the Hospital is prepared by the Hospital's management and is presented to the Board of Directors and the County Commissioners for approval. Expenditures cannot legally exceed the total fund budget. Any budget amendments are approved by the Board of Directors and County Commissioners. Budgeted amounts may be transferred between departments within a fund; however, any revisions that alter the total expenditures of a fund must be approved by the County Commissioners. Actual expenditures exceeded budgeted expenditures for the year ended June 30, 2015.

Subsequent events – The Hospital has evaluated subsequent events through October 9, 2015, the date on which the financial statements were available to be issued.

HOSPITAL NOTE 2. DEPOSITS AND INVESTMENTS:

Custodial credit risk is the risk that in the event of a bank failure, the Hospital's deposits may not be returned to it.

The Hospital's deposits are covered by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at each financial institution. In accordance with Section 6-10-17, NMSA, 1978 Compilation, the Hospital is required to collateralize an amount equal to one-half of the public money in excess of \$250,000 at each financial institution.

Of the Hospital's total deposits of \$7,734,725 at June 30, 2015, a total of \$756,877, was uninsured and uncollateralized, and therefore subject to custodial credit risk.

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 2. DEPOSITS AND INVESTMENTS: (CONTINUED)

Statutes authorize the Hospital to invest in obligations of the U.S. Treasury, agencies, and instrumentalities, commercial paper, and bankers' acceptances.

The Hospital's investments for the year ended June 30, 2015 are as follows:

	Investment Maturities (in Years)										
	-	Fair Value		Less than One		One to Five		Six to Ten		More than Ten	Investment Ratings
Held at County										than fell	
Certificates of deposit Wells Fargo	\$	501,634	\$	501,634	\$	-	\$	-	\$	-	Not applicable
Money market		33,075		33,075		-		-		-	Not applicable
Certificates of deposit	_	5,013,204	_	500,296	_	4,512,908			_		Not applicable
Total investments	\$	5,547,913	\$	1,035,005	\$	4,512,908	\$	-	\$	_	

Certificates of deposit held at County – The management agreement between the Hospital and New Mexicare requires the County to maintain a reserve in the amount of \$500,000 for Hospital operations.

HOSPITAL NOTE 3. PATIENT ACCOUNTS RECEIVABLE:

Patient accounts receivable are reduced by an allowance for uncollectible accounts. In evaluating the collectability of accounts receivable, the Hospital analyzes its past history and identifies trends for each of its major payor sources of revenue to estimate the appropriate allowance for uncollectible accounts and provision for bad debts. Management regularly reviews data about these major payor sources of revenue in evaluating the sufficiency of the allowance for uncollectible accounts. For receivables associated with services provided to patients who have third-party coverage, the Hospital analyzes contractually due amounts and provides an allowance for uncollectible accounts and a provision for bad debts, if necessary (for example, for expected uncollectible deductibles and copayments on accounts for which the third-party payor has not yet paid, or for payors who are known to be having financial difficulties that make the realization of amounts due unlikely). For receivables associated with self-pay patients (which include both patients without insurance and patients with deductible and copayment balances due for which third-party coverage exists for part of the bill), the Hospital records a significant provision for bad debts in the period of service on the basis of its past experience, which indicates that many patients are unable or unwilling to pay the portion of their bill for which they are financially responsible. The difference between the standard rates (or the

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 3. PATIENT ACCOUNTS RECEIVABLE: (CONTINUED)

discounted rates if negotiated) and the amounts actually collected after all reasonable collection efforts have been exhausted is charged off against the allowance for uncollectible accounts.

The Hospital's allowance for uncollectible accounts for self-pay patients increased 71% as of June 30, 2015, as compared to June 30, 2014, due to an increase in encounters from noninsured patients, which resulted in higher self-pay receivable balances. The Hospital does not maintain a material allowance for uncollectible accounts from third-party payors, nor did it have significant writeoffs from third-party payors.

Patient accounts receivable reported as current assets by the Hospital at June 30, 2015 consisted of these amounts:

	 2015
Receivable from patients and their insurance carriers	\$ 1,004,307
Receivable from Medicare	227,273
Receivable from Medicaid	280,568
Total patient accounts receivable	1,512,148
Less allowance for uncollectible accounts	 459,081
Net patient accounts receivable	\$ 1,053,067

HOSPITAL NOTE 4. CAPITAL ASSETS:

In accordance with Section 12-6-10 NMSA 1987, the Hospital capitalizes assets whose costs exceed \$5,000 and with an estimated useful life of at least one year. Capital assets acquisitions are recorded at historical cost. Contributed capital assets are reported at their estimated fair value at the time of their donation.

All capital assets other than land and construction in progress are depreciated or amortized (in the case of capital leases) by the straight-line method of depreciation using these asset lives:

Land Improvements	10 years
Buildings and improvements	40 years
Equipment	3 to 20 years

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 4. CAPITAL ASSETS: (CONTINUED)

Capital asset additions, retirements, transfers, and balances for the year ended June 30, 2015 were as follows:

	-	Balance June 30, 2014	Additions	Retirements	Transfers	Balance June 30, 2015
Capital Assets not being depreciated:						
Land	\$	187,363	-	-	-	187,363
Total capital assets not being	-					
depreciated	-	187,363				187,363
Capital assets being depreciated:						
Land improvements		227,803	-	-	-	227,803
Buildings and improvements		12,369,911	5,090	-	-	12,375,001
Equipment		2,200,901	17,978	-	-	2,218,879
Total capital assets being						
depreciated	-	14,798,615	23,068			14,821,683
Less accumulated depreciation for:						
Land improvements		(60,753)	(21,493)	-	-	(82,246)
Buildings and improvements		(928,581)	(312,098)	-	-	(1,240,679)
Equipment	_	(1,109,897)	(325,602)			(1,435,499)
Total accumulated						
depreciation	_	(2,099,231)	(659,193)			(2,758,424)
Total capital assets being						
depreciated, net	_	12,699,384	(636,125)			12,063,259
Capital assets, net of accumulated						
depreciation	\$_	12,886,747	(636,125)			12,230,622

HOSPITAL NOTE 5. NONCURRENT LIABILITIES:

A schedule of changes in the Hospital's noncurrent liabilities for the year ended June 30, 2015 is as follows:

	_	Balance June 30, 2014	Additions	Decreases	Balance June 30, 2015	Due Within One Year
Revenue bonds payable Capital lease obligation Compensated absences	\$	1,163,825 11,590 53,912	- - 76,773	(107,599) (11,590) (69,638)	1,056,226 - 61,047	112,306 - 61,047
Total long-term debt and capital lease obligations	\$	1,229,327	76,773	(188,827)	1,117,273	173,353

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 5. NONCURRENT LIABILITIES (CONTINUED):

Long-term Debt – The terms and due dates of the Hospital's long-term debt at June 30, 2015 are as follows:

Guadalupe County, New Mexico Hospital Improvement Revenue Bonds, dated December 28, 2011, in the original amount of \$3,550,000, for the purpose of improvements and expansion of the Hospital's facilities. Payments of \$158,516, including 4.375% interest, are payable annually on December 28. The bonds were purchased by the United States Department of Agriculture under the provisions of the Consolidated Farm and Rural Development Act. The bonds are secured by Hospital net revenues and payments of bond principal are also secured by an insurance policy issued by a commercial insurer.

Annual principal and interest payments over the terms of long-term debt are as follows:

Fiscal Year Ending				Total
June 30,	Principal	Interest		Payments
2016	\$ 112,306	\$ 46,210	\$	158,516
2017	117,220	41,296		158,516
2018	122,348	36,168		158,516
2019	127,701	30,815		158,516
2020	133,287	25,229		158,516
2021-2023	443,364	39,666		483,030
Totals	\$ 1,056,226	\$ 219,384	\$	1,275,610

HOSPITAL NOTE 6. NET PATIENT SERVICE REVENUE:

The Hospital recognizes patient service revenue associated with services provided to patients who have third-party payor coverage on the basis of contractual rates for the services rendered. For uninsured patients that do not qualify for charity care, the Hospital recognizes revenue on the basis of its standard rates for services provided (or on the basis of discounted rates, if negotiated or provided by policy). On the basis of historical experience, a significant portion of the Hospital's uninsured patients will be unable or unwilling to pay for the services provided. The Hospital's provision for bad debts and writeoffs have not changed significantly from the prior year. The Hospital has not changed its charity care or uninsured discount policies during fiscal year 2015. Thus, the Hospital records a significant provision for bad debts related to uninsured patients in the period the services are provided. Patient service revenue, net of contractual allowances and discounts (but before the provision for bad debts), recognized in the period from these major payor sources, is as follows:

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 6. NET PATIENT SERVICE REVENUE (CONTINUED):

		Year Ending June 30, 2015
Patient service revenue (net of contractual	_	_
adjustments and discounts):		
Medicare	\$	2,730,982
Medicaid/Centennial Care		1,092,284
Other third-party payors		3,251,341
Patients		929,717
		8,004,324
Less:		
Charity care		78,104
Provision for bad debts		674,404
Net patient service revenue	\$	7,251,816

The Hospital has agreements with third-party payors that provide for payments to the Hospital at amounts different from its established rates. A summary of the payment arrangements with major third-party payors follows:

- Medicare Inpatient acute care services and outpatient services rendered to Medicare program
 beneficiaries are paid at prospectively determined rates. These rates vary according to a patient
 classification system that is based on clinical, diagnostic, and other factors. The Hospital is
 reimbursed for some items at a tentative rate with final settlement determined after submission
 of annual cost reports by the Hospital and audits thereof by the Medicare administrative
 contractor.
- Medicaid/Centennial Care The State of New Mexico (the "State") administers its Medicaid program through contracts with several Managed Care Organizations (MCOs). Medicaid beneficiaries are required to enroll with one of the MCOs. The State pays each MCO a per member, per month rate based on their current enrollment. These amounts are allocated by each MCO to separate pools for the hospital, physicians, and ancillary providers. As a result, the MCOs assume the financial risk of providing healthcare to its members.

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 6. NET PATIENT SERVICE REVENUE (CONTINUED):

The Hospital also has entered into payment agreements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment to the Hospital under these agreements includes prospectively determined rates per discharge, discounts from established charges, and prospectively determined daily rates.

Laws and regulations governing the Medicare and Medicaid programs are extremely complex and subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change by a material amount in the near term. The net patient service revenue increased approximately \$49,000 in 2015, due to differences between original estimates and final settlements or revised estimates.

The Hospital provides charity care to patients who are financially unable to pay for the health care services they receive. The Hospital's policy is not to pursue collection of amounts determined to qualify as charity care. Accordingly, the Hospital does not report these amounts in the net operating revenues or in the allowance for uncollectible accounts. The Hospital determines the costs associated with providing charity care by aggregating the applicable direct and indirect costs, including salaries and wages, benefits, supplies, and other operating expenses, based on data from its costing system. The costs of caring for charity care patients for the year ended June 30, 2015 were approximately \$43,000. The Hospital did not receive any gifts or grants to subsidize charity care services during 2015. The safety net care pool subsidizes services to uninsured patients and unreimbursed Medicaid costs.

HOSPITAL NOTE 7. ELECTRONIC HEALTH RECORDS INCENTIVE PAYROLL:

The Hospital recognized Medicare and Medicaid electronic health records (HER) inventive payments during the year ended June 30, 2015. The EHR incentive payments are provided to incent hospitals and eligible providers to become meaningful users of EHR technology, not to reimburse providers for the cost of acquiring EHR assets. EHR inventive payments are therefore reported as operating revenue.

The Hospital recognizes the Medicare inventive payment on the date that the Hospital has successfully complied with meaningful use criteria during the entire EHR reporting period. The Hospital attested to meaningful use with Centers for Medicare and Medicaid Services (CMS) during the year ended June 30, 2015. The Medicare EHR reporting period is through September 30 of each year.

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 7. ELECTRONIC HEALTH RECORDS INCENTIVE PAYROLL (CONTINUED):

The Medicare incentive payment recognized is an estimate and subject to audit by CMS. The Medicare EHR incentive payment is based on the patient days and charity care reported in the Medicare cost report. Medicare incentive revenue of \$431,300 was recognized in 2015.

The Hospital recognizes the first of its three Medicaid incentive payments in the year that certified EHR technology is adopted, implemented, or upgraded or when such technology is meaningfully used under the Medicare EHR incentive program. The subsequent two payments will be issued when meaningful use is demonstrated under Medicare. A Medicaid incentive payment \$41,631 was recognized as revenue in 2015. Subsequent payments will be recognized when the Hospital has successfully complied with future meaningful use criteria.

HOSPITAL NOTE 8. MILL LEVY TAX:

A New Mexico law adopted in 1980 and amended in 1981, allows counties to provide expanded tax support to qualified hospitals. The Hospital received mill levy proceeds from the County approximating \$569,000 in 2015. Mill levies were used in accordance with the provisions of the 1980 Hospital Funding Act, as amended.

HOSPITAL NOTE 9. RETIREMENT PLAN:

The Hospital has a deferred compensation plan created in accordance with Internal Revenue Code §457. The name of the plan is Guadalupe County Hospital 457(b) Governmental Deferred Compensation Plan (the Compensation Plan). The Compensation Plan is available to all employees and permits them to defer a portion of their salary until withdrawn in future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Employee contributions to the Compensation Plan totaled approximately \$77,000 for the year ended June 30, 2015.

The Hospital provides a 401(a) profit-sharing pension plan for all employees with at least 90 days of service. The name of the plan is Guadalupe County Hospital 401(a) Plan (the Plan). The Hospital makes a contribution match of up to 3% of the employee's base wage. Employer contributions to the Plan are discretionary and are fully vested once the employee is eligible to participate in the plan. The Hospital funds all retirement contributions and employees are not allowed to contribute to the Plan. Employer contributions to the Plan totaled approximately \$37,000 for the year ended June 30, 2015.

The plans are administered by the Hospital.

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 10. RISK MANAGEMENT AND CONTINGENCIES:

Medical malpractice claims – The Hospital has professional liability insurance coverage with Lexington Insurance Company. The policy provides protection on a "claims-made" basis whereby claims filed in the current year are covered by the current policy. If there are occurrences in the current year, these will only be covered in the year the claim is filed if claims-made coverage is obtained in that year or if the Hospital purchases insurance to cover prior acts. The current professional liability insurance provides \$3,000,000 per claim of primary coverage with an annual aggregate limit of \$3,000,000. The policy has a \$2,500 deductible per claim.

Risk Management – The Hospital is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental, and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

Industry regulations – The healthcare industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditations, and government health care program participation requirements, reimbursement for patient services, and Medicare and Medicaid fraud and abuse. Government activity continues with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant finds and penalties, as well as significant repayments for patient services previously billed. Management believes that the Hospital is in compliance with fraud and abuse statutes, as well as other applicable government laws and regulations.

While no regulatory inquiries have been made, compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions known or unasserted at this time.

HOSPITAL NOTE 11. CONCENTRATION OF RISK:

Patient accounts receivable – The Hospital grants credit without collateral to its patients, most of whom are local residents, and are insured under third-party payor agreements. The majority of these patients are geographically concentrated in and around Guadalupe County.

STATE OF NEW MEXICO
GUADALUPE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 20. GUADALUPE COUNTY HOSPITAL (CONTINUED)

HOSPITAL NOTE 11. CONCENTRATION OF RISK (CONTINUED):

The mix of receivables from patients and third-party payors at June 30, 2015, was as follows:

	Percentage
Medicare	19%
Medicaid/Centennial Care	40%
Patients	15%
Commercial and Other	26%
Total	100%

Physicians – The Hospital is dependent on local physicians practicing in its service area to provide admissions and utilize hospital services on an outpatient basis. A decrease in the number of physicians providing these services or changes in their utilization patterns may have an adverse effect on hospital operations.



STATE OF NEW MEXICO
GUADALUPE COUNTY

SCHEDULE OF THE COUNTY'S PROPORATIONATE SHARE OF THE NET PENSION LIABILITY

JUNE 30, 2015

Public Employees Retirement Association of New Mexico Schedule of Ten Year Tracking Data* (Dollars in Thousands)

Statement A-1

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
County's Proportion of the Net Pension Liability (Asset)	0.05%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
County's Proportionate Share of Net Pension Liability (Asset)	\$ 1,664	-	-	-	-	-	-	-	-	-
County's Covered-Employee Payroll	\$ 1,563	-	-	-	-	-	-	-	-	-
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	106.46%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.29%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

^{*}The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
GUADALUPE COUNTY
SCHEDULE OF COUNTY CONTRIBUTIONS
JUNE 30, 2015

Public Employees Retirement Association of New Mexico Schedule of Ten Year Tracking Data General and Police Divisions Combined Summary (Dollars in Thousands)

	2	015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$	164	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution		164	-	-	-	-	-	-	-	-	
Contribution Deficiency (Excess)*	\$	-	-	-	-	-	-	-	-	-	

Increase (Decrease) in Pension Expense over Recognition Periods

	Total Amount	Amortization											
Year	Deferred	Years	2015	2	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014 \$	675	5		\$	169	169	169	168	-				
2015	-	5				-	-	-	-	-			
2016	-	5					-	-	-	-	-		
2017	-	5						-	-	-	-	-	
2018	-	5							-	-	-	-	-
2019	-	5								-	-	-	-
2020	-	5									-	-	-
2021	-	5										-	-
2022	-	5											-
2023	-	5											
\$	675			\$	169	169	169	168	-	-	-	-	-

^{*}Excess contributions represent the employee portion covered by the employer

STATE OF NEW MEXICO GUADALUPE COUNTY SCHEDULE OF COUNTY CONTRIBUTIONS JUNE 30, 2015

Public Employees Retirement Association of New Mexico Schedule of Ten Year Tracking Data General Division (Dollars in Thousands)

	2	015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$	122	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution		122	-	-	-	-	-	-	-	-	
Contribution Deficiency (Excess)*	\$	-	-	-	-	-	-	-	-	-	

Increase (Decrease) in Pension Expense over Recognition Periods

	Total Amount	Amortization											
Year	Deferred	Years	2015	2	016	2017	2018	2019	2020	2021	2022	2023	2024
2014 \$	503	5		\$	126	126	126	125	-				
2015	-	5				-	-	-	-	-			
2016	-	5					-	-	-	-	-		
2017	-	5						-	-	-	-	-	
2018	-	5							-	-	-	-	-
2019	-	5								-	-	-	-
2020	-	5									-	-	-
2021	-	5										-	-
2022	-	5											-
2023	-	5											
\$	503			\$	126	126	126	125	-	-	-	-	-

^{*}Excess contributions represent the employee portion covered by the employer

Statement A-2 (Page 3 of 3)

Public Employees Retirement Association of New Mexico Schedule of Ten Year Tracking Data Police Division (Dollars in Thousands)

	2	015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$	42	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution		42	-	-	-	-	-	-	-	-	_
Contribution Deficiency (Excess)*	\$	-	-	-	-	-	-	-	-	-	

Increase (Decrease) in Pension Expense over Recognition Periods

	Total Amount	Amortization											
Year	Deferred	Years	2015	2	016	2017	2018	2019	2020	2021	2022	2023	2024
2014 \$	172	5		\$	43	43	43	43	-				
2015	-	5				-	-	-	-	-			
2016	-	5					-	-	-	-	-		
2017	-	5						-	-	-	-	-	
2018	-	5							-	-	-	-	-
2019	-	5								-	-	-	-
2020	-	5									-	-	-
2021	-	5										-	-
2022	-	5											-
2023	-	5											
\$	172			\$	43	43	43	43	-	-	-	-	-

NOTES TO RSI

JUNE 30, 2015

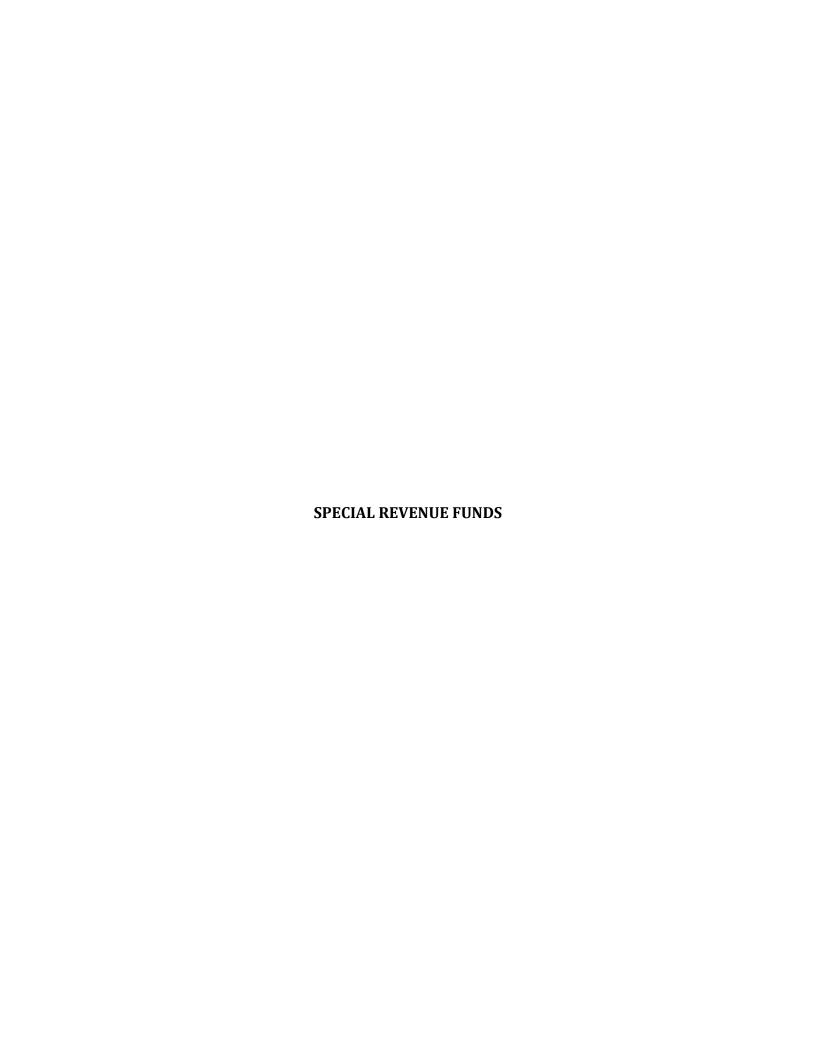
Changes of Benefit Terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY14 audit available at http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366 Public Employees Retirement Association 2014.pdf.

Changes of assumptions. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2014 report is available at http://www.pera.state.nm.us/pdf/Investments/RetirementFundValuationReports/6-30-2014%20PERA%20Valuation%20Report FINAL.pdf. The summary of Key Findings for the PERA Fund (on page 2 of the report) states "based on a recent experience study for the five-year period ending June 30, 2013, the economic and demographic assumptions were updated for this valuation. The changes in assumptions resulted in a decrease of \$30.8 million to Fund liabilities and an increase of 0.13% to the funded ratio. For details about changes in the actuarial assumptions, see Appendix B on page 60 of the report.

^{*}Excess contributions represent the employee portion covered by the employer







STATE OF NEW MEXICO
GUADALUPE COUNTY
NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS
JUNE 30, 2015

SPECIAL REVENUE FUNDS

<u>Correction Fee Fund</u> – To account for funds that are used to defray expense of housing prisoners. Authorized by section 33-3-25, NMSA as amended by Chapter 27, Laws of 1985. Revenue source is from costs assessed in traffic offences committed within the County.

<u>Environmental Gross Receipts Tax Fund</u> – Authorized by section 7-20E-17, NMSA to account for a County environmental services gross receipts tax. The County is required to dedicate the entire revenue produced by the tax for the acquisition, construction, operation and maintenance of solid waste facilities, water facilities, sewer systems, and related facilities.

<u>County Property Valuation Fund</u> – To account for funds used to provide valuation services to the County and other local entities. This fund was created by authority of state statute (see Section 7-38-38.1, NMSA 1978 Compilation).

<u>Emergency Medical Service (EMS) Fund</u> – To account for revenues and expenditures for Emergency Medical Services in Guadalupe County. These funds were created by the authority of state statute (see Section 59A-53-5, NMSA 1978 Compilation).

E-911 Enhanced Fund — A grant from the State of New Mexico Department of Finance and Administration for the upkeep and maintenance of the communications equipment at the County's 911 dispatch center.

<u>Farm and Range Fund</u> – Authorized by the Federal Taylor Grazing Act. Expenditures are restricted to soil conservation, rodent control, and related activities.

<u>Anton Chico Fire Fund</u> – Authorized by section 59a-53-3, NMSA. To account for the provision of fire and ambulance protection to residents of the Anton Chico area. Financing provided by the allotments from the State.

<u>Puerto De Luna Fire Fund</u> – Authorized by section 59a-53-3, NMSA. To account for the provision of fire and ambulance protection to the residents of Arch area. Financing is provided by allotments from the State.

<u>Newkirk County Fire Fund</u> – Authorized by section 59a-53-3, NMSA. To account for the provision of fire and ambulance protection to the residents of County. Financing is provided by allotments from the State.

STATE OF NEW MEXICO
GUADALUPE COUNTY
NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS
JUNE 30, 2015

SPECIAL REVENUE FUNDS (CONTINUED)

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

<u>Recreation Fund</u> – Authorized by section 7-1-6.11, NMSA. To account for the provision of recreation to juvenile groups within the County. Revenues are provided by the County's allocation of State cigarette tax.

<u>New Mexico Aging Fund</u> – To account for funding received by the County from the North Central New Mexico Economic Development District (NCNMEDD) Non-Metro Area Agency on Aging (Non-Metro AAA), to promote the development of a comprehensive and coordinated service delivery system to meet the needs of older individuals (age 60 and older), in accordance with the Older Americans Act of 1965 (OAA), as amended, as provided by the State of New Mexico Aging and Long Term Services Department.

<u>Rural Primary Health Care Act Fund</u> – To account for state funds relating to the improvement of health care services in the County. The authority to create this fund was given by New Mexico Statute, Chapter 113.

<u>Senior Center Fund</u> – Grant from New Mexico Long Term Agency on Aging is to be used for renovations at the La Loma Senior Center.

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

<u>DWI Grant</u> – To account for grant funds from the Department of Finance and Administration to provide quality substance abuse treatment, community education, outreach and primary prevention services to citizens of Guadalupe County. This fund was created by authority of state statute (See Section 31-12-7 of NMSA).

<u>DWI Distribution Fund</u> – Authorized by NMSA 1978 sections 11-6A-1-6. To account for monies from the State to conduct DWI checkpoints across the State in an effort to reduce the number of people who are driving while under the influence of alcohol.

STATE OF NEW MEXICO
GUADALUPE COUNTY
NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS
JUNE 30, 2015

SPECIAL REVENUE FUNDS (CONTINUED)

<u>DWI Screening Fund</u> – Referrals come from Magistrate and Municipal courts and also from the Juvenile Probation office. DWI offenders are normally screened after conviction. We screen at the courthouse and at the sheriff's office. The County charges \$100.00 for the screening fee. These fees are dependent on annual DWI convictions which have been decreasing in Guadalupe County. Costs attributed to screening include court attendance, telephone, internet, copy machine lease, supplies.

<u>DWI Donation Fund</u> – Funding is a donation that comes from Juvenile Probation Office from minors in possession fines in lieu of jail time.

<u>Recording and Filing Program Fund</u> – To account for monies collected by the County Clerk's office for each instrument recorded and when the instrument is photocopied, in addition to any other fees authorized by law, the County Clerk may charge an equipment recording fee. The equipment recording fee revenues are expected to be expended only to rent, purchase, lease or lease-purchase equipment associated with recording, filing, maintaining or reproducing documents in the County Clerk's office and for staff training on office procedures and equipment. Authorized by NMSA 14-8-12.2.

<u>Emergency Management Fund</u> – A federally funded grant from the Office of Emergency Management used to employ an emergency manager plus fringe benefits.

<u>Homeland Security Fund</u> – State grant issued by New Mexico Department of Homeland Security and Emergency Management. The monies are used for communications, emergency alert system and repeater sites, bay stations and backup batteries for repeaters. LETPP is also part of the grant and is used for Law Enforcement training.

<u>Windmill Program Fund</u> – To account for revenues received from Aragonne Wind, LLC on an annual basis. The company makes annual payments to the County in an amount equal to \$1,517 per megawatt of installed capacity. This results in a total annual PILOT payment to the County of \$136,567 for the life of the bonds (Taxable Industrial Revenue Bonds).

<u>Pecos Valley Water Fund</u> – To account for fees used for the operation of the Pecos Valley Water.

STATE OF NEW MEXICO
GUADALUPE COUNTY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2015

		Corrections Fund 201	Environmental Gross Receipts Fund 202	County Property Valuation Fund 203
ASSETS	_		 	
Current assets:				
Cash and temporary investments Accounts receivable	\$	6,742	\$ 176,797	\$ 105,041
Property taxes Intergovernmental Other receivables		22,451	45,502 -	581
Prepaid insurance Interfund receivables		-	-	-
Total current assets	\$	29,193	\$ 222,299	\$ 105,622
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
Current liabilities:				
Accounts payable	\$	28,941	\$ 6,331	\$ -
Accrued payroll liabilities Accrued expenses		-	1,214	-
Interfund payables	_	-	 -	
Total current liabilities	_	28,941	 7,545	 <u>-</u>
Deferred inflows: Unavailable revenue		-	 -	 <u>-</u>
Total deferred inflows	_	-	 -	 <u>-</u>
Fund balances (deficit)				
Nonspendable		-	-	-
Restricted Committed		252	214,754	105,622
Assigned		-	-	-
Unassigned		-	-	 -
Total fund balance (deficit)	_	252	 214,754	 105,622
Total liabilities, deferred inflows,				
and fund balance (deficit)	\$ <u>_</u>	29,193	\$ 222,299	\$ 105,622

_	EMS Fund 206	E-911 Enhanced Fund 207	Farm and Range Fund 208	Anton Chico Fire Fund 2091	Puerto Luna Fun 209	Fire nd	Newkirk Fire Fund 2093
\$	10,682 \$	- \$	4,215 \$	22,156	\$	41,888 \$	8,019
	-	- 5,633	-			-	-
	- - -	- - -	- - -	- 6,219 -		- 5,998 -	- 5,584 -
\$	10,682 \$	5,633 \$	4,215 \$		\$	47,886 \$	13,603
\$	10 \$	- \$ -	3,137 \$	355	\$	671 \$ -	74 -
	-	-	-	-		-	-
	10		3,137	355		671	74
	<u> </u>	<u>-</u>	<u>-</u>	<u> </u>	_	<u>-</u> _	<u>-</u>
	<u> </u>	-	<u>-</u> _			<u> </u>	<u> </u>
				6.240		5.000	5 504
	10,672	5,633	1,078	6,219 21,801		5,998 41,217	5,584 7,945
	- - -	- - -	-	-		- - -	- - -
_	10,672	5,633	1,078	28,020		47,215	13,529
\$	10,682 \$	5,633 \$	4,215 \$	28,375	\$\$	47,886 \$	13,603

STATE OF NEW MEXICO
GUADALUPE COUNTY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2015

		Law Enforcement Fund 211	Recreation Fund 217	New Mexico Aging Fund 2183
ASSETS	_			
Current assets:				
Cash and temporary investments	\$	- \$	14,189	-
Accounts receivable Property taxes		_	_	_
Intergovernmental		_	-	-
Other receivables		-	-	-
Prepaid insurance		-	-	-
Interfund receivables	_	<u>-</u>		
Total current assets	\$ _	\$	14,189	\$
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
Current liabilities:				
Accounts payable	\$	709 \$	- :	\$ -
Accrued payroll liabilities		-	-	-
Accrued expenses		-	-	-
Interfund payables	_	<u>-</u>		-
Total current liabilities	_	709		
Deferred inflows:				
Unavailable revenue	_	-		
Total deferred inflows	_			
Fund balances (deficit)				
Nonspendable		-	-	-
Restricted Committed		-	14,189	-
Assigned		-	-	-
Unassigned		(709)	-	- -
-	_		14.100	
Total fund balance (deficit)	_	(709)	14,189	-
Total liabilities, deferred inflows,				
and fund balance (deficit)	\$ <u>_</u>	\$	14,189	\$

Rural Primary Health Care Act Fund 2186	Senior Center Fund 219		Indigent Fund 220		DWI Grant Fund 2231		DWI Distribution Fund 2232	_	DWI Screening Fund 2233
\$ - \$	-	\$	122,070	\$	-	\$	-	\$	1,081
- 9,667	- 3,752		- 22,450		- 12,308		- 17,183		- -
- -	- 1,710 -		- -		-		-		- -
\$ 9,667 \$	5,462	\$	144,520	\$ _	12,308	\$	17,183	\$ _	1,081
\$ 9,667 \$	3,560	\$	6,209	\$	-	\$	-	\$	-
-	3,227 - 14,308		-		1,436 - 11,102		1,444 - 14,614		-
9,667	21,095		6,209	_	12,538	_	16,058	_	<u>-</u>
			-		-	_	-		
		_	-		-	_	-		<u>-</u>
_	1,710		-		-		-		_
-	-,		138,311		-		1,125		1,081
- -	-		-		-		-		-
	(17,343)		-		(230)	-	-	_	-
<u> </u>	(15,633)		138,311	_	(230)		1,125	_	1,081
\$ 9,667 \$	5,462	\$	144,520	\$ <u></u>	12,308	\$	17,183	\$	1,081

STATE OF NEW MEXICO
GUADALUPE COUNTY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2015

		DWI Donation Fund 2234	Recording and Filing Fund 225	Emergency Management Fund 2991
ASSETS				
Current assets:				
Cash and temporary investments Accounts receivable	\$	3,022	\$ 20,615	\$ 1,827
Property taxes		-	-	10.056
Intergovernmental Other receivables		-	-	10,056
Prepaid insurance		_	-	-
Interfund receivables	_			<u> </u>
Total current assets	\$	3,022	\$ 20,615	\$\$
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
Current liabilities:				
Accounts payable	\$	370	\$ 495	
Accrued payroll liabilities		-	-	1,559
Accrued expenses		-	-	-
Interfund payables	_		<u>-</u>	<u> </u>
Total current liabilities	_	370	495	1,559
Deferred inflows:				
Unavailable revenue	_		-	<u>-</u>
Total deferred inflows	_			<u> </u>
Fund halances (deficit)				
Fund balances (deficit) Nonspendable		_	_	_
Restricted		2,652	20,120	10,324
Committed		-	-	-
Assigned		-	-	-
Unassigned				
Total fund balance (deficit)	_	2,652	20,120	10,324
Total liabilities, deferred inflows,				
and fund balance (deficit)	\$ <u></u>	3,022	\$ 20,615	\$ 11,883

	Homeland Security Fund	Windmill Fund	Pecos Valley Water Fund	Hazard Mitigation Fund	2014 EMW Grant Fund	
_	2992	2993	2994	2995	2996	Total
\$	10,817 \$	122,582 \$	5,947 \$	- \$	- \$	677,690
	- 7,500	-	132	- -	- 16,430	- 173,645
	- - -	- -	- - -	- - -	- -	- 19,511 -
\$ <u></u>	18,317 \$	122,582 \$	6,079 \$	\$	16,430 \$	870,846
\$	- \$	- \$	- \$	- \$	- \$	60,529
	-	-	-	-	-	8,880
_	<u> </u>	<u> </u>	<u> </u>	15,000 15,000	16,430 16,430	71,454 140,863
_	<u> </u>	<u> </u>	<u> </u>		<u> </u>	<u>-</u> _
_		<u> </u>	<u> </u>	<u> </u>		<u>-</u> .
	- 18,317 -	- 122,582 -	- 6,079 -	- - -	- - -	19,511 743,754 -
	- -	- -	- -	(15,000)	- -	(33,282)
_	18,317	122,582	6,079	(15,000)	<u> </u>	729,983
\$ _	18,317 \$	122,582 \$	6,079 \$	\$	16,430 \$	870,846

STATE OF NEW MEXICO GUADALUPE COUNTY COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

		Corrections Fund 201	Environmental Gross Receipts Fund 202		County Property Valuation Fund 203
Revenues				-	
Property taxes	\$	- \$	-	\$	-
Gross receipts taxes		137,506	32,391		-
Other taxes		-	-		-
State grants		16,404	100,217		-
Federal grants		-	-		-
Licenses and fees		-	-		39,296
Charges for services		87,966	107,393		236
Miscellaneous		-	-		-
Contributions and donations					-
Total revenues	_	241,876	240,001		39,532
Expenditures					
Current					
General government		-	-		21,715
Public safety		367,548	-		-
Culture and recreation		-	-		-
Health and welfare		-	-		-
Public works		-	195,449		-
Capital outlay		-	248,498		2,414
Debt service					
Principal		-	-		-
Interest		-			
Total expenditures		367,548	443,947		24,129
Excess (deficiency) of revenues					
over expenditures	_	(125,672)	(203,946)		15,403
Other financing sources (uses):					
Operating transfers		60,500	267,729		-
Proceeds from long-term debt					
Total other financing sources (uses)		60,500	267,729		
Net changes in fund balances		(65,172)	63,783		15,403
Fund balances - beginning of year		65,424	150,971	_	90,219
Fund balances - end of year	\$	252 \$	214,754	\$	105,622

 EMS Fund 206	E-911 Enhanced Fund 207	Farm and Range Fund 208	Anton Chico Fire Fund 2091	Puerto del Luna Fire Fund 2092	Newkirk Fire Fund 2093
\$ - \$ -	- \$ -	- \$ -	- \$ -	- \$ -	- -
-	-	-	-	-	-
5,558	352,061	- 6,577	49,324	49,324	27,579 30,701
- -	-	-	- -	- -	-
-	-	-	-	1,800	-
-	-	-	-	17 -	2,500
5,558	352,061	6,577	49,324	51,141	60,780
3,008	- 346,428	-	20,881	- 28,424	- 25,574
-	-	34,500	-	-	-
-	-	-	-	-	-
-	-	-	46,790	25,771	30,343
-	-	-	-	-	-
 <u> </u>	<u>-</u>	-	<u> </u>	<u>-</u>	-
 3,008	346,428	34,500	67,671	54,195	55,917
 2,550	5,633	(27,923)	(18,347)	(3,054)	4,863
<u>-</u>	_	29,000	_	_	8,681
 	<u> </u>		<u> </u>	<u> </u>	
 <u>-</u> -	<u> </u>	29,000	<u>-</u> -	<u> </u>	8,681
2.550	7 600	4.0==	(40.047)	/2.25A	40.54
2,550	5,633	1,077	(18,347)	(3,054)	13,544
 8,122	<u>-</u>	1	46,367	50,269	(15)
\$ 10,672 \$	5,633 \$	1,078 \$	28,020 \$	47,215 \$	13,529

STATE OF NEW MEXICO GUADALUPE COUNTY COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

		Law Enforcement Fund 211	Recreation Fund 217	New Mexico Aging Fund 2183
Revenues				
Property taxes	\$	- \$	- \$	-
Gross receipts taxes		-	-	-
Other taxes		-	-	-
State grants		23,001	-	3,665
Federal grants		-	-	-
Licenses and fees		-	-	-
Charges for services		-	-	-
Miscellaneous		-	-	-
Contributions and donations	_	- -	<u> </u>	-
Total revenues	_	23,001	- -	3,665
Expenditures				
Current				
General government		-	-	-
Public safety		7,039	-	-
Culture and recreation		-	24,260	-
Health and welfare		-	-	-
Public works		-	-	-
Capital outlay		-	-	3,665
Debt service				
Principal		-	-	-
Interest	_	<u> </u>	- -	-
Total expenditures	_	7,039	24,260	3,665
Excess (deficiency) of revenues				
over expenditures	_	15,962	(24,260)	
Other financing sources (uses):				
Operating transfers		(16,671)	34,000	-
Proceeds from long-term debt	_	<u> </u>	<u>-</u>	-
Total other financing sources (uses)	_	(16,671)	34,000	<u>-</u> _
Net changes in fund balances		(709)	9,740	-
Fund balances - beginning of year		<u> </u>	4,449	<u>-</u>
Fund balances - end of year	\$	(709) \$	14,189 \$	-

Rural Primary Health Care Act Fund 2186	Senior Center Fund 219	Indigent Fund 220	_	DWI Grant Fund 2231		DWI Distribution Fund 2232		DWI Screening Fund 2233
\$ - \$ -	- \$ -	- 137,519	\$	-	\$	-	\$	-
135,000 -	127,640 30,200	- 60,759 -		52,670 -		64,003 -		- - -
- - -	- 128 158 13,781	- - - -		- - -		- - - -		- 1,895 - -
135,000	171,907	198,278	. <u> </u>	52,670	_	64,003	_	1,895
-	-	-		- 52,901		- 63,347		- 2,500
- 134,667 -	- 227,663 -	148,892 -		- - -		- - -		- - -
-	24,872	-		-		-		-
		-		-		<u>-</u>		<u> </u>
134,667	252,535	148,892	. <u> </u>	52,901		63,347		2,500
333	(80,628)	49,386		(231)		656		(605)
<u>-</u>	80,612	- -		-		-		- -
<u> </u>	80,612	-	_	-	· -	-	_	<u>-</u>
333	(16)	49,386		(231)		656		(605)
(333)	(15,617)	88,925	_	1	_	469	_	1,686
\$ \$	(15,633) \$	138,311	\$	(230)	\$	1,125	\$ _	1,081

STATE OF NEW MEXICO GUADALUPE COUNTY COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

		DWI Donation Fund 2234	Recording and Filing Fund 225	Emergency Management Fund 2991
Revenues				
Property taxes	\$	- \$	-	\$ -
Gross receipts taxes		-	-	-
Other taxes		-	-	-
State grants		-	-	27,588
Federal grants		-	-	19,205
Licenses and fees		-	7,324	-
Charges for services		-	-	-
Miscellaneous		-	-	-
Contributions and donations	_	3,238		<u> </u>
Total revenues	_	3,238	7,324	46,793
Expenditures				
Current				
General government		-	4,804	-
Public safety		1,775	-	70,372
Culture and recreation		-	-	-
Health and welfare		-	-	-
Public works		-	-	-
Capital outlay		2,460	5,000	-
Debt service				
Principal		-	-	-
Interest		-		<u> </u>
Total expenditures		4,235	9,804	70,372
Excess (deficiency) of revenues				
over expenditures	_	(997)	(2,480)	(23,579)
Other financing sources (uses):				
Operating transfers		-	-	33,413
Proceeds from long-term debt	_			<u> </u>
Total other financing sources (uses)		<u>-</u>		33,413
Net changes in fund balances		(997)	(2,480)	9,834
Fund balances - beginning of year		3,649	22,600	490
Fund balances - end of year	\$	2,652 \$	20,120	\$

_	Homeland Security Fund 2992	Windmill Fund 2993	Pecos Valley Water Fund 2994		Hazard Mitigation Fund 2995	. <u>-</u>	2014 EMW Grant Fund 2996	_	Total
\$	- !	\$ -	\$ -	\$	-	\$	-	\$	-
	-	-	-		-		-		307,416
	- -	- -	-		-		- -		1,094,793
	10,976	-	-		7,607		18,845		124,111
	-	-	10,542		-		-		57,162
	-	-	-		-		-		199,418
	-	136,567	-		-		-		136,742
_	-		-	-	-	_	<u>-</u>	_	19,519
_	10,976	136,567	10,542		7,607	_	18,845		1,939,161
	-	-	-		-		-		26,519
	10,289	-	7,534		22,607		18,845		1,049,072
	-	-	-		-		-		24,260
	-	-	-		-		-		545,722 195,449
	- -	- -	- -		-		-		389,813
									-
	-	-	-		-		-		-
_	<u> </u>		-		-	_		_	
_	10,289		7,534		22,607	. <u>-</u>	18,845		2,230,835
	687	126 567	2.009		(15,000)				(201 674)
-	087	136,567	3,008	-	(15,000)	_	-		(291,674)
	-	(343,342)	-		-		-		153,922
_	<u>-</u>				-				_
_		(343,342)			-	. <u> </u>			153,922
	687	(206,775)	3,008		(15,000)				(137,752)
					(13,000)		-		
_	17,630	329,357	3,071	-	-	_	-	_	867,735
\$	18,317 \$	122,582	\$ 6,079	\$	(15,000)	\$		\$ _	729,983

Statement B-3

STATE OF NEW MEXICO
GUADALUPE COUNTY
CORRECTIONS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JONE 30, 2013	Budgeted Amounts					Variance with Final Budget-		
_	Original		Final		Actual Amounts	_	Positive (Negative)	
Revenues								
Property taxes \$	-	\$	-	\$	-	\$	-	
Gross receipts taxes	98,000		98,000		129,665		31,665	
Other taxes	-		-		-		-	
State grants	15,000		15,000		16,404		1,404	
Federal grants	-		-		-		-	
Licenses and fees	-		-		-		-	
Charges for services	116,000		116,000		87,966		(28,034)	
Miscellaneous	-		-		-		-	
Contributions and donations		_	-	_	-	_	-	
Total revenues	229,000		229,000	_	234,035	_	5,035	
Expenditures								
Current								
General government	-		_		_		-	
Public safety	310,000		360,000		358,336		1,664	
Culture and recreation	-		-		-		_,=,==	
Health and welfare	-		_		-		-	
Public works	-		_		-		-	
Capital outlay	-		_		-		-	
Debt service					_			
Principal	-		_		_		-	
Interest			-		-		-	
Total expenditures	310,000		360,000		358,336	_	1,664	
Excess (deficiency) of revenues								
over expenditures	(81,000)		(131,000)	_	(124,301)	_	6,699	
Other financing sources (uses):								
Operating transfers	-		-		60,500		60,500	
Proceeds from long-term debt	-		-		-		-	
Designated cash	81,000		131,000	_	=	_	(131,000)	
Total other financing sources (uses)	81,000		131,000	_	60,500	_	(70,500)	
Net changes in fund balances \$ =		\$	-	:	(63,801)	\$_	(63,801)	
Reconciliation to GAAP basis:								
Adjustments to revenues					7,841			
Adjustments to expenditures				_	(9,212)			
Net Change in Fund Balances (GAAP Basis)				\$	(65,172)			

STATE OF NEW MEXICO
GUADALUPE COUNTY
ENVIRONMENTAL GROSS RECEIPTS TAX - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

Statement B-4

Variance with

	Budgete	Budgeted Amounts		Final Budget- Positive
	Original	Final	Actual Amounts	(Negative)
Revenues		· ·	-	
Property taxes \$	-	\$ -	\$ -	\$ -
Gross receipts taxes	22,000	22,000	25,822	3,822
Other taxes	-	-	-	-
State grants	-	100,000	100,217	217
Federal grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	111,000	111,000	107,393	(3,607)
Miscellaneous	-	-	-	-
Contributions and donations		-	· 	-
Total revenues	133,000	233,000	233,432	432
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	277,746	280,231	196,482	83,749
Capital outlay	-	248,498	248,498	-
Debt service			-	
Principal	-	-	-	-
Interest		· <u> </u>	· -	<u> </u>
Total expenditures	277,746	528,729	444,980	83,749
Excess (deficiency) of revenues				
over expenditures	(144,746)	(295,729)	(211,548)	84,181
Other financing sources (uses):				
Operating transfers	116,746	116,746	267,729	150,983
Proceeds from long-term debt	- 28 000	170.002	-	- (170 002)
Designated cash	28,000	178,983	· <u> </u>	(178,983)
Total other financing sources (uses)	144,746	295,729	267,729	(28,000)
Net changes in fund balances \$	-	\$	56,181	\$ 56,181
Reconciliation to GAAP basis:				
Adjustments to revenues			6,569	
Adjustments to expenditures			1,033	
Net Change in Fund Balances (GAAP Basis)			\$ 63,783	

STATE OF NEW MEXICO
GUADALUPE COUNTY
COUNTY PROPERTY VALUATION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

	Budget	ed Amounts	- Actual	Final Budget- Positive
	Original	Final	Amounts	(Negative)
Revenues				
Property taxes \$	-	\$ -	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Licenses and fees	25,000	25,000	39,450	14,450
Charges for services	-	-	236	236
Miscellaneous	-	-	-	-
Contributions and donations			-	· <u> </u>
Total revenues	25,000	25,000	39,686	14,686
Expenditures				
Current				
General government	53,729	53,729	22,312	31,417
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	=
Capital outlay	5,000	5,000	2,414	2,586
Debt service			-	
Principal	-	-	-	-
Interest			<u> </u>	· <u>-</u>
Total expenditures	58,729	58,729	24,726	34,003
Excess (deficiency) of revenues				
over expenditures	(33,729)) (33,729)	14,960	48,689
Other financing sources (uses):				
Operating transfers	-	-	-	_
Proceeds from long-term debt	-	-	-	_
Designated cash	33,729	33,729		(33,729)
Total other financing sources (uses)	33,729	33,729		(33,729)
Net changes in fund balances \$	-		14,960	\$ 14,960
Reconciliation to GAAP basis:				
Adjustments to revenues			(154)	
Adjustments to expenditures			597	
Net Change in Fund Balances (GAAP Basis)			\$ 15,403	

Statement B-5

Variance with

STATE OF NEW MEXICO
GUADALUPE COUNTY
Statement B-6

Variance with

EMS - SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2015

_	Budgeted Amounts		_ Actual	Final Budget- Positive
	Original	Final	Amounts	(Negative)
Revenues	<u> </u>	-		
Property taxes \$	-	\$ -	\$ -	- \$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	5,914	5,914	5,558	(356)
Federal grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Contributions and donations				<u> </u>
Total revenues	5,914	5,914	5,558	(356)
Expenditures				
Current				
General government	-	-	-	-
Public safety	13,000	13,000	3,008	9,992
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service			-	
Principal	-	-	-	-
Interest	-	<u>-</u>	<u> </u>	<u>-</u>
Total expenditures	13,000	13,000	3,008	9,992
Excess (deficiency) of revenues				
over expenditures	(7,086)	(7,086)	2,550	9,636
Other financing sources (uses):				
Operating transfers	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Designated cash	7,086	7,086	<u> </u>	(7,086)
Total other financing sources (uses)	7,086	7,086		(7,086)
Net changes in fund balances \$ =	-	\$	2,550 =	\$ 2,550
Reconciliation to GAAP basis:				
Adjustments to revenues			-	
Adjustments to expenditures				-
Net Change in Fund Balances (GAAP Basis)			\$ 2,550	<u>.</u>

STATE OF NEW MEXICO
Statement B-7

GUADALUPE COUNTY
E-911 ENHANCED - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	Budgeted	Amounts		Variance with Final Budget-
	Original	Final	Actual Amounts	Positive (Negative)
Revenues				
Property taxes \$	- :	-	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	583,805	492,340	375,644	(116,696)
Federal grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Contributions and donations			-	<u>-</u>
Total revenues	583,805	492,340	375,644	(116,696)
Expenditures				
Current				
General government	_	-	-	-
Public safety	583,805	492,340	375,644	116,696
Culture and recreation	-	-	-	-
Health and welfare	_	-	-	-
Public works	_	-	-	-
Capital outlay	-	-	-	-
Debt service			-	
Principal	-	-	-	-
Interest				<u>-</u>
Total expenditures	583,805	492,340	375,644	116,696
Excess (deficiency) of revenues				
over expenditures	-		<u>-</u>	. -
Other financing sources (uses):				
Operating transfers	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Designated cash			-	-
Total other financing sources (uses)				<u> </u>
Net changes in fund balances \$	<u> </u>	\$	-	\$
Reconciliation to GAAP basis:				
Adjustments to revenues			(23,583)	
Adjustments to revenues Adjustments to expenditures			29,216	
Net Change in Fund Balances (GAAP Basis)			\$ 5,633	

STATE OF NEW MEXICO
Statement B-8

GUADALUPE COUNTY
FARM AND RANGE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE TEAR ENDED JONE 30, 2013	-	Budgeted	d Am	ounts				Variance with Final Budget-
	_	Original		Final		Actual Amounts	_	Positive (Negative)
Revenues		_						
Property taxes	\$	=	\$	-	\$	-	\$	-
Gross receipts taxes		-		-		-		-
Other taxes		-		-		-		-
State grants		=		-		-		-
Federal grants		5,500		5,500		6,577		1,077
Licenses and fees		-		-		-		-
Charges for services		-		-		-		-
Miscellaneous		-		-		-		-
Contributions and donations	_		_	-	_	<u>-</u>	_	
Total revenues	_	5,500		5,500	_	6,577	_	1,077
Expenditures								
Current								
General government		-		-		-		-
Public safety		-		-		-		-
Culture and recreation		-		_		-		-
Health and welfare		34,500		34,500		31,363		3,137
Public works		-		_		-		-
Capital outlay		-		-		-		-
Debt service						-		
Principal		-		-		-		-
Interest	_	<u>-</u>	_	-		-	_	-
Total expenditures	-	34,500		34,500	_	31,363	_	3,137
Excess (deficiency) of revenues								
over expenditures	_	(29,000)		(29,000)	_	(24,786)	_	4,214
Other financing sources (uses):								
Operating transfers		29,000		29,000		29,000		-
Proceeds from long-term debt		-		-		-		-
Designated cash	-				_	-	_	
Total other financing sources (uses)	_	29,000		29,000	_	29,000	_	-
Net changes in fund balances	\$	<u>-</u>	\$	<u>-</u>		4,214	\$_	4,214
Reconciliation to GAAP basis:								
Adjustments to revenues						-		
Adjustments to expenditures					_	(3,137)		
Net Change in Fund Balances (GAAP Basis)					\$ _	1,077		

STATE OF NEW MEXICO
GUADALUPE COUNTY
Statement B-9

ANTON CHICO FIRE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	Budgete	ed Amounts		Variance with Final Budget-	
	Original	Final	Actual Amounts	Positive (Negative)	
Revenues					
Property taxes \$	-	\$ -	\$ -	\$ -	
Gross receipts taxes	-	-	-	-	
Other taxes	-	-	-	-	
State grants	49,324	49,324	43,105	(6,219)	
Federal grants	-	-	-	-	
Licenses and fees	-	-	-	-	
Charges for services	-	-	-	-	
Miscellaneous	-	-	-	-	
Contributions and donations	-				
Total revenues	49,324	49,324	43,105	(6,219)	
Expenditures					
Current					
General government	-	-	-	-	
Public safety	52,077	35,287	21,144	14,143	
Culture and recreation	-	-	-	· <u>-</u>	
Health and welfare	-	-	-	-	
Public works	-	-	-	-	
Capital outlay	30,000	46,790	46,790	-	
Debt service			-		
Principal	-	-	-	-	
Interest		<u> </u>	<u> </u>	<u> </u>	
Total expenditures	82,077	82,077	67,934	14,143	
Excess (deficiency) of revenues					
over expenditures	(32,753)	(32,753)	(24,829)	7,924	
Other financing sources (uses):					
Operating transfers	-	-	-	-	
Proceeds from long-term debt	-	-	-	-	
Designated cash	32,753	32,753	-	(32,753)	
Total other financing sources (uses)	32,753	32,753	<u> </u>	(32,753)	
Net changes in fund balances \$		\$	(24,829)	\$ (24,829)	
Reconciliation to GAAP basis:					
Adjustments to revenues			6,219		
Adjustments to expenditures			263		
Net Change in Fund Balances (GAAP Basis)			\$ (18,347)		

STATE OF NEW MEXICO
GUADALUPE COUNTY
PUERTO DE LUNA FIRE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

Statement B-10

Variance with

	Budgete	ed Amounts	- Actual	Final Budget- Positive
	Original	Final	Amounts	(Negative)
Revenues				
Property taxes \$	-	\$ -	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	49,324	49,324	43,326	(5,998)
Federal grants	-	-	-	-
Licenses and fees	-	-	-	=
Charges for services	1,800	1,800	1,800	-
Miscellaneous	-	-	17	17
Contributions and donations	-	-	-	· <u>-</u>
Total revenues	51,124	51,124	45,143	(5,981)
Expenditures				
Current				
General government	-	-	-	-
Public safety	53,569	53,569	28,229	25,340
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	=
Public works	-	-	=	-
Capital outlay	30,000	30,000	25,771	4,229
Debt service			-	
Principal	-	-	-	-
Interest	-	<u> </u>		· <u>-</u>
Total expenditures	83,569	83,569	54,000	29,569
Excess (deficiency) of revenues				
over expenditures	(32,445)	(32,445)	(8,857)	23,588
Other financing sources (uses):				
Operating transfers	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Designated cash	32,445	32,445	<u> </u>	(32,445)
Total other financing sources (uses)	32,445	32,445		(32,445)
Net changes in fund balances \$		\$	(8,857)	\$ (8,857)
Reconciliation to GAAP basis:				
Adjustments to revenues			5,998	
Adjustments to expenditures			(195)	
Net Change in Fund Balances (GAAP Basis)			\$ (3,054)	

STATE OF NEW MEXICO
GUADALUPE COUNTY
NEWKIRK FIRE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

Statement B-11

FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

<u>-</u>	Budgeted An	nounts		Variance with Final Budget-
	Original	Final	Actual Amounts	Positive (Negative)
Revenues				
Property taxes \$	- \$	-	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	-	52,579	27,579	(25,000)
Federal grants	=	30,701	25,117	(5,584)
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Contributions and donations	<u> </u>	2,500	2,500	
Total revenues	<u>-</u> _	85,780	55,196	(30,584)
Expenditures				
Current				
General government	-	-	-	-
Public safety	5,570	36,939	26,085	10,854
Culture and recreation	, -	, -	-	-
Health and welfare	_	_	_	-
Public works	_	_	_	-
Capital outlay	_	58,091	30,343	27,748
Debt service			-	
Principal	_	_	_	-
Interest	<u>-</u>	_	-	_
-	5,570	95,030	56,428	38,602
Total expenditures _	5,570	95,030	30,428	38,602
Excess (deficiency) of revenues				
over expenditures	(5,570)	(9,250)	(1,232)	8,018
Other financing sources (uses):				
Operating transfers	5,000	5,000	8,681	3,681
Proceeds from long-term debt	-	-	-	-
Designated cash	570	4,250		(4,250)
Total other financing sources (uses)	5,570	9,250	8,681	(569)
Net changes in fund balances \$ =	\$	<u>-</u>	7,449	\$ 7,449
Reconciliation to GAAP basis:				
Adjustments to revenues			5,584	
Adjustments to expenditures			511	
Net Change in Fund Balances (GAAP Basis)			\$ 13,544	

STATE OF NEW MEXICO
GUADALUPE COUNTY
Statement B-12

GUADALUPE COUNTY
LAW ENFORCEMENT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE TEAR ENDED JUNE 30, 2013		Budgete	nounts				Variance with Final Budget-	
		Original		Final		Actual Amounts	_	Positive (Negative)
Revenues								
Property taxes	\$	-	\$	-	\$	-	\$	-
Gross receipts taxes		-		-		-		-
Other taxes		-		-		-		-
State grants		23,000		23,000		23,001		1
Federal grants		-		-		-		-
Licenses and fees		-		-		-		-
Charges for services		-		-		-		-
Miscellaneous		-		-		-		-
Contributions and donations		-	_	-	_	_	_	-
Total revenues		23,000	_	23,000	_	23,001	-	1
Expenditures								
Current								
General government		_		_		_		_
Public safety		6,330		6,330		6,330		_
Culture and recreation		0,550		0,330		0,330		
Health and welfare		_		_		_		_
Public works		_		_		_		_
		-		-		-		-
Capital outlay Debt service		-		-		-		-
						-		
Principal		-		-		-		-
Interest	_	<u> </u>	_	-	_		-	
Total expenditures		6,330	_	6,330	_	6,330	-	
Excess (deficiency) of revenues								
over expenditures		16,670		16,670		16,671		1
·		•	_	<u>, </u>		•	-	
Other financing sources (uses):								
Operating transfers		(16,670)		(16,670)		(16,671)		(1)
Proceeds from long-term debt		-		-		-		-
Designated cash		-	_	-	_	-	_	
Total other financing sources (uses)		(16,670)	_	(16,670)	_	(16,671)	· -	(1)
Net changes in fund balances	\$ _	-	\$	-		-	\$	
Reconciliation to GAAP basis:								
Adjustments to revenues						_		
Adjustments to revenues Adjustments to expenditures						(709)		
rajustificato experiorea					_	(703)	ļ	
Net Change in Fund Balances (GAAP Basis)					\$	(709)	ı	

STATE OF NEW MEXICO
Statement B-13

GUADALUPE COUNTY
RECREATION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

	Budgete	ed Amounts	_	Variance with Final Budget-
	Original	Final	Actual Amounts	Positive (Negative)
Revenues				(110841110)
Property taxes \$	-	\$ -	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Contributions and donations		-		
Total revenues		-		-
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	38,449	38,449	24,260	14,189
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service			-	
Principal	-	-	-	-
Interest		<u> </u>	<u> </u>	<u> </u>
Total expenditures	38,449	38,449	24,260	14,189
Excess (deficiency) of revenues				
over expenditures	(38,449)	(38,449)	(24,260)	14,189
Other financing sources (uses):				
Operating transfers	34,000	34,000	34,000	-
Proceeds from long-term debt	-	-	-	-
Designated cash	4,449	4,449		(4,449)
Total other financing sources (uses)	38,449	38,449	34,000	(4,449)
Net changes in fund balances \$		\$	9,740	\$ 9,740
Reconciliation to GAAP basis:				
Adjustments to revenues			-	
Adjustments to expenditures				_
Net Change in Fund Balances (GAAP Basis)			\$ 9,740	

STATE OF NEW MEXICO
GUADALUPE COUNTY
NEW MEXICO AGING - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

Statement B-14

Variance with

Budgeted Amounts Final Budget-Actual Positive (Negative) Original Final **Amounts** Revenues Property taxes Gross receipts taxes Other taxes State grants 36,000 36,000 3,665 (32,335)Federal grants Licenses and fees Charges for services Miscellaneous Contributions and donations Total revenues 36,000 36,000 3,665 (32,335)**Expenditures** Current General government Public safety Culture and recreation Health and welfare **Public works** Capital outlay 36,000 36,000 3,665 32,335 Debt service Principal Interest Total expenditures 36,000 36,000 3,665 32,335 Excess (deficiency) of revenues over expenditures Other financing sources (uses): Operating transfers Proceeds from long-term debt Designated cash Total other financing sources (uses) Net changes in fund balances Reconciliation to GAAP basis: Adjustments to revenues Adjustments to expenditures Net Change in Fund Balances (GAAP Basis)

STATE OF NEW MEXICO
GUADALUPE COUNTY
RURAL PRIMARY HEALTH CARE ACT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

Statement B-15

Variance with

	Budgete	ed Amounts	Actual	Final Budget- Positive
	Original	Final	Amounts	(Negative)
Revenues	-			
Property taxes \$	-	\$ -	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	148,666	148,666	135,000	(13,666)
Federal grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Contributions and donations		<u> </u>	<u> </u>	<u> </u>
Total revenues	148,666	148,666	135,000	(13,666)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	148,666	148,666	135,000	13,666
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service			-	
Principal	-	-	-	-
Interest	-	· -	<u> </u>	<u> </u>
Total expenditures	148,666	148,666	135,000	13,666
Excess (deficiency) of revenues				
over expenditures	-		-	
Other financing sources (uses):				
Operating transfers	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Designated cash	-		<u> </u>	<u> </u>
Total other financing sources (uses)	-			
Net changes in fund balances \$	-	\$	-	\$
Reconciliation to GAAP basis:				
Adjustments to revenues			-	
Adjustments to expenditures			333	
Net Change in Fund Balances (GAAP Basis)			\$ 333	i

STATE OF NEW MEXICO
GUADALUPE COUNTY
Statement B-16

SENIOR CENTER - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JONE 30, 2015	_	Budgeted A	mounts	<u>.</u>		Variance with Final Budget-	
		Original	Final		Actual Amounts	Positive (Negative)	
Revenues	_			_			
Property taxes	\$	- \$	-	\$	- \$	-	
Gross receipts taxes		-	-		-	-	
Other taxes		-	-		-	-	
State grants		175,681	179,626		128,117	(51,509)	
Federal grants		31,537	31,537		30,200	(1,337)	
Licenses and fees		-	-		-	-	
Charges for services		-	-		128	128	
Miscellaneous		53,000	53,000		158	(52,842)	
Contributions and donations	_	15,500	15,500	_	13,781	(1,719)	
Total revenues	_	275,718	279,663	. <u>-</u>	172,384	(107,279)	
Expenditures							
Current							
General government		-	-		-	-	
Public safety		-	-		-	-	
Culture and recreation		-	-		-	-	
Health and welfare		229,357	233,302		226,818	6,484	
Public works		-	-		-	-	
Capital outlay		70,359	70,359		24,872	45,487	
Debt service					-		
Principal		-	-		-	-	
Interest	_	<u>-</u>		_			
Total expenditures	_	299,716	303,661	. <u>-</u>	251,690	51,971	
Excess (deficiency) of revenues							
over expenditures	_	(23,998)	(23,998)	. <u> </u>	(79,306)	(55,308)	
Other financing sources (uses):							
Operating transfers		-	-		80,612	80,612	
Proceeds from long-term debt		-	-		-	-	
Designated cash	_	23,998	23,998	_	<u>-</u>	(23,998)	
Total other financing sources (uses)	_	23,998	23,998	_	80,612	56,614	
Net changes in fund balances	\$ =	<u> </u>	-	•	1,306 \$	1,306	
Reconciliation to GAAP basis:							
Adjustments to revenues					(477)		
Adjustments to expenditures					(845)		
Net Change in Fund Balances (GAAP Basis)				\$_	(16)		

STATE OF NEW MEXICO
GUADALUPE COUNTY
Statement B-17

INDIGENT - SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013		Budgeted Am	ounts		Variance with Final Budget-	
		Original	Final	Actual Amounts	Positive (Negative)	
Revenues			_			
Property taxes	\$	- \$	- 9			
Gross receipts taxes		93,000	93,000	156,274	63,274	
Other taxes		-	-	-	-	
State grants		26,597	93,958	60,759	(33,199)	
Federal grants		-	-	-	-	
Licenses and fees		-	-	-	-	
Charges for services		-	-	-	-	
Miscellaneous		-	-	-	-	
Contributions and donations	_	<u> </u>				
Total revenues		119,597	186,958	217,033	30,075	
Expenditures						
Current						
General government		-	-	-	-	
Public safety		-	-	-	-	
Culture and recreation		-	-	-	-	
Health and welfare		201,369	268,730	176,735	91,995	
Public works		-	-	-	-	
Capital outlay		-	-	-	-	
Debt service				-		
Principal		-	-	-	-	
Interest	_	<u> </u>	<u> </u>			
Total expenditures		201,369	268,730	176,735	91,995	
Excess (deficiency) of revenues						
over expenditures	_	(81,772)	(81,772)	40,298	122,070	
Other financing sources (uses):						
Operating transfers		-	-	-	-	
Proceeds from long-term debt		-		-	-	
Designated cash		81,772	81,772		(81,772)	
Total other financing sources (uses)	_	81,772	81,772		(81,772)	
Net changes in fund balances	\$ _	<u>-</u> \$		40,298 \$	40,298	
Reconciliation to GAAP basis:						
Adjustments to revenues				(18,755)		
Adjustments to expenditures				27,843		
Net Change in Fund Balances (GAAP Basis))		\$	49,386		

STATE OF NEW MEXICO
Statement B-18

GUADALUPE COUNTY
DWI GRANT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	_	Budgeted	d Amo	unts				Variance with Final Budget-
		Original		Final		Actual Amounts	Positive (Negative)	
Revenues								
Property taxes	\$	-	\$	-	\$	-	\$	-
Gross receipts taxes		-		-		-		-
Other taxes		-		-		-		-
State grants		60,082		60,082		47,354		(12,728)
Federal grants		-		-		-		-
Licenses and fees		-		-		-		-
Charges for services		-		-		-		-
Miscellaneous		-		-		-		-
Contributions and donations				-	_	-	_	-
Total revenues	_	60,082		60,082	_	47,354	_	(12,728)
Expenditures								
Current								
General government		-		-		-		-
Public safety		54,317		54,317		52,691		1,626
Culture and recreation		, -		-		-		, -
Health and welfare		_		_		_		_
Public works		_		_		_		_
Capital outlay		_		_		_		_
Debt service						_		
Principal		_		_		_		_
Interest		-		_		_		-
					_		-	
Total expenditures	_	54,317	_	54,317		52,691	_	1,626
Excess (deficiency) of revenues								
over expenditures	_	5,765		5,765	_	(5,337)	_	(11,102)
Other financing sources (uses):								
Operating transfers		-		-		-		-
Proceeds from long-term debt		-		-		-		-
Designated cash				-	_		_	
Total other financing sources (uses)	_			-			_	
Net changes in fund balances	\$ _	5,765	\$	5,765		(5,337)	\$_	(11,102)
Reconciliation to GAAP basis:								
Adjustments to revenues						5,316		
Adjustments to expenditures						(210)		
Net Change in Fund Balances (GAAP Basis)	١				\$	(231)		
The Change in Falla Balances (OFFIT Basis)	'				´ —	(231)		

STATE OF NEW MEXICO
GUADALUPE COUNTY
DWI DISTRIBUTION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

Statement B-19

Variance with

FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

Budgeted Amoun

	_	Budgeted Amounts			Actual	Final Budget- Positive		
		Original		Final		Amounts		(Negative)
Revenues								
Property taxes	\$	-	\$	-	\$	-	\$	-
Gross receipts taxes		-		-		-		-
Other taxes		-		-		-		-
State grants		64,000		64,000		46,820		(17,180)
Federal grants		-		-		-		-
Licenses and fees		-		-		-		-
Charges for services		-		-		-		-
Miscellaneous		-		-		-		-
Contributions and donations	_	-			_	-	_	-
Total revenues	_	64,000	. <u>-</u>	64,000	_	46,820	_	(17,180)
Expenditures								
Current								
General government		-		-		-		-
Public safety		65,702		65,702		63,136		2,566
Culture and recreation		-		-		-		-
Health and welfare		-		-		-		-
Public works		-		-		-		-
Capital outlay		-		-		-		-
Debt service						-		
Principal		-		-		-		-
Interest	_	-			_	-	_	-
Total expenditures	_	65,702		65,702		63,136	_	2,566
Excess (deficiency) of revenues								
over expenditures	_	(1,702)	_	(1,702)		(16,316)	_	(14,614)
Other financing sources (uses):								
Operating transfers		-		-		-		-
Proceeds from long-term debt		-		-		-		-
Designated cash	_	1,702		1,702		-	_	(1,702)
Total other financing sources (uses)	_	1,702	. <u>-</u>	1,702		-	_	(1,702)
Net changes in fund balances	\$ =	-	\$	<u>-</u>		(16,316)	\$_	(16,316)
Reconciliation to GAAP basis:								
Adjustments to revenues						17,183		
Adjustments to expenditures						(211)		
Net Change in Fund Balances (GAAP Basis)					\$ <u></u>	656		

Statement B-20

STATE OF NEW MEXICO
GUADALUPE COUNTY
DWI SCREENING - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

_	Budgeted An	nounts		Variance with Final Budget-
	Original	Final	Actual Amounts	Positive (Negative)
Revenues				
Property taxes \$	- \$	- 9	\$ - \$	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	2,000	2,000	1,895	(105)
Miscellaneous	-	-	-	-
Contributions and donations	<u> </u>	<u>-</u>		
Total revenues	2,000	2,000	1,895	(105)
Expenditures				
Current				
General government	-	-	-	-
Public safety	3,500	3,500	2,500	1,000
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	_	-	-	-
Capital outlay	-	-	-	-
Debt service			-	
Principal	-	-	-	-
Interest	<u>-</u>	<u>-</u>		
Total expenditures	3,500	3,500	2,500	1,000
Excess (deficiency) of revenues				
over expenditures	(1,500)	(1,500)	(605)	895
Other financing sources (uses):				
Operating transfers	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Designated cash	1,500	1,500		(1,500)
Total other financing sources (uses)	1,500	1,500		(1,500)
Net changes in fund balances \$ =	<u>-</u> \$	<u>-</u>	(605) \$	(605)
Reconciliation to GAAP basis:				
Adjustments to revenues			-	
Adjustments to expenditures				
Net Change in Fund Balances (GAAP Basis)		\$	(605)	

Statement B-21

STATE OF NEW MEXICO
GUADALUPE COUNTY
DWI DONATION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JONE 30, 2013		Budgeted A	mounts			Variance with Final Budget-
	•	Original	Final		Actual Amounts	Positive (Negative)
Revenues	-					
Property taxes	\$	- \$	-	\$	- \$	-
Gross receipts taxes		-	-		-	-
Other taxes		-	-		-	-
State grants		-	-		-	-
Federal grants		-	-		-	-
Licenses and fees		-	-		-	-
Charges for services		-	-		-	-
Miscellaneous		-	-		-	-
Contributions and donations		2,000	2,000	_	3,238	1,238
Total revenues	-	2,000	2,000	_	3,238	1,238
Expenditures						
Current						
General government		=	-		-	-
Public safety		2,505	2,505		1,828	677
Culture and recreation		=	-		-	-
Health and welfare		-	-		-	-
Public works		-	-		-	-
Capital outlay		3,000	3,000		2,460	540
Debt service					-	
Principal		-	-		-	-
Interest	-			_	- -	
Total expenditures	-	5,505	5,505	_	4,288	1,217
Excess (deficiency) of revenues						
over expenditures	-	(3,505)	(3,505)	_	(1,050)	2,455
Other financing sources (uses):						
Operating transfers		-	-		-	-
Proceeds from long-term debt		-	-		-	-
Designated cash	-	3,505	3,505	_	<u> </u>	(3,505)
Total other financing sources (uses)	-	3,505	3,505	_	<u> </u>	(3,505)
Net changes in fund balances	\$	\$	<u>-</u>		(1,050) \$	(1,050)
Reconciliation to GAAP basis:						
Adjustments to revenues					-	
Adjustments to expenditures				_	53	
Net Change in Fund Balances (GAAP Basis)				\$ _	(997)	

STATE OF NEW MEXICO
Statement B-22

GUADALUPE COUNTY
RECORDING AND FILING - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	Budgeted Amounts					Variance with Final Budget-	
	Original		Final		Actual Amounts		Positive (Negative)
Revenues						_	
Property taxes \$	-	\$	-	\$	-	\$	-
Gross receipts taxes	-		-		-		-
Other taxes	-		-		-		-
State grants	-		-		-		-
Federal grants	-		-		-		-
Licenses and fees	5,000		5,000		7,324		2,324
Charges for services	-		-		-		-
Miscellaneous	-		-		-		-
Contributions and donations	-		-	_	-	_	-
Total revenues	5,000		5,000		7,324	_	2,324
Expenditures							
Current							
General government	21,000		18,000		4,309		13,691
Public safety	-		-		-		-
Culture and recreation	-		-		-		-
Health and welfare	-		-		-		-
Public works	-		-		-		-
Capital outlay	2,000		5,000		5,000		-
Debt service	•		ŕ		, -		
Principal	_		-		-		-
Interest	_	. <u> </u>	-	_	-	_	-
Total expenditures	23,000	. <u> </u>	23,000		9,309	_	13,691
Excess (deficiency) of revenues							
over expenditures	(18,000)		(18,000)	_	(1,985)	_	16,015
Other financing sources (uses):							
Operating transfers	-		-		-		-
Proceeds from long-term debt	-		-		-		-
Designated cash	18,000	<u> </u>	18,000	_	-	_	(18,000)
Total other financing sources (uses)	18,000		18,000		-	_	(18,000)
Net changes in fund balances \$ =	-	\$	-		(1,985)	\$_	(1,985)
Reconciliation to GAAP basis:							
Adjustments to revenues					_		
Adjustments to expenditures					(495)		
Net Change in Fund Balances (GAAP Basis)				\$	(2,480)		

STATE OF NEW MEXICO
GUADALUPE COUNTY
Statement B-23

EMERGENCY MANAGEMENT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

_	Budgeted A	Amounts		Variance with Final Budget-
	Original	Final	Actual Amounts	Positive (Negative)
Revenues				
Property taxes \$	- \$	-	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	34,415	43,970	19,569	(24,401)
Federal grants	11,187	11,187	19,205	8,018
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	=	-
Contributions and donations	<u>-</u> .	-		
Total revenues	45,602	55,157	38,774	(16,383)
Expenditures				
Current				
General government	-	-	-	=
Public safety	65,810	80,873	70,364	10,509
Culture and recreation	-	, -	-	-
Health and welfare	-	-	-	-
Public works	-	_	-	-
Capital outlay	-	_	-	-
Debt service			-	
Principal	-	_	-	-
Interest			<u> </u>	<u> </u>
Total expenditures	65,810	80,873	70,364	10,509
Excess (deficiency) of revenues				
over expenditures	(20,208)	(25,716)	(31,590)	(5,874)
Other financing sources (uses):				
Operating transfers	27,905	27,905	33,413	5,508
Proceeds from long-term debt	-	-	-	-
Designated cash				<u> </u>
Total other financing sources (uses)	27,905	27,905	33,413	5,508
Net changes in fund balances \$ =	7,697 \$	2,189	1,823	\$ (366)
Reconciliation to GAAP basis:				
Adjustments to revenues			8,019	
Adjustments to expenditures			(8)	
Net Change in Fund Balances (GAAP Basis)			\$ 9,834	

STATE OF NEW MEXICO
Statement B-24

GUADALUPE COUNTY
HOMELAND SECURITY - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE TEAR ENDED JONE 30, 2015		Budgeted A	Amounts	_			Variance with Final Budget-
		Original	Final		Actual Amounts	Positive (Negative)	
Revenues							_
Property taxes	\$	- \$	-	\$	-	\$	-
Gross receipts taxes		-	-		-		-
Other taxes		-	-		-		-
State grants		-	-		-		-
Federal grants		46,282	46,282		3,476		(42,806)
Licenses and fees		-	-		-		-
Charges for services		-	-		-		-
Miscellaneous		-	-		-		-
Contributions and donations		-		_	-	_	
Total revenues		46,282	46,282		3,476	_	(42,806)
Expenditures							
Current							
General government		_	-		_		-
Public safety		45,595	45,595		10,289		35,306
Culture and recreation		-	-		-		-
Health and welfare		-	-		-		-
Public works		_	-		_		-
Capital outlay		_	-		-		-
Debt service					-		
Principal		_	-		-		-
Interest		<u>-</u>					
Total expenditures		45,595	45,595		10,289		35,306
Excess (deficiency) of revenues							
over expenditures		687	687		(6,813)	_	(7,500)
Other financing sources (uses):							
Operating transfers		-	-		-		-
Proceeds from long-term debt		-	-		-		-
Designated cash				_	_	_	
Total other financing sources (uses)	_	<u>-</u>		_		_	<u>-</u>
Net changes in fund balances	\$ _	687 \$	687	:	(6,813)	\$ _	(7,500)
Reconciliation to GAAP basis:							
Adjustments to revenues					7,500		
Adjustments to expenditures							
Net Change in Fund Balances (GAAP Basis)				\$	687		
S. ange in rana balances (Grain basis)				´ =	007		

STATE OF NEW MEXICO
Statement B-25

GUADALUPE COUNTY
WINDMILL PROGRAM - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	Budgeted A	mounts				Variance with Final Budget-
	 Original	Final		Actual Amounts	_	Positive (Negative)
Revenues						
	\$ - \$	-	\$	-	\$	-
Gross receipts taxes	-	-		-		-
Other taxes	-	-		-		-
State grants	-	-		-		-
Federal grants	-	-		-		-
Licenses and fees	-	-		-		-
Charges for services	-	-		-		-
Miscellaneous	136,568	136,568		136,567		(1)
Contributions and donations	 - -	<u>-</u>	_	-	_	-
Total revenues	 136,568	136,568	_	136,567	_	(1)
Expenditures						
Current						
General government	-	-		-		-
Public safety	-	-		-		-
Culture and recreation	-	-		-		-
Health and welfare	-	-		-		-
Public works	100,000	50,000		-		50,000
Capital outlay	280,000	45,031		-		45,031
Debt service				-		
Principal	-	-		-		-
Interest	 <u> </u>				_	
Total expenditures	 380,000	95,031	_		_	95,031
Excess (deficiency) of revenues						
over expenditures	 (243,432)	41,537		136,567	_	95,030
Other financing sources (uses):						
Operating transfers	(58,373)	(58,373)		(343,342)		(284,969)
Proceeds from long-term debt	-	-		-		-
Designated cash	 301,805	16,836			_	(16,836)
Total other financing sources (uses)	 243,432	(41,537)	_	(343,342)	_	(301,805)
Net changes in fund balances	\$ - \$	_		(206,775)	\$ _	(206,775)
Reconciliation to GAAP basis:						
Adjustments to revenues				_		
Adjustments to revenues Adjustments to expenditures				=		
Not Change in Fund Palances (CAAR Pasis)			\$	(206 775)		
Net Change in Fund Balances (GAAP Basis)			^ب =	(206,775)		

STATE OF NEW MEXICO
SHADALURE COUNTY

GUADALUPE COUNTY
PECOS VALLEY WATER MASTERS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	Budgeted An	nounts		Variance with Final Budget-
	Original	Final	Actual Amounts	Positive (Negative)
Revenues				
Property taxes \$	- \$	-	\$ -	\$ -
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Licenses and fees	12,000	12,000	10,410	(1,590)
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Contributions and donations				
Total revenues	12,000	12,000	10,410	(1,590)
Expenditures				
Current				
General government	-	_	-	-
Public safety	15,071	15,071	7,534	7,537
Culture and recreation	-	-	-	-
Health and welfare	_	-	-	-
Public works	-	-	-	-
Capital outlay	_	-	-	-
Debt service			-	
Principal	_	-	-	-
Interest	-	-	-	-
Total expenditures	15,071	15,071	7,534	7,537
_		·		
Excess (deficiency) of revenues over expenditures	(3,071)	(3,071)	2,876	5,947
	(3,071)	(3,071)	2,870	3,547
Other financing sources (uses):				
Operating transfers	-	-	-	-
Proceeds from long-term debt	-	-	=	-
Designated cash	3,071	3,071	-	(3,071)
Total other financing sources (uses)	3,071	3,071		(3,071)
Net changes in fund balances \$ =	\$		2,876	\$ 2,876
Reconciliation to GAAP basis:				
Adjustments to revenues			132	
Adjustments to expenditures				
Net Change in Fund Balances (GAAP Basis)			\$ 3,008	

STATE OF NEW MEXICO Statement B-27

GUADALUPE COUNTY HAZARD MITIGATION - SPECIAL REVENUE FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

FOR THE YEAR ENDED JUNE 30, 2013	Budgete	d Amounts		Variance with Final Budget-
	Original	Final	Actual Amounts	Positive (Negative)
Revenues				
Property taxes \$	=	\$ -	\$ -	\$ -
Gross receipts taxes	=	-	-	=
Other taxes	=	-	-	=
State grants	-	-	-	-
Federal grants	57,100	57,100	7,607	(49,493)
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Contributions and donations			<u> </u>	<u> </u>
Total revenues	57,100	57,100	7,607	(49,493)
Expenditures				
Current				
General government	-	-	_	_
Public safety	57,100	57,100	22,607	34,493
Culture and recreation	-	-	,	-
Health and welfare	_	-	_	_
Public works	_	_	_	_
Capital outlay	-	-	_	-
Debt service			_	
Principal	-	-	_	-
Interest	-	-	_	-
		F7 100	22.607	24.402
Total expenditures	57,100	57,100	22,607	34,493
Excess (deficiency) of revenues				
over expenditures		-	(15,000)	(15,000)
Other financing sources (uses):				
Operating transfers	-	-	-	-
Proceeds from long-term debt	-	-	_	-
Designated cash		<u>-</u>		<u>-</u>
Total other financing sources (uses)	-	-	-	
Net changes in fund balances \$		\$	(15,000)	\$ (15,000)
Development CAAS			-	
Reconciliation to GAAP basis:				
Adjustments to revenues			-	
Adjustments to expenditures			-	
Net Change in Fund Balances (GAAP Basis)			\$ (15,000)	<u>.</u>

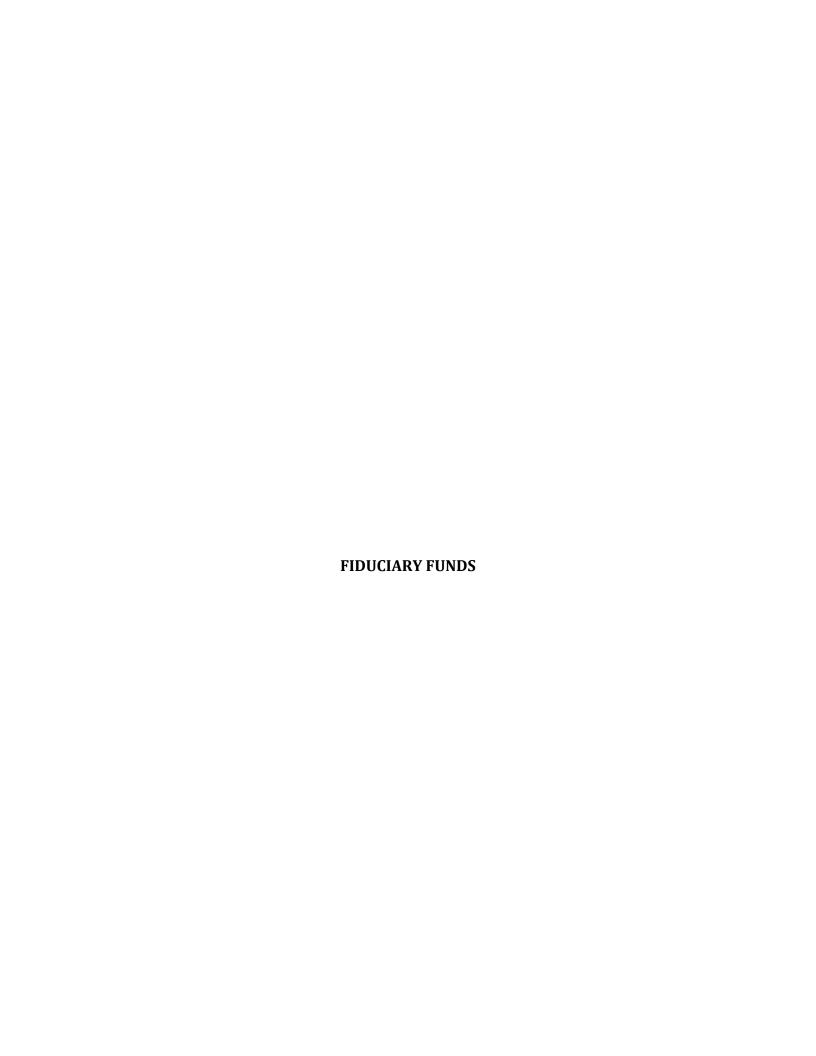
STATE OF NEW MEXICO
GUADALUPE COUNTY
2014 EMW GRANT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2015

Statement B-28

		Budgeted Amo	ounts	-		Variance with Final Budget- Positive	
	Origir	nal	Final	,	Actual Amounts	Positive (Negative)	
Revenues				' <u></u>			
Property taxes	\$	- \$	-	\$	- \$	-	
Gross receipts taxes		-	-		-	-	
Other taxes		-	-		-	-	
State grants		-	-		-	-	
Federal grants		-	51,385		2,415	(48,970)	
Licenses and fees		-	-		-	-	
Charges for services		-	-		-	-	
Miscellaneous		-	_		-	-	
Contributions and donations		<u> </u>	-				
Total revenues		-	51,385		2,415	(48,970)	
Expenditures							
Current							
General government		-	_		_	_	
Public safety		_	51,385		18,845	32,540	
Culture and recreation		_	51,303		-	52,540	
Health and welfare		_	_		_	_	
Public works							
Capital outlay		_	_		_	_	
Debt service		_	_		_	_	
Principal					_		
Interest		-	-		-	-	
mterest			-		-		
Total expenditures		- -	51,385		18,845	32,540	
Excess (deficiency) of revenues							
over expenditures		<u> </u>	-		(16,430)	(16,430)	
Other financing sources (uses):							
Operating transfers		-	-		-	-	
Proceeds from long-term debt		-	-		-	-	
Designated cash		<u> </u>	-		<u> </u>		
Total other financing sources (uses)			-				
Net changes in fund balances	\$	<u> </u>	-	Į	(16,430) \$	(16,430)	
Reconciliation to GAAP basis:							
Adjustments to revenues					16,430		
Adjustments to revenues Adjustments to expenditures							
Net Change in Fund B. L. (CAAD S)				<u></u>			
Net Change in Fund Balances (GAAP Basis)				\$	-		

See Notes to Financial Statements



STATE OF NEW MEXICO GUADALUPE COUNTY FIDUCIARY FUNDS DESCRIPTIONS JUNE 30, 2015

FIDUCIARY FUNDS

<u>Agency Funds</u> – To account for the collection and payment of property taxes and special fees to other governmental agencies. Agency funds are purely custodial and do not involve measurement of results of operations.

STATE OF NEW MEXICO
GUADALUPE COUNTY
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

Statement C-1

YEAR ENDED JUNE 30, 2015

	Balance June 30, 2014	Additions		Deletions		Balance June 30, 2015	
ASSETS	,		_		•	,	
Cash Property taxes receivable	\$ 515,040 445,648	\$ - 2,333,771	\$_	7,940 2,479,495	\$	507,100 299,924	
Total assets	\$ 960,688	\$ 2,333,771	\$_	2,487,435	\$	807,024	
LIABILITIES							
Due to other taxing units	\$ 960,688	\$ 2,333,771	\$_	2,487,435	\$	807,024	
Total liabilities	\$ 960,688	\$ 2,333,771	\$_	2,487,435	\$	807,024	



Schedule I

STATE OF NEW MEXICO GUADALUPE COUNTY SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY FOR PUBLIC FUNDS FOR THE YEAR ENDED JUNE 30, 2015

		Wells Fargo	FNB of New Mexico	Community First Bank	Total
		Trens range	Wickled	- Hot Bank	Total
Funds on Deposit					
Interest bearing deposits	\$	11,773	44,072	219,437	275,282
Non-interest bearing deposit	:S	2,393,490	-	-	2,393,490
Certificates of deposit		1,217,342	100,062	103,972	1,421,376
Total on deposit:		3,622,605	144,134	323,409	4,090,148
Less: FDIC insurance		500,000	144,134	323,409	967,543
Total uninsured public fu	ınds:	3,122,605			3,122,605
Pledged Collateral Required:					
50% on deposits		1,561,303	-	-	1,561,303
Pledged Collateral at June 30	, 2015	1,916,264		104,703	2,020,967
Excess (Deficiency):	\$	354,961		104,703	459,664
Pledged Collateral					
Broker Type of Security	ty				
BNY Mellon - New York, NY	CHCID# ¢	22.642			22.642
FNMA 12/01/40 3138A2AX7	CUSIP# \$	33,643	-	-	33,643
FNMA 02/01/42		161,300	_	_	161,300
CUSIP# 3138E75F7		101,300	_	_	101,300
FNMA 04/01/42	CUSIP#	224,384	_	_	224,384
3138LQDQ4		,			,
FNMA 01/01/43	CUSIP#	723,452	-	-	723,452
3138NYVR3					
FNMA 07/01/43	CUSIP#	476,934	-	-	476,934
3138W9BE9					
FNMA 10/01/42		289,187	-	-	289,187
CUSIP# 31417DGG2					
FNMA 09/01/40		7,364	-	-	7,364
CUSIP# 31419CZD8					
Vining Sparks - Memphis, TN				404 702	404 703
FHLB 09/01/18 CUSIP# 311441HZ5		-	-	104,703	104,703
CUSIP# 311441HZ5 Totals:	ć	1,916,264		104,703	2,020,967
iotuis.	\$	1,310,204		104,703	2,020,307

STATE OF NEW MEXICO GUADALUPE COUNTY SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS JUNE 30, 2015

Bank Account Type/Name		Wells Fargo Bank		Community 1st Bank of Las Vegas	 First National Bank of New Mexico
Checking - Operational Accounts	\$	2,393,094	\$	219,437	\$ 44,072
The GEO Group, Inc.		396		-	-
Checking - USDA/Dental Building		11,773		-	-
Trust - Courthouse Reserve		-		-	-
Trust - Guadalupe County PG Reserve		-		-	-
Hospital Med Account		-		-	-
Certificates of Deposit		1,217,342		103,972	100,062
State Treasurer Investments	_	-		-	 -
Total on Deposit		3,622,605		323,409	144,134
Reconciling Items	_	(102,680)	· <u>-</u>		
Reconciled Balance					
June 30, 2015	\$ =	3,519,925	\$	323,409	\$ 144,134

Petty Cash

Total Cash June 30, 2015

Less Agency Funds

Combined Balance Sheet Total June 30, 2015

	NMFA		NM State		
	Bank		Treasurer		Totals
\$		\$		\$	2 656 602
Ş	-	Ş	-	Ş	2,656,603
	-		-		396
	-		-		11,773
	31,215		-		31,215
	59,976		-		59,976
	-		-		-
	-		-		1,421,376
	-	_	123		123
					_
	91,191		123		4,181,462
	-		-		(102,680)
\$	91,191	\$	123	:	4,078,782
					445
				•	
					4,079,227
					(507,100)
				\$	3,572,127

Schedule III

RFB#/RFP#	Type of Procurement	Awarded Vendor	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Name and Physical Address per the procurement documentation, of <u>ALL</u> Vendor(s) that responded	In-State/ Out-of- State Vendor (Y or N) (Based on Statutory Definition)	Was the vendor in- state and chose Veteran's preference (Y or N) For federal funds answer N/A	Brief Description of the Scope of Work
RFB - 2014-008	Cattle Guard	Agua Enterprises	\$43,829.40 -		Agua Enterprises - HWY 54 South,	In State Vendor	_	Material for Cattle Guards 2014 Road
	Material		Metal		Santa Rosa, NM 88435			Projects
			\$32,890.00 -					
			Timbers					
			Total					
			\$76,719.40					

^{*}Prepared by Monica Abeyta, Projects Coordinator, October 31, 2015

STATE OF NEW MEXICO
GUADALUPE COUNTY
TAX ROLL RECONCILIATION - CHANGES IN PROPERTY TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2015

Schedule IV

Property taxes receivable, beginning of year	\$ 622,445
Changes to Tax Roll:	
Net taxes charged to treasurer for fiscal year	3,803,611
Adjustments:	
Decreases in taxes receivables	(1,338)
Charge off of taxes receivables	(42,744)
Total receivables prior to collections	4,381,974
Collections for fiscal year ended June 30, 2015	(3,925,591)
Property taxes receivable at June 30, 2015	\$ 456,383
Property taxes are reported as follows	
Governmental Funds:	
County portion	156,459
Agency portion	299,924
Total property taxes receivable	\$ 456,383
Property taxes receivable by years:	
2005	69,639
2006	10,070
2007	7,888
2008	14,511
2009	18,574
2010	17,865
2011	13,102
2012	28,578
2013	71,491
2014	204,665
Total property taxes receivable	\$ 456,383

See Notes to Financial Statements

STATE OF NEW MEXICO
GUADALUPE COUNTY
TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2015

Schedule V

(Page 1 of 4)

	Property	Collected	0.111	Distributed	6:	Current	To-Date		County
	Taxes Levied	in Current Year	Collected To-Date	in Current Year	Distributed To-Date	Amount Uncollectible	Amount Uncollectible	Undistributed at Year-End	Receivable at Year-End
Guadalupe County	Levieu	<u>rear</u>		rear	TO-Date	Oncollectible	Onconectible	at Year-End	at Year-End
Guadalupe County 2005	1,053,034	113	1,030,030	113	1,030,030	-	-	-	23,004
Guadalupe County 2006	982,321	310	979,508	310	979,508	-	-	-	2,813
Guadalupe County 2007	1,048,562	436	1,046,143	436	1,046,143	-	-	=	2,419
Guadalupe County 2008	1,063,526	935	1,058,330	935	1,058,330	-	-	=	5,196
Guadalupe County 2009	1,175,687	1,476	1,169,762	1,476	1,169,762	-	-	=	5,925
Guadalupe County 2010	1,189,570	12,765	1,183,765	12,765	1,183,765	-	-	=	5,805
Guadalupe County 2011	1,247,889	20,312	1,243,410	20,312	1,243,410	-	-	=	4,479
Guadalupe County 2012	1,279,248	29,780	1,269,069	29,780	1,269,069	-	-	-	10,179
Guadalupe County 2013	1,361,201	48,263	1,336,049	48,263	1,336,049	=	=	=	25,152
Guadalupe County 2014	1,469,195	1,398,041	1,398,041	1,398,041	1,398,041		<u> </u>		71,154
Total Guadalupe County	11,870,233	1,512,431	11,714,107	1,512,431	11,714,107	=	=	=	156,126
					_			·	
Administrative Fees 2005	257	-	253	-	253	-	-	-	4
Administrative Fees 2006	264	=	262	=	262	=	=	=	2
Administrative Fees 2007	290	3	287	3	287	-	-	-	3
Administrative Fees 2008	303	4	293	4	293	-	-	-	10
Administrative Fees 2009	275	4	265	4	265	-	-	-	10
Administrative Fees 2010	276	4	263	4	263	-	-	-	13
Administrative Fees 2011	291	5	285	5	285	-	-	-	6
Administrative Fees 2012	323	9	317	9	317	-	-	-	6
Administrative Fees 2013	349	12	334	12	334	-	-	-	15
Administrative Fees 2014	341	303	303	303	303				38
Total Administrative Fees	2,969	344	2,862	344	2,862		-	-	107
Omitted Assessments Fee 2005	34	-	34	=	34	-	-	=	-
Omitted Assessments Fee 2006	19	-	19	=	19	-	-	=	-
Omitted Assessments Fee 2007	369	-	327	=	327	-	-	=	42
Omitted Assessments Fee 2008	669	-	636	-	636	-	-	-	33
Omitted Assessments Fee 2009	2,220	-	2,214	-	2,214	-	-	-	6
Omitted Assessments Fee 2010	25	-	25	-	25	-	-	-	-
Omitted Assessments Fee 2011	940	-	940	-	940	-	-	-	-
Omitted Assessments Fee 2012	911	-	879	-	879	-	-	-	32
Omitted Assessments Fee 2013	32	3	32	3	32	-	-	-	-
Omitted Assessments Fee 2014	304	191	191	191	191				113
Total Omitted Assessments Fee	5,523	194	5,297	194	5,297				226

STATE OF NEW MEXICO
GUADALUPE COUNTY
TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2015

	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed at Year-End	County Receivable at Year-End
Guadalupe County (Continued)									
Guadalupe County Hospital 2005	412,971	61	404,487	61	404,487	-	-	-	8,484
Guadalupe County Hospital 2006	386,346	166	385,069	166	385,069	-	=	=	1,277
Guadalupe County Hospital 2007	410,411	230	409,236	230	409,236	-	-	=	1,175
Guadalupe County Hospital 2008	412,465	448	410,293	448	410,293	-	-	=	2,172
Guadalupe County Hospital 2009	455,476	666	452,960	666	452,960	-	-	-	2,516
Guadalupe County Hospital 2010	458,038	4,831	455,605	4,831	455,605	=	=	=	2,433
Guadalupe County Hospital 2011	480,189	7,966	478,128	7,966	478,128	-	-	-	2,061
Guadalupe County Hospital 2012	491,658	11,864	487,157	11,864	487,157	-	-	-	4,501
Guadalupe County Hospital 2013	519,902	19,626	509,273	19,626	509,273	-	-	-	10,629
Guadalupe County Hospital 2014	558,165	529,016	529,016	529,016	529,016			<u>-</u> _	29,149
Total Guadalupe County Hospital	4,585,621	574,874	4,521,224	574,874	4,521,224		-	-	64,397
Total Guadalupe County	16,464,346	2,087,843	16,243,490	2,087,843	16,243,490				220,856
State of New Mexico									
New Mexico State Treasurer 2005	161,796	18	159,006	18	159,006	=	=	=	2,790
New Mexico State Treasurer 2006	158,509	50	157,201	50	157,201	-	-	=	1,308
New Mexico State Treasurer 2007	163,484	66	163,123	66	163,123	-	-	-	361
New Mexico State Treasurer 2008	156,872	249	156,193	249	156,193	-	-	-	679
New Mexico State Treasurer 2009	160,503	217	159,640	217	159,640	-	-	-	863
New Mexico State Treasurer 2010	199,234	1,976	198,269	1,976	198,269	-	-	-	965
New Mexico State Treasurer 2011	196,742	3,014	195,946	3,014	195,946	-	-	-	796
New Mexico State Treasurer 2012	199,716	4,395	197,856	4,395	197,856	-	-	-	1,860
New Mexico State Treasurer 2013	211,781	7,564	207,418	7,564	207,418	-	-	-	4,363
New Mexico State Treasurer 2014	227,627	216,134	216,134	216,134	216,134				11,493
Total New Mexico State Treasurer	1,836,264	233,683	1,810,786	233,683	1,810,786				25,478
Total State of New Mexico	1,836,264	233,683	1,810,786	233,683	1,810,786	-		<u>-</u>	25,478
Municipalities									
Municipality of Santa Rosa 2005	194,119	41	186,901	41	186,901	-	-	-	7,218
Municipality of Santa Rosa 2006	177,614	81	177,304	81	177,304	-	-	-	310
Municipality of Santa Rosa 2007	181,980	79	181,638	79	181,638	-	-	-	343
Municipality of Santa Rosa 2008	188,433	494	187,190	494	187,190	-	-	-	1,243
Municipality of Santa Rosa 2009	201,884	398	200,458	398	200,458	-	-	-	1,426
Municipality of Santa Rosa 2010	200,024	4,073	198,613	4,073	198,613	-	-	=	1,411
Municipality of Santa Rosa 2011	206,410	6,125	205,619	6,125	205,619	-	-	=	791
Municipality of Santa Rosa 2012	210,664	8,940	208,222	8,940	208,222	=	=	=	2,442
Municipality of Santa Rosa 2013	217,599	14,139	210,679	14,139	210,679	-	-	=	6,920
Municipality of Santa Rosa 2014	221,853	202,805	202,805	202,805	202,805				19,048
Total Municipality of Santa Rosa	2,000,580	237,175	1,959,429	237,175	1,959,429	-		-	41,152

See Notes to Financial Statements

STATE OF NEW MEXICO
GUADALUPE COUNTY
TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2015

Municipalities (Continued)	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed at Year-End	County Receivable at Year-End
Wunicipanties (Continueu)									
Municipality of Vaughn 2005	51,601	11	49,682	11	49,682	-	-	-	1,919
Municipality of Vaughn 2006	47,214	22	47,131	22	47,131	-	-	-	83
Municipality of Vaughn 2007	48,375	21	48,283	21	48,283	-	-	-	91
Municipality of Vaughn 2008	50,090	131	49,759	131	49,759	-	-	-	331
Municipality of Vaughn 2009	53,665	106	53,286	106	53,286	=	=	=	379
Municipality of Vaughn 2010	53,171	1,083	52,796	1,083	52,796	=	=	=	375
Municipality of Vaughn 2011	54,868	1,628	54,658	1,628	54,658	-	-	-	210
Municipality of Vaughn 2012	55,999	2,377	55,350	2,377	55,350	-	-	-	649
Municipality of Vaughn 2013	57,843	3,759	56,003	3,759	56,003	-	-	-	1,840
Municipality of Vaughn 2014	58,973	53,910	53,910	53,910	53,910				5,063
Total Municipality of Vaughn	531,799	63,048	520,858	63,048	520,858	-	-	-	10,940
Total Municipalities	2,532,379	300,223	2,480,287	300,223	2,480,287	-	-	-	52,092
School District									
Santa Rosa Consolidated School #8 2005	731,832	113	716,214	113	716,214	-	-	-	15,618
Santa Rosa Consolidated School #8 2006	790,223	356	787,504	356	787,504	=	=	-	2,718
Santa Rosa Consolidated School #8 2007	708,016	434	705,856	434	705,856	-	-	-	2,160
Santa Rosa Consolidated School #8 2008	524,901	554	522,213	554	522,213	-	-	-	2,688
Santa Rosa Consolidated School #8 2009	786,305	1,204	781,769	1,204	781,769	=	-	-	4,535
Santa Rosa Consolidated School #8 2010	748,347	8,124	744,228	8,124	744,228	=	-	-	4,119
Santa Rosa Consolidated School #8 2011	647,197	10,689	644,440	10,689	644,440	-	-	-	2,757
Santa Rosa Consolidated School #8 2012	547,674	12,936	542,820	12,936	542,820	-	-	-	4,854
Santa Rosa Consolidated School #8 2013	619,269	23,178	606,765	23,178	606,765	-	-	-	12,503
Santa Rosa Consolidated School #8 2014	725,736	687,518	687,518	687,518	687,518				38,217
Total Santa Rosa Consolidated School #8	6,829,500	745,106	6,739,327	745,106	6,739,327				90,169
Vaughn Municipal School #33 2005	222,815	34	218,060	34	218,060	=	=	-	4,755
Vaughn Municipal School #33 2006	240,592	108	239,765	108	239,765	-	-	-	828
Vaughn Municipal School #33 2007	215,564	132	214,906	132	214,906	-	-	-	658
Vaughn Municipal School #33 2008	159,812	169	158,994	169	158,994	-	-	-	818
Vaughn Municipal School #33 2009	239,399	367	238,019	367	238,019	-	-	-	1,381
Vaughn Municipal School #33 2010	227,843	2,473	226,589	2,473	226,589	=	-	-	1,254
Vaughn Municipal School #33 2011	197,046	3,254	196,207	3,254	196,207	=	-	-	839
Vaughn Municipal School #33 2012	166,746	3,938	165,268	3,938	165,268	=	-	-	1,478
Vaughn Municipal School #33 2013	188,543	7,057	184,737	7,057	184,737	=	=	=	3,807
Vaughn Municipal School #33 2014	220,958	209,323	209,323	209,323	209,323			-	11,636
Total Vaughn Municipal School #33	2,079,318	226,855	2,051,868	226,855	2,051,868			-	27,454
Total School District	8,908,818	971,961	8,791,195	971,961	8,791,195		<u> </u>	<u> </u>	117,623

See Notes to Financial Statements

STATE OF NEW MEXICO
GUADALUPE COUNTY
TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2015

	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed at Year-End	County Receivable at Year-End
Special District									
Luna Community College 2005	212,088	31	206,261	31	206,261	-	-	-	5,827
Luna Community College 2006	193,553	86	192,844	86	192,844	=	-	-	709
Luna Community College 2007	205,568	120	204,957	120	204,957	-	-	-	611
Luna Community College 2008	208,912	225	207,597	225	207,597	-	-	-	1,315
Luna Community College 2009	233,864	391	232,364	391	232,364	-	-	-	1,500
Luna Community College 2010	234,890	2,892	233,440	2,892	233,440	-	-	-	1,450
Luna Community College 2011	246,284	4,770	245,165	4,770	245,165	-	-	-	1,119
Luna Community College 2012	246,776	6,974	244,263	6,974	244,263	-	-	-	2,513
Luna Community College 2013	256,110	10,853	250,166	10,853	250,166	-	-	-	5,944
Luna Community College 2014	266,684	250,547	250,547	250,547	250,547				16,137
Total Luna Community College	2,304,729	276,889	2,267,604	276,889	2,267,604				37,125
Watermaster 2005	3,300	-	3,300	-	3,300	-	-	-	-
Watermaster 2006	3,883	-	3,883	-	3,883	=	-	-	-
Watermaster 2007	3,761	=	3,761	=	3,761	=	-	=	=
Watermaster 2008	2,767	-	2,767	-	2,767	=	-	-	-
Watermaster 2009	2,375	2	2,375	2	2,375	=	-	-	-
Watermaster 2010	4,350	376	4,350	376	4,350	-	-	-	-
Watermaster 2011	3,817	385	3,817	385	3,817	-	-	-	-
Watermaster 2012	7,447	762	7,447	762	7,447	-	-	-	-
Watermaster 2013	11,836	1,563	11,836	1,563	11,836	-	-	-	-
Watermaster 2014	7,737	6,228	6,228	6,228	6,228				1,509
Total Watermaster	51,273	9,316	49,764	9,316	49,764	=	<u> </u>	=	1,509
Guadalupe Soil and Water 2005	25,928	1	25,908	1	25,908	-	-	-	20
Guadalupe Soil and Water 2006	24,741	1	24,719	1	24,719	-	-	-	22
Guadalupe Soil and Water 2007	24,405	1	24,380	1	24,380	-	-	-	25
Guadalupe Soil and Water 2008	23,854	3	23,828	3	23,828	-	-	-	26
Guadalupe Soil and Water 2009	27,600	7	27,567	7	27,567	-	-	-	33
Guadalupe Soil and Water 2010	31,014	31	30,974	31	30,974	-	-	-	40
Guadalupe Soil and Water 2011	33,168	53	33,124	53	33,124	-	-	-	44
Guadalupe Soil and Water 2012	34,466	72	34,402	72	34,402	-	-	-	64
Guadalupe Soil and Water 2013	43,634	577	43,316	577	43,316	-	-	-	318
Guadalupe Soil and Water 2014	46,038	44,930	44,930	44,930	44,930				1,108
Total Guadalupe Soil and Water	314,848	45,676	313,148	45,676	313,148		<u>-</u>	<u> </u>	1,700
Total Special District	2,670,850	331,881	2,630,516	331,881	2,630,516	-		-	40,334
Grand Total	32,412,657	3,925,591	31,956,274	3,925,591	31,956,274		-		456,383





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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 AUDITOR'S REPORT

To Timothy Keller
New Mexico State Auditor
The Board of County Commissioners
Guadalupe County
Santa Rosa, 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, the budgetary comparisons of the general fund and major special revenue funds, of Guadalupe County, New Mexico (the "County") as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and the combining and individual funds and related budgetary comparisons of the County, presented as supplementary information, and have issued our report thereon dated October 26, 2015. Our report includes a reference to other auditors who audited the financial statements of Guadalupe County Hospital, as described in our report on Guadalupe County, New Mexico's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses, that we consider to be significant deficiencies. 2015-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and responses as items 2015-002, and 2015-003.

The 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 responses. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Axiom CPAs and Business Advisors, LLC

Albuquerque, New Mexico October 26, 2015

Schedule VI

STATE OF NEW MEXICO GUADALUPE COUNTY SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2015

SECTION I - FINANCIAL STATEMENT FINDINGS

2015-001 - Controls over Cash Disbursements (Significant Deficiency)

Condition: Through testing procedures performed, we noted the following:

• In a sample of 40 disbursements tested, we noted one instance where the expenditure was recorded to the incorrect general ledger account.

Criteria: The Committee of Sponsoring Organizations of the Treadway Commission (COSO) defines internal control as a process, effected by an entity's board of directors, management, and other personnel, designed to provide reasonable assurance regarding the achievement of objectives relating to operations, reporting, and compliance.

Effect: Expenditures were charged to the wrong account.

Cause: The disbursement was not adequately reviewed to detect the error in account coding.

Auditor's Recommendations: The County should implement review procedures to include verification that account coding appears reasonable with regards to the type of transaction.

Management's Response: Management agrees and County Staff has implemented review procedures to ensure that verification of account coding matches to the type of transaction. The County does not believe this to be a repetitive issue and believes that it has not occurred since this instance.

SECTION II – COMMENTS INCLUDED IN ACCORDANCE WITH NEW MEXICO STATE AUDIT RULE

2015-002 - Expenditures Exceed Budget (Other Matter)

Condition: The County has expenditures in excess of budgetary authority:

	Excess of Expenditures
Fund	over Appropriations
403	\$ (113,491)

Criteria: According to Section 6-6-6 NMSA 1978, when any budget for a local public body has been approved and received by a local public body, it is binding upon all officials and governing authorities, and no governing authority or official shall allow or approve claims in excess thereof.

Effect: The County is non-compliant with State Statute.

STATE OF NEW MEXICO GUADALUPE COUNTY SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2015

SECTION II – COMMENTS INCLUDED IN ACCORDANCE WITH NEW MEXICO STATE AUDIT RULE (CONTINUED)

2015-002 - Expenditures Exceed Budget (Other Matter) Continued

Cause: A budget adjustment request was not submitted to the Department of Finance and Administration for approval for additional expenditures related to the payment of debt principal.

Auditor's Recommendations: The County should establish a policy of budgetary review at year-end to make any necessary budgetary adjustments.

Management's Response: This loan of \$700,000 for construction of the Dental Building, did have a budget in the 312-4 fund, during the construction Guadalupe County drew down \$586,508. In fiscal year 2015 we had no other activity, therefore we asked USDA if we could put in a request for the balance of \$113,492.00 to close out the construction draw down. The request was to apply \$113,492 to the principal balance. Upon receiving the funds the staff inadvertently made a requisition to the account code from 312-4 fund to pay the principal. The staff left out the process of doing a resolution to transfer funds from 312-4 to debt service to pay the principal. Management agrees and has established a policy of budgetary review at year-end to make any necessary budgetary adjustments.

2015-003 - Insufficient Documentation and Use of Credit Cards (Other Matters)

Condition: During our testing of credit card payments, we noted 7 transactions totaling \$267 that did not contain receipts or any supporting documentation.

Criteria: NMSA 6-5-2 C states State agencies shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters. In addition, state agencies shall implement controls to prevent the submission of processing documents to the division that contain errors or that are for a purpose not authorized by law.

Effect: The County may be paying for unallowable expenses. Inconsistent monitoring of compliance with requirements could result in abuse or fraud.

Cause: Employees are charging items without providing the County with appropriate documentation and the County is paying credit card charges without obtaining the corresponding receipts for charges.

STATE OF NEW MEXICO GUADALUPE COUNTY SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2015

SECTION II – COMMENTS INCLUDED IN ACCORDANCE WITH NEW MEXICO STATE AUDIT RULE (CONTINUED)

2015-003 - Insufficient Documentation and Use of Credit Cards (Other Matters) Continued

Auditor's Recommendations: We recommend that the County implement stronger controls over the access and use of the credit cards. The County may want to consider allowing only the Purchasing Agent access and use of the credit card.

Management's Response: Management agrees and will implement policies and procedures to gather all itemized receipts when the credit card has been used to avoid abuse and/or fraud.

SECTION III - GUADALUPE COUNTY HOSPITAL FINDINGS

2015-001 - Actual Expenditures Exceed Budgeted Expenditures

Condition: The Hospital's actual expenditures for fiscal year 2015 exceeded budgeted expenditures.

Criteria: [X] Compliance Finding [] Significant Deficiency [] Material Weakness

Context: This finding appears to be an isolated problem.

Cause: The Hospital did not amend its original budget to reflect additional expenses incurred.

Effect: The Hospital is not in compliance with Section 2.2.10 O (1) NMAC.

Recommendation: The Hospital should monitor expenditures throughout the fiscal year to ensure actual expenses do not exceed budgeted expenses. If necessary, an amended budget should be submitted to the LGD for approval.

Management's Response: The Hospital will review the budget on a monthly basis and make necessary revisions to ensure actual expenses do not exceed budgeted expenses.

2015-002 - Minimum Pledged Collateral Requirement

Condition: The Hospital did not meet the collateralization requirement with deposits held at Community 1st Bank at year-end. The Hospital was under collateralized by \$7,149.

Criteria: [X] Compliance Finding [] Significant Deficiency [] Material Weakness

STATE OF NEW MEXICO GUADALUPE COUNTY SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2015

SECTION III - GUADALUPE COUNTY HOSPITAL FINDINGS (CONTINUED)

2015-002 - Minimum Pledged Collateral Requirement Continued

Criteria (Continued): In order to comply with section 2.2.2.10 M (5)(b) NMAC, pledged collateral for deposits in banks must equal at least on-half of the amount of public money in each account.

Context: This finding appears to be an isolated problem.

Cause: There are no policies and procedures regarding reviewing the collateralization requirement of the State of New Mexico.

Effect: The Hospital is not in compliance with Section 2.2.2.10 M (5)(b) NMAC and as a result exposes the Hospital to custodial credit risk, in which the Hospital would lose its assets not protected by the FDIC or that were not collateralized.

Recommendation: Hospital management should develop policies to ensure that the Hospital's deposits are reviewed frequently to ensure that all deposits are properly collateralized in accordance with New Mexico State Law.

Management's Response: The Hospital will deposit its savings in fully collateralized accounts to avoid under-collateralization.

Schedule VII

STATE OF NEW MEXICO GUADALUPE COUNTY PRIOR YEAR AUDIT FINDINGS JUNE 30, 2015

SECTION IV - PRIOR YEAR AUDIT FINDINGS

2014-001 – PERA Compliance (Other Matter) - Resolved

STATE OF NEW MEXICO GUADALUPE COUNTY EXIT CONFERENCE JUNE 30, 2015

EXIT CONFERENCE

An exit conference was conducted on October 28, 2015, with the following individuals:

Guadalupe County

Albert E. Campos, Jr., Commission Vice-Chairman George Dodge Jr., County Manager Rose Fernandez, Finance Director Gloria Jean Chavez, Finance Officer Diana Urban, Treasurer Roberta Chavez, Assessor

Axiom Certified Public Accountants and Business Advisors, LLC

Chris Garner, CPA, Partner

Auditor Prepared Financial Statements

Axiom Certified Public Accountants and Business Advisors, LLC prepared the GAAP-basis financial statements, related footnotes and supporting schedules from the original books and records provided to them by the management of the County. The County's management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements, and the County accepts responsibility for the financial statements.