

STATE OF NEW MEXICO
LINCOLN COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2008

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO

Lincoln County

Official Roster

June 30, 2008

Elected Officials

Eileen M. Sedillo	County Commissioner
Jackie Powell	County Commissioner
Tom Battin	County Commissioner
Don Williams	County Commissioner
Dave Parks	County Commissioner
Tammie J. Maddox	County Clerk
Beverly A. Calaway	County Treasurer
Paul Baca	County Assessor
Richard Virden	County Sheriff
Carrie Spencer	County Probate Judge

Administrative Officials

Thomas F. Stewart	County Manager
Charlene "Punkin" Schlarb	Finance Director
Martha Guevara	Assistant County Manager
Rachel Monreal	Finance Officer
Orlando Samora	Purchasing Agent

STATE OF NEW MEXICO

Lincoln County
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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico
and
The Board of Lincoln County Commissioners
Lincoln County
Carrizozo, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, budgetary comparisons for the general fund, the road, fire, corrections and Lincoln County Medical Center special revenue funds, and the aggregate remaining fund information of Lincoln County New Mexico (the County), as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008 as listed in the table of contents. These financial statements are the responsibility of the County's, management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2008, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund, the road, fire, corrections and Lincoln County Medical Center special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the County, as of June 30, 2008, and the respective changes in financial position thereof, and the budgetary comparisons for the remaining nonmajor governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2008 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis presented on pages 10-16 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements, the combining and individual fund statements and the budgetary comparisons. The accompanying information on Schedules I through VI is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and each of the County's nonmajor governmental fund financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements and nonmajor governmental funds financial statements, taken as a whole.

Accounting & Consulting Group, L.L.P.

Accounting & Consulting Group, LLP
Certified Public Accountants
Albuquerque, New Mexico
November 10, 2008

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2008

As management of Lincoln County (the County), we offer readers of Lincoln County financial statements this narrative overview and analysis of the financial activities of Lincoln County for the fiscal year ended June 30, 2008. We encourage readers to consider the information presented here in conjunction with the financial statements of Lincoln County and additional information provided.

Financial Highlights

- The assets of Lincoln County exceeded its liabilities at the close of the most recent fiscal year by \$22,844,776 (*net assets*). Of this amount, \$4,707,127 (*unrestricted net assets*) may be used to meet the County's ongoing obligations to citizens and creditors.
- Change in net assets for the year end was \$2,071,555. The increase is primarily due to an increase in operating grants and contributions and property tax revenue.
- At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$4,314,468 or 84 percent of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Lincoln County's basic financial statements. Lincoln County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

Both of the government-wide financial statements distinguish functions of Lincoln County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs. The governmental activities of Lincoln County include general government, public safety, public works, culture and recreation, and health and welfare.

The government-wide financial statements can be found at Exhibits A-1 and A-2 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Lincoln County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Lincoln County can be divided into two categories: governmental funds and fiduciary funds.

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Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

Lincoln County maintains thirty-five individual governmental funds. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for the general fund, the road special revenue fund, the fire special revenue fund, the corrections special revenue fund, and the Lincoln County Medical Center special revenue fund, all of which are considered to be major funds. Data from the other thirty governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Lincoln County adopts an annual appropriated budget for its general fund and all other funds. A budgetary comparison statement has been provided for the general fund, the corrections special revenue fund, and the Lincoln County Medical Center special revenue fund to demonstrate compliance with this budget. In addition, the individual financial statements of the non-major governmental funds include budgetary comparison data.

The basic governmental fund financial statements can be found at Exhibits B-1 and B-2 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Lincoln County's own programs.

Lincoln County fiduciary funds account for the collection of property taxes and special fees and their remittance to other governmental agencies.

The basic fiduciary fund financial statements can be found at Exhibit D-1 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32-52 of this report.

Other information. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 57-70 of this report.

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Government-wide Financial Analysis

Since this is the fourth year to report all activities on the accrual basis of accounting, a detailed comparison to the prior year is presented.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Lincoln County, assets exceeded liabilities by \$22,844,776 and \$20,773,221 at the close of the fiscal years ended June 30, 2008 and June 30, 2007, respectively.

A large portion of the County's net assets (49 percent) reflects its investment in capital assets (e.g., land, buildings, other improvements and furniture and equipment) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion (\$6,810,289) of Lincoln County's net assets represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$4,707,127) may be used to meet the government's ongoing obligations to citizens and creditors.

Lincoln County is able to report positive balances in all three categories (Invested in capital assets, net of related debt, Restricted, and Unrestricted) of net assets, for the government as a whole as of June 30, 2008.

Lincoln County's Net Assets
June 30, 2008

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Current and other assets	\$ 13,044,810	\$ 13,399,032
Capital assets	<u>16,188,876</u>	<u>13,158,313</u>
Total assets	<u>29,233,686</u>	<u>26,557,345</u>
Current Liabilities	1,511,769	878,572
Non-current liabilities	<u>4,877,141</u>	<u>4,905,552</u>
Total liabilities	<u>6,388,910</u>	<u>5,784,124</u>
Net assets:		
Invested in capital assets, net of related debt	11,327,360	8,117,994
Restricted for:		
Debt service	503,502	778,904
Capital projects	16,453	
Other purposes	6,290,334	6,804,284
Unrestricted	<u>4,707,127</u>	<u>5,072,039</u>
Total net assets	<u>\$ 22,844,776</u>	<u>\$ 20,773,221</u>

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Management's Discussion and Analysis
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Changes in Net Assets

The County's total revenues of \$18,889,056 and program expenses of \$16,817,501 resulted in a change in net assets of \$2,071,555. The County implemented an increase in capital outlay expenditures over the prior year. The County also maintained favorable budget to actual expenditure variances.

This section contains a condensed comparison of revenues and expenditures and explanations for significant differences. The table shows the summarized revenues and expenditures for the years ended June 30, 2008 and June 30, 2007.

Lincoln County's Change in Net Assets
June 30, 2008

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Program revenues:		
Charges for service	\$ 1,561,199	\$ 2,123,587
Operating grants and contributions	3,695,258	4,344,840
Capital grants and contributions	1,136,702	46,500
General revenues:		
Property taxes, levied for general purposes	9,279,657	9,331,566
Gross receipts taxes	1,569,356	1,431,528
Other taxes	248,832	682,944
Licenses and fees	344,022	-
Interest income	516,803	628,838
Gain (Loss) on disposal of capital assets	371,554	(6,764)
Miscellaneous income	165,673	72,714
	<u> </u>	<u> </u>
Total Revenues	<u>\$ 18,889,056</u>	<u>\$ 18,655,753</u>
Program expenses:		
General government	\$ 3,838,052	\$ 3,460,981
Public safety	5,054,487	4,896,023
Public works	3,107,465	1,743,950
Culture and recreation	185,944	139,696
Health and welfare	4,475,920	3,871,133
Interest on long-term debt	155,633	330,935
	<u> </u>	<u> </u>
Total Expenses	<u>\$ 16,817,501</u>	<u>\$ 14,442,718</u>
Change in net assets	<u>\$ 2,071,555</u>	<u>\$ 4,213,035</u>

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Financial Analysis of the Government's Funds

As noted earlier, Lincoln County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, Lincoln County's governmental funds reported combined ending fund balances of \$11,435,444, an decrease of \$1,039,131 in comparison with the prior year. Approximately 99 percent of this total amount, \$11,337,924, constitutes *unreserved, undesignated fund balance*, which is available for spending at the government's discretion, and 1 percent of this total amount, \$97,520, is *reserved for prepaid expenses, and designated for subsequent year's expenditures*.

The general fund is the chief operating fund of Lincoln County. At the end of the current fiscal year, *unreserved, undesignated fund balance* of the general fund was \$4,314,468, while total fund balance was \$4,411,988. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved, undesignated fund balance represents 84 percent of total general fund expenditures, while total fund balance represents 86 percent of that same amount. Fund balance of Lincoln County's general fund decreased by \$413,893 during the current fiscal year.

The Road Fund has a total fund balance of \$371,133. At the end of the current fiscal year, *unreserved, undesignated fund balance* of the road fund was \$371,133. The net increase in fund balance during the current year in the road fund was \$125,991. This increase is due primarily to decreased public works expenditures.

The Fire Fund has a total fund balance of \$1,681,018. At the end of the current fiscal year, *unreserved, undesignated fund balance* of the fire fund was \$1,681,018. The net increase in fund balance during the current year in the fire fund was \$283,271. This increase is due primarily to loan proceeds of \$290,000.

The Corrections Fund has a total fund balance of \$143,128. At the end of the current fiscal year, *unreserved, undesignated fund balance* of the corrections fund was \$143,128. The net increase in fund balance during the current year in the corrections fund was \$256,315. This increase is due primarily to increased state operating grants.

The Lincoln County Medical Center Fund has a total fund balance of \$2,861,239, of which \$2,861,239 is *unrestricted and undesignated*. The net decrease in the current year was (\$1,315,439). This decrease was due primarily to an increase of capital outlay expenditures.

Budgetary Highlights

County budgets reflect the same pattern as seen in the revenue and expenditures of the County. The State of New Mexico budget process is defined under state law and regulation. To enhance the process of developing a budget at the county level, Lincoln County utilizes goals and objectives defined by the County Commissioners, community input meetings, long term plans and input from various staff groups to develop the County budget. County priorities are well defined through this process.

GASB 34 does not require a statement presenting the overall result of the budget for each year; however, all major budgetary funds are required to be reported as a separate statement.

The total variation in expenditures from the original and final budgets in the general fund was \$219,981. The significant variations were in general government and public safety, which were increases of \$143,170 and 76,811, respectively. The increase was mainly due to a budget increase to normally County activities.

The following table examines the summary budget performance of the major and aggregate non-major funds for the fiscal year ending June 30, 2008. Detail budget performance is reported in the budgetary comparison statements for each major fund and the statements of revenues and expenditures budget and actual for the non-major funds.

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Fund Expenditure Budget Performance

	<u>Final Budget</u>	<u>Actual on Cash (Budgetary) Basis</u>	<u>Favorable (Unfavorable) Variance</u>
General Fund	\$ 5,810,396	\$ 5,115,398	\$ 694,998
Road Fund	3,110,949	2,641,909	469,040
Fire Fund	2,369,401	786,210	1,583,191
Corrections Fund	2,306,701	2,228,198	78,503
Lincoln County Medical Center Fund	5,882,295	3,330,318	2,551,977
Other Governmental Funds	<u>8,520,706</u>	<u>5,062,611</u>	<u>3,458,095</u>
 Total for Governmental Funds	 <u>\$ 28,000,448</u>	 <u>\$ 19,164,644</u>	 <u>\$ 8,835,804</u>

The County amends its budget during the year in response to unexpected changes in its operating environment. The original and final budgets are reported and can be examined in the budgetary comparison statements for each major fund and the statements of revenues and expenditures budget and actual for the non-major funds. The County was very disciplined this year with regards to spending and this was the reason for the favorable variances.

Capital Asset and Debt Administration

Capital assets

Lincoln County's investment in capital assets for its governmental activities as of June 30, 2008, amounts to \$16,188,876 (net of accumulated depreciation). This investment in capital assets includes land, buildings and building improvements, furniture and equipment and vehicles. The table below shows the summarized capital assets of Lincoln County as of June 30, 2008 and June 30, 2007.

**Lincoln County's Capital Assets, Net of Depreciation
June 30, 2008**

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Property, plant and equipment		
Land	\$ 4,356,292	\$ 518,550
Constuction in progress	2,848,062	-
Other improvements	137,674	146,777
Buildings and improvements	9,097,078	12,926,965
Furniture and equipment	<u>12,107,068</u>	<u>12,986,742</u>
 Total property, plant and equipment	 <u>28,546,174</u>	 <u>26,579,034</u>
 Less: accumulated depreciation	 <u>(12,357,298)</u>	 <u>(13,420,721)</u>
 Total property, plant and equipment, net of accumulated depreciation	 <u>\$ 16,188,876</u>	 <u>\$ 13,158,313</u>

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The County recognized \$1,070,882 in depreciation expense during the year. Additional information on Lincoln County's capital assets can be found in the notes to the financial statements.

The County had several commitments to construction companies at June 30, 2008. Additional information on Lincoln County's commitments can be found in the note 14 of the financial statements.

Long-term debt

At June 30, 2008, Lincoln County had total gross receipt revenue bonds outstanding of \$3,570,000, loans and capital leases outstanding of \$1,455,546, all of which is secured by pledged gross receipts tax revenues.

**Lincoln County's Outstanding Debt
June 30, 2008**

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Gross Receipts Revenue Bonds	\$ 3,570,000	\$ 3,660,000
NMFA Loans	552,847	373,274
Capital Leases	902,699	1,007,045
Compensated Absences	138,136	134,110
	<u>5,163,682</u>	<u>5,174,429</u>
Total outstanding debt	<u>\$ 5,163,682</u>	<u>\$ 5,174,429</u>

The County reduced bonds payable by their principal payment of \$90,000. The County also added two NMFA loans for additions to the Bonita and Lincoln fire department totaling \$290,000. The County made principal payments towards loans and capital leases payable in the amount of \$214,773. Additional information on Lincoln County's long-term debt can be found in the notes to the financial statements.

Economic Factor and Next Year's Budgets and Rates

- Inflationary trends in the region compare favorably to national indices.

This factor was considered in preparing Lincoln County's budget for the 2008 fiscal year.

During the current fiscal year, unreserved fund balance in the general fund increased to \$4,314,468. It is intended that the use of this available fund balance will avoid the need to raise taxes or charges during the 2009 fiscal year.

Request for Information

This financial report is designed to provide a general overview of Lincoln County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the County Manager, Lincoln County, 300 Central Avenue, Carrizozo, NM 88301.

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
 Lincoln County
 Statement of Net Assets
 June 30, 2008

Exhibit A-1

	<u>Governmental Activities</u>
Assets	
Current assets	
Cash and cash equivalents	\$ 11,394,133
Investments	270,300
Receivables:	
Property taxes	522,884
Other taxes	181,736
Other receivables	414,207
Prepaid expenses	<u>97,520</u>
Total current assets	<u>12,880,780</u>
Noncurrent assets	
Restricted cash and cash equivalents	164,030
Capital assets	28,546,174
Less: accumulated depreciation	<u>(12,357,298)</u>
Total noncurrent assets	<u>16,352,906</u>
Total assets	<u><u>\$ 29,233,686</u></u>
Liabilities	
Current liabilities	
Accounts payable	\$ 1,053,149
Accrued payroll	172,079
Current portion of bonds and notes payable	<u>286,541</u>
Total current liabilities	<u>1,511,769</u>
Noncurrent liabilities	
Accrued compensated absences	138,136
Loans and capital leases	1,264,005
Bonds payable	<u>3,475,000</u>
Total noncurrent liabilities	<u>4,877,141</u>
Total liabilities	<u>6,388,910</u>
Net assets	
Invested in capital assets, net of related debt	11,163,330
Restricted for (Note 15):	
Debt service	503,502
Capital projects	16,453
Other purposes	6,290,334
Unrestricted	<u>4,871,157</u>
Total net assets	<u>\$ 22,844,776</u>

STATE OF NEW MEXICO
 Lincoln County
 Statement of Activities
 For the Year Ending June 30, 2008

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net (Expense) Revenue and Changes in Net Assets</u>
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
					<u>Total</u>
Functions/Programs:					
Primary government					
General government	\$ 3,838,052	\$ 257,593	\$ 1,130,783	\$ -	\$ (2,449,676)
Public safety	5,054,487	913,027	942,114	380,522	(2,818,824)
Public works	3,107,465	390,579	207,206	160,034	(2,349,646)
Culture and recreation	185,944	-	-	-	(185,944)
Health and welfare	4,475,920	-	1,415,155	596,146	(2,464,619)
Interest on long-term debt	155,633	-	-	-	(155,633)
<i>Total governmental activities</i>	<u>\$ 16,817,501</u>	<u>\$ 1,561,199</u>	<u>\$ 3,695,258</u>	<u>\$ 1,136,702</u>	<u>(10,424,342)</u>
General revenues:					
Taxes:					
Property taxes, levied for general purposes					9,279,657
Gross receipts taxes					1,569,356
Gasoline and motor vehicle taxes					170,155
Other taxes					78,677
Licenses and fees					344,022
Interest income					516,803
Miscellaneous income					165,673
Gain on disposal of capital assets					371,554
Total general revenues					<u>12,495,897</u>
Change in net assets					2,071,555
Net assets, beginning					<u>20,773,221</u>
Net assets, ending					<u>\$ 22,844,776</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Lincoln County
Balance Sheet
Governmental Funds
June 30, 2008

	<u>General Fund</u>	<u>Road</u>	<u>Fire</u>
<i>Assets</i>			
Cash and cash equivalents	\$ 4,322,651	\$ 365,112	\$ 1,694,146
Investments	-	-	-
Receivables:			
Property taxes receivable	426,978	-	-
Other taxes receivable	-	29,375	-
Other receivables	27,057	-	90
Prepaid expenses	<u>97,520</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u><u>\$ 4,874,206</u></u>	<u><u>\$ 394,487</u></u>	<u><u>\$ 1,694,236</u></u>
<i>Liabilities and fund balances</i>			
<i>Liabilities</i>			
Accounts payable	\$ 24,962	\$ 212	\$ 13,218
Accrued payroll	127,808	23,142	-
Deferred revenue	<u>317,051</u>	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u>469,821</u>	<u>23,354</u>	<u>13,218</u>
<i>Fund balances</i>			
Reserved for:			
Prepaid expenses	97,520	-	-
Unreserved, reported in:			
General fund	4,306,865	-	-
Special revenue funds	-	371,133	1,681,018
Debt service funds	-	-	-
Capital projects fund	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balances</i>	<u>4,404,385</u>	<u>371,133</u>	<u>1,681,018</u>
<i>Total liabilities and fund balances</i>	<u><u>\$ 4,874,206</u></u>	<u><u>\$ 394,487</u></u>	<u><u>\$ 1,694,236</u></u>

The accompanying notes are an integral part of these financial statements

<u>Corrections</u>	<u>Lincoln County Medical Center</u>	<u>Other Governmental Funds</u>	<u>Total</u>
\$ 261,665	\$ 3,427,812	\$ 1,486,777	\$ 11,558,163
-	-	270,300	270,300
-	95,393	513	522,884
-	-	152,361	181,736
79,672	66,667	240,721	414,207
-	-	-	97,520
<u>\$ 341,337</u>	<u>\$ 3,589,872</u>	<u>\$ 2,150,672</u>	<u>\$ 13,044,810</u>
\$ 198,209	\$ 654,275	\$ 162,273	\$ 1,053,149
-	-	21,129	172,079
-	74,358	332	391,741
<u>198,209</u>	<u>728,633</u>	<u>183,734</u>	<u>1,616,969</u>
-	-	-	97,520
-	-	-	4,306,865
143,128	2,861,239	1,446,983	6,503,501
-	-	503,502	503,502
-	-	16,453	16,453
<u>143,128</u>	<u>2,861,239</u>	<u>1,966,938</u>	<u>11,427,841</u>
<u>\$ 341,337</u>	<u>\$ 3,589,872</u>	<u>\$ 2,150,672</u>	<u>\$ 13,044,810</u>

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STATE OF NEW MEXICO
 Lincoln County
 Governmental Funds
 Reconciliation of the Balance Sheet to the Statement of Net Assets
 June 30, 2008

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

Fund balances - total governmental funds	\$	11,427,841
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		16,188,876
Property taxes not available for current resources and recorded in the government wide statements		391,741
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds		
Accrued compensated absences		(138,136)
Bonds payable		(3,570,000)
Notes and loans payable		<u>(1,455,546)</u>
 Net assets-governmental activities	 \$	 <u><u>22,844,776</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ending June 30, 2008

	<u>General Fund</u>	<u>Road Fund</u>	<u>Fire Funds</u>
<i>Revenues:</i>			
Taxes:			
Property	\$ 8,204,476	\$ -	\$ -
Gross receipts	127,467	-	-
Gasoline and motor vehicle taxes	-	-	-
Other	10,261	-	-
Intergovernmental:			
Federal operating grants	-	30,216	64,695
Federal capital grants	-	-	-
State operating grants	-	176,990	634,653
State capital grants	-	160,034	-
Local sources	-	-	-
Charges for services	65,718	-	-
Licenses and fees	224,181	390,579	-
Investment income	212,826	-	78,476
Miscellaneous	60,510	45	2,060
<i>Total revenue</i>	<u>8,905,439</u>	<u>757,864</u>	<u>779,884</u>
<i>Expenditures:</i>			
Current:			
General government	3,442,261	-	-
Public safety	1,692,509	-	270,951
Public works	-	2,484,149	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	394,608
Debt service:			
Principal	-	104,346	110,427
Interest	-	43,378	10,627
<i>Total expenditures</i>	<u>5,134,770</u>	<u>2,631,873</u>	<u>786,613</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,770,669</u>	<u>(1,874,009)</u>	<u>(6,729)</u>
<i>Other financing sources (uses)</i>			
Loan proceeds	-	-	290,000
Proceeds from sale of equipment	-	-	-
Transfers in	36,108	2,000,000	-
Transfers (out)	(4,228,273)	-	-
<i>Total other financing sources (uses)</i>	<u>(4,192,165)</u>	<u>2,000,000</u>	<u>290,000</u>
<i>Net change in fund balance</i>	(421,496)	125,991	283,271
<i>Fund balance - beginning of year</i>	<u>4,825,881</u>	<u>245,142</u>	<u>1,397,747</u>
<i>Fund balance - end of year</i>	<u>\$ 4,404,385</u>	<u>\$ 371,133</u>	<u>\$ 1,681,018</u>

The accompanying notes are an integral part of these financial statements

<u>Corrections Fund</u>	<u>Lincoln County Medical Center</u>	<u>Other Governmental Funds</u>	<u>Total</u>
\$ -	\$ 1,698,318	\$ 427,204	\$ 10,329,998
-	-	1,441,889	1,569,356
-	-	170,155	170,155
-	-	68,416	78,677
-	-	165,569	260,480
-	-	-	-
128,215	-	1,400,367	2,340,225
-	-	94,064	254,098
-	-	163,044	163,044
822,248	733,330	179,490	1,800,786
119,717	-	134,029	868,506
-	186,967	30,231	508,500
-	50,539	61,363	174,517
<u>1,070,180</u>	<u>2,669,154</u>	<u>4,335,821</u>	<u>18,518,342</u>
-	-	302,195	3,744,456
2,249,930	-	600,430	4,813,820
-	-	268,058	2,752,207
-	-	75,753	75,753
-	1,346,318	2,854,748	4,201,066
-	2,638,275	697,458	3,730,341
-	-	90,000	304,773
-	-	179,105	233,110
<u>2,249,930</u>	<u>3,984,593</u>	<u>5,067,747</u>	<u>19,855,526</u>
<u>(1,179,750)</u>	<u>(1,315,439)</u>	<u>(731,926)</u>	<u>(1,337,184)</u>
-	-	-	290,000
-	-	450	450
1,436,065	-	1,539,327	5,011,500
-	-	(783,227)	(5,011,500)
<u>1,436,065</u>	<u>-</u>	<u>756,550</u>	<u>290,450</u>
256,315	(1,315,439)	24,624	(1,046,734)
<u>(113,187)</u>	<u>4,176,678</u>	<u>1,942,314</u>	<u>12,474,575</u>
<u>\$ 143,128</u>	<u>\$ 2,861,239</u>	<u>\$ 1,966,938</u>	<u>\$ 11,427,841</u>

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STATE OF NEW MEXICO

Lincoln County

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
June 30, 2008

Exhibit B-2

Page 2 of 2

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

Net change in fund balances - total governmental funds	\$	(1,046,734)
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Governmental funds report capital outlays as expenditures. However in
the statement of activities, the cost of those assets is allocated over their
estimated useful lives and reported as depreciation expense:

Capital expenditures		3,730,341
Depreciation expense		(1,070,882)
Gain on disposal of capital assets		371,104

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

Change in property taxes		947
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The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial
resources to governmental funds, while the repayment of the principal of long-term
debt consumes the current financial resources of governmental funds. Neither
transaction, however, has any effect on net assets. Also, governmental funds
report the effect of issuance costs, premiums, discounts, and similar items when
debt is first issued, whereas these amounts are deferred and amortized in the
statement of activities:

Increase in the reserve for compensated absences		(5,471)
Decrease in accrued interest payable		77,477
Loan proceeds		(290,000)
Principal payments on bonds		90,000
Principal payments on notes and leases payable		214,773
		214,773

Change in net assets of governmental activities	\$	2,071,555
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-1

Lincoln County

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ 8,014,393	\$ 8,014,393	\$ 8,154,860	\$ 140,467
Gross receipts	-	124,467	127,467	3,000
Gasoline and motor vehicle	-	-	-	-
Other	3,000	3,000	10,261	7,261
Intergovernmental income:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	56,718	56,718
Licenses and fees	222,975	222,975	267,941	44,966
Fines, forfeitures and penalties	-	-	-	-
Investment income	250,000	250,000	213,866	(36,134)
Miscellaneous	325,942	347,442	225,364	(122,078)
Total revenues	8,816,310	8,962,277	9,056,477	94,200
<i>Expenditures:</i>				
Current:				
General government	3,696,607	3,839,777	3,434,726	405,051
Public safety	1,890,545	1,967,356	1,680,672	286,684
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	3,263	3,263	-	3,263
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	5,590,415	5,810,396	5,115,398	694,998
<i>Excess (deficiency) of revenues over expenditures</i>	3,225,895	3,151,881	3,941,079	789,198
<i>Other financing sources (uses)</i>				
Designated cash	(3,225,895)	(3,151,881)	-	3,151,881
Transfers in	-	-	36,108	36,108
Transfers out	-	-	(4,228,273)	(4,228,273)
Total other financing sources (uses)	(3,225,895)	(3,151,881)	(4,192,165)	(1,040,284)
<i>Net change in fund balance</i>	-	-	(251,086)	(251,086)
<i>Fund balance - beginning of year</i>	-	-	4,573,737	4,573,737
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 4,322,651	\$ 4,322,651
Net change in fund balance (non-GAAP budgetary basis)				\$ (251,086)
Adjustments to revenue for property tax receivable, other tax receivables, other receivables, and prepaid assets				(151,038)
Adjustments to expenditures for accounts payables and accrued payroll				(19,372)
Net change in fund balance (GAAP)				\$ (421,496)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-2

Lincoln County

Road Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income:				
Federal operating grants	227,450	227,450	94,114	(133,336)
Federal capital grants	-	-	-	-
State operating grants	-	-	176,990	176,990
State capital grants	249,581	249,581	345,179	95,598
Charges for services	-	-	-	-
Licenses and fees	353,000	353,000	390,693	37,693
Fines, forfeitures and penalties	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	45	45
<i>Total revenues</i>	<u>830,031</u>	<u>830,031</u>	<u>1,007,021</u>	<u>176,990</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public Works	2,935,609	2,934,001	2,491,317	442,684
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	126,622	133,570	107,214	26,356
Interest	43,378	43,378	43,378	-
<i>Total expenditures</i>	<u>3,105,609</u>	<u>3,110,949</u>	<u>2,641,909</u>	<u>469,040</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,275,578)</u>	<u>(2,280,918)</u>	<u>(1,634,888)</u>	<u>646,030</u>
<i>Other financing sources (uses)</i>				
Designated cash	275,578	280,918	-	(280,918)
Transfers in	2,000,000	2,000,000	2,000,000	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,275,578</u>	<u>2,280,918</u>	<u>2,000,000</u>	<u>(280,918)</u>
<i>Net change in fund balance</i>	-	-	365,112	365,112
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 365,112</u>	<u>\$ 365,112</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 365,112
Adjustments to revenue for other tax receivables and other receivables				(249,157)
Adjustments to expenditures for accounts payable and accrued payroll				10,036
Net change in fund balance (GAAP)				<u>\$ 125,991</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-3

Lincoln County

Fire Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variations
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income:				
Federal operating grants	-	100,000	64,695	(35,305)
Federal capital grants	-	-	-	-
State operating grants	563,251	739,034	634,653	(104,381)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-
Investment income	65,100	111,775	78,476	(33,299)
Miscellaneous	100	2,106	1,970	(136)
<i>Total revenues</i>	<u>628,451</u>	<u>952,915</u>	<u>779,794</u>	<u>(173,121)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	454,476	537,746	273,219	264,527
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,479,138	1,718,574	391,937	1,326,637
Debt Service:				
Principal	86,059	113,081	110,427	2,654
Interest	-	-	10,627	(10,627)
<i>Total expenditures</i>	<u>2,019,673</u>	<u>2,369,401</u>	<u>786,210</u>	<u>1,583,191</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,391,222)</u>	<u>(1,416,486)</u>	<u>(6,416)</u>	<u>1,410,070</u>
<i>Other financing sources (uses)</i>				
Designated cash	1,391,222	1,416,486	-	(1,416,486)
Loan proceeds	-	-	290,000	290,000
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,391,222</u>	<u>1,416,486</u>	<u>290,000</u>	<u>(1,126,486)</u>
<i>Net change in fund balance</i>	-	-	283,584	283,584
<i>Fund balance - beginning of year</i>	-	-	1,410,562	1,410,562
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,694,146</u>	<u>\$ 1,694,146</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 283,584
Adjustments to revenue for other receivables				90
Adjustments to expenditures for accounts payable				(403)
Net change in fund balance (GAAP)				<u>\$ 283,271</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Corrections Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ending June 30, 2008

Exhibit C-4

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	128,215	128,215
State capital grants	-	-	-	-
Charges for services	840,600	840,600	792,883	(47,717)
Licenses and fees	36,000	36,000	132,700	96,700
Fines, forfeitures and penalties	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	876,600	876,600	1,053,798	177,198
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	2,267,001	2,304,701	2,228,198	76,503
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	2,000	2,000	-	2,000
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	2,269,001	2,306,701	2,228,198	78,503
<i>Excess (deficiency) of revenues over expenditures</i>	(1,392,401)	(1,430,101)	(1,174,400)	255,701
<i>Other financing sources (uses)</i>				
Designated cash	(43,664)	(5,964)	-	5,964
Transfers in	1,436,065	1,436,065	1,436,065	-
Transfers out	-	-	-	-
Total other financing sources (uses)	1,392,401	1,430,101	1,436,065	5,964
<i>Net change in fund balance</i>	-	-	261,665	261,665
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 261,665	\$ 261,665
Net change in fund balance (non-GAAP budgetary basis)				\$ 261,665
Adjustments to revenue for other receivables				16,382
Adjustments to expenditures for accounts payable				(21,732)
Net change in fund balance (GAAP)				\$ 256,315

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-5

Lincoln County
 Lincoln County Medical Center Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ending June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ 1,702,000	\$ 1,702,000	\$ 1,696,924	\$ (5,076)
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	663,386	713,919	666,663	(47,256)
Licenses and fees	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-
Investment income	190,000	190,000	186,967	(3,033)
Miscellaneous	50,539	50,539	50,539	-
Total revenues	2,605,925	2,656,458	2,601,093	(55,365)
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	1,459,493	1,575,735	1,112,380	463,355
Capital outlay	3,696,552	4,306,560	2,217,938	2,088,622
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	5,156,045	5,882,295	3,330,318	2,551,977
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,550,120)</u>	<u>(3,225,837)</u>	<u>(729,225)</u>	<u>2,496,612</u>
<i>Other financing sources (uses)</i>				
Designated cash	2,550,120	3,225,837	-	(3,225,837)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	2,550,120	3,225,837	-	(3,225,837)
<i>Net change in fund balance</i>	-	-	(729,225)	(729,225)
<i>Fund balance - beginning of year</i>	-	-	4,157,037	4,157,037
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,427,812</u>	<u>\$ 3,427,812</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (729,225)
Adjustments to revenue for property tax receivable and other receivables				68,061
Adjustments to expenditures for accounts payable				<u>(654,275)</u>
Net change in fund balance (GAAP)				<u>\$ (1,315,439)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2008

Exhibit D-1

<i>Assets</i>	
Cash	\$ 155,925
Taxes receivable	604,341
Accounts receivable	<u>14,864</u>
<i>Total assets</i>	<u><u>\$ 775,130</u></u>
 <i>Liabilities</i>	
Deposits held in trust	\$ 143,208
Due to other taxing entities	<u>631,922</u>
<i>Total liabilities</i>	<u><u>\$ 775,130</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 1. Summary of Significant Accounting Policies

Lincoln County is a political sub-division of the State of New Mexico established under the provisions of Section 14-14-1 of NMSA, 1978 compilation and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissions-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 County of Lincoln is a body politic and corporate under the name and form of government selected by its qualified electors. The County may:

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

This summary of significant accounting policies of Lincoln County is presented to assist in the understanding of Lincoln County's financial statements. The financial statements and notes are the representation of Lincoln County's management who is responsible for their integrity and objectivity. The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their government-wide financial statements, subject to the same limitation. The County has elected not to follow subsequent private-sector guidance. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB No. 14 and No. 39. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

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

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 1. Summary of Significant Accounting Policies (continued)

A. Financial Reporting Entity (continued)

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the County does not have any component units required to be reported under GASB Statements No. 14 and No. 39.

B. Government-wide and fund financial statements

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

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

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

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the 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 billed. Grants and similar items are recognized as revenue as soon as all eligibility requirements of time, reimbursement and contingencies imposed by the provider are met.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 1. Summary of Significant Accounting Policies (continued)

C. *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. 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. All other revenue items are considered to be measurable and available only when cash is received by the government.

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.

Under the requirements of GASB No. 34, the County is required to present certain of its governmental funds as major based upon certain criteria. The major funds presented in the fund financial statements include the following, which includes funds that were not required to be presented as major but were at the discretion of management:

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

The *Road Special Revenue Fund* is used to maintain roads for which the County has responsibility. Financing sources include gasoline taxes, motor vehicle registration fees and New Mexico Department of Transportation cooperative agreement funds. Expenditures are restricted for construction and maintenance of county roads. The fund was created by authority of state statutes section 67-3-1 NMSA, 1978.

The *Fire Special Revenue Fund* is used to account for revenues and expenditures of fire protection funds for the communities of Bonita, Hondo, Fort Stanton, Lincoln, Nogal, Glencoe-Palo Verde, White Oaks, and Arabela. Funding is provided by allotments from the New Mexico State Fire Marshall's Office. The funds were created under the authority of state statute (see Section 59A-93-5-8 and 59A-53-5, NMSA 1978 Compilation).

The *Corrections Special Revenue Fund* is used to account for the penalty assessments added to each traffic fine in the Magistrate Courts. Expenditures are limited to use in the detention facility improvements. (Authorization is Lincoln County Commission)

The *Lincoln County Medical Center Special Revenue Fund* is used to account for the operations, maintenance and capital purchases of the Lincoln County Medical Center. Financing is provided primarily by a special property tax levy authorized by the county commission.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Additionally, the government reports the following fund types:

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

The *Debt Service Funds* account for the services of general long-term debt not being financed by proprietary or nonexpendable trust funds.

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

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

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

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

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

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

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity

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

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

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

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

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

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

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

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

Restricted Assets: Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended.

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Lincoln County was a phase III government for purposes of implementing GASB 34. Therefore, the County was not required to report its major general infrastructure assets retroactively to June 30, 1980. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). Donated capital assets are recorded at estimated fair market value at the date of donation.

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.

STATE OF NEW MEXICO
 Lincoln County
 Notes to the Financial Statements
 June 30, 2008

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Fund Equity (continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

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

<u>Assets</u>	<u>Years</u>
Infrastructure	40
Permanent Buildings	45
Land Improvements	20
Vehicles	6
Computer equipment	5
Other furniture and equipment	5-20

Accrued Expenses: Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2007, along with applicable PERA, FICA, and Medicare payable.

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

Compensated Absences: Qualified employees are entitled to accumulate annual leave according to a graduated leave schedule of seven days to fifteen days per year, depending on length of service. No more than twenty (20) working days, or one hundred sixty (160) hours of annual leave, may be carried forward from one calendar year to the next. All excess annual leave shall be forfeited, if not used, unless extenuating circumstances warrant approval of an extension by the Board of County Commissioners of Lincoln County.

Qualified employees are entitled to accumulate sick leave at a rate of twelve days per year. Sick leave can be carried over from year to year up to 960 hours (120 days). Upon termination employees receive no pay for sick time accumulated unless they become eligible. Employees eligible for retirement will be reimbursed for fifty percent (50%) of the accumulated sick leave time if a person has been an employee of Lincoln County for a minimum of fifteen (15) consecutive years prior to retirement. In no case shall reimbursed sick leave exceed 240 hours.

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

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Fund Equity (continued)

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

Fund Equity: In the fund financial statements, governmental funds report reservation of fund balances that are not available for appropriations or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Equity is classified as net assets and displayed in three components:

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

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.

Reclassifications: Certain amounts included in the financial statements have been reclassified to conform to the current year presentation.

STATE OF NEW MEXICO
 Lincoln County
 Notes to the Financial Statements
 June 30, 2008

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets of the County are prepared prior to June 1 and must be approved by resolution of the County Commissioners, and submitted to the Department of Finance and Administration for State approval. Once the budget has been formally approved, any amendments must also be approved by the County Commissioners and the Department of Finance and Administration. A separate budget is prepared for each fund except for the 1st 1/8 Gross Receipts Tax Reserve Debt Service Fund. Line items within each budget may be over-expended; however, it is not legally permissible to over-expend any budget in total at the fund level.

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

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

	Excess (deficiency) of revenues over expenditures	
	Original Budet	Final Budget
Budgeted Funds:		
General Fund	\$ 3,225,895	\$ 3,151,881
Road Special Revenue Fund	\$ (2,275,578)	\$ (2,280,918)
Fire Special Revenue Fund	\$ (1,391,222)	\$ (1,416,486)
Corrections Special Revenue Fund	\$ (1,392,401)	\$ (1,430,101)
Lincoln County Medical CenterSpecial Revenue Fund	\$ (2,550,120)	\$ (3,225,837)
Other Governmental Funds	\$ (4,040,080)	\$ 3,998,156

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

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the Untied States of America (GAAP) a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2008 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 3. Deposits and Investments

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2008.

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 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.

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 \$100,000 in aggregate and separate from the \$100,000 coverage for public unit demand deposits at the same institution.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 3. Deposits and Investments (continued)

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk, other than following state statutes as set forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2008, \$7,383,337 of the County's bank balance of \$7,983,337 was exposed to custodial credit risk because it was collateralized with collateral held by the pledging bank's trust department, not in the County's name.

	<u>First National Bank</u>	<u>Wells Fargo Bank</u>	<u>City Bank</u>
Amount of deposits	\$ 4,197,244	\$ 1,225,000	\$ 1,161,093
FDIC coverage	<u>100,000</u>	<u>200,000</u>	<u>100,000</u>
Total uninsured public funds	4,097,244	1,025,000	1,061,093
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>4,097,244</u>	<u>1,025,000</u>	<u>1,061,093</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	2,048,622	512,500	530,547
Pledged securities	<u>6,418,403</u>	<u>1,315,974</u>	<u>1,200,000</u>
Over (under) collateralized	<u>\$ 4,369,781</u>	<u>\$ 803,474</u>	<u>\$ 669,454</u>
	<u>Compass Bank</u>	<u>Pioneer Bank</u>	<u>Total</u>
Amount of deposits	\$ 1,000,000	\$ 400,000	\$ 7,983,337
FDIC coverage	<u>100,000</u>	<u>100,000</u>	<u>600,000</u>
Total uninsured public funds	900,000	300,000	7,383,337
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>900,000</u>	<u>300,000</u>	<u>7,383,337</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	450,000	150,000	3,691,669
Pledged securities	<u>958,916</u>	<u>415,847</u>	<u>10,309,140</u>
Over (under) collateralized	<u>\$ 508,916</u>	<u>\$ 265,847</u>	<u>\$ 6,617,472</u>

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 3. Deposits and Investments (continued)

Investments

Credit Risk

As of June 30, 2008, the County's investment in the State Treasurer Local Government Investment Pool was rated as AAAM by Standard & Poor's.

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

As of June 30, 2008, the County had the following investments and maturities:

<u>Investment Type</u>	<u>Weighted Average Maturities</u>	<u>Fair Value</u>	<u>Rating</u>
New MexiGROW LGIP	24-day	\$ 4,510,000	AAAM
FNMA Note 4.00% Coupon	> 1 year	270,300	A-1+
Government Securities Mutual Fund	< 1 year	81,809	N/A
U.S. Treasury MM Mutual Fund	< 1 year	11,954	AAA
		<u>\$ 4,874,063</u>	

The investments are listed on Schedule II of this report. The types of investment, interest rate, maturity date and fair value per security are included in the schedule.

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

Concentration of Credit Risk – Investments. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County does not have a policy limiting the concentration of credit risk except to follow applicable statute at Section 6-10-10, NMSA 1978 regarding allowable local government investment. At June 30, 2008, 6% of the County's investments were in FNMA Note 4% Coupon investments.

Custodial Credit Risk – FNMA Note. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County does not have an investment custodial credit risk policy except to follow applicable state statutes at Section 6-10-10, NMSA 1978, regarding allowable local government investments. At June 30, 2008 \$270,300 of the County investment were subject to custodial credit risk because the FNMA 4% Note was held by the counterparty or the counterparty's trust department or agency but not in the County's name.

The County utilizes pooled accounts for their funds. The General, Special Revenue, Capital Projects, and Agency Funds are all in multiple accounts. Separate accounts also exist for Sheriff's Office confiscation related funds.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 3. Deposits and Investments (continued)

Reconciliation of Cash and Cash Equivalents

Primary Government

Reconciliation to the Statement of Net Assets

Cash and cash equivalents per Exhibit A-1	\$ 11,394,133
Restricted cash and cash equivalents per Exhibit A-2	164,030
Cash - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	155,925
Investments per Exhibit A-1	<u>270,300</u>
Total cash and cash equivalents	11,984,388
Add: Outstanding checks and other reconciling items	<u>875,102</u>
	12,859,490
Less: petty cash	(2,090)
Less: investments	<u>(4,874,063)</u>
Bank balance of deposits	<u><u>\$ 7,983,337</u></u>

NOTE 4. Receivables

Receivables as of June 30, 2008, are as follows:

	<u>General</u>	<u>Road</u>	<u>Fire</u>	<u>Corrections</u>	<u>Lincoln County Medical Center</u>	<u>Total Nonmajor Funds</u>	<u>Total</u>
Property taxes	\$ 426,465	\$ -	\$ -	\$ -	\$ 95,393	\$ 513	\$ 522,371
Other taxes:							
Gross receipts taxes	-	-	-	-	-	138,288	138,288
Gasoline and oil taxes	-	29,375	-	-	-	14,073	43,448
Other receivables:							
Licenses and fees	-	-	-	-	66,667	-	66,667
Interest	-	-	-	-	-	8,303	8,303
Intergovernmental:							
State	27,057	-	90	79,672	-	141,819	248,638
Federal	-	-	-	-	-	90,599	90,599
Totals	<u><u>\$ 453,522</u></u>	<u><u>\$ 29,375</u></u>	<u><u>\$ 90</u></u>	<u><u>\$ 79,672</u></u>	<u><u>\$ 162,060</u></u>	<u><u>\$ 393,595</u></u>	<u><u>\$ 1,118,314</u></u>

In accordance with GASB No. 33, the property tax revenues that were not collected within the period of availability, \$383,625, have been reclassified as deferred revenue in the governmental fund financial statements. All of the above receivables are deemed to be fully collectible.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 5. Interfund Receivables, Payables, and Transfers

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

Transfers Out	Transfers In	Amount
Primary Government		
General Fund	Road Special Revenue Fund	\$ 2,000,000
General Fund	Recreation Special Revenue Fund	214
General Fund	Special Program Special Revenue Fund	118,656
General Fund	Capital Improvements Special Revenue Fund	450,000
General Fund	SWCD/RC&D Special Revenue Fund	2,000
General Fund	Agreements Special Revenue Fund	127,925
General Fund	Gas Tax Special Revenue Fund	121,603
General Fund	Predatory Animal Control Special Revenue Fund	23,561
General Fund	Corrections Special Revenue Fund	1,061,359
General Fund	Homeland Security Special Revenue Fund	28,185
General Fund	Zia Senior Center Special Revenue Fund	6,678
General Fund	CDBG Grant Special Revenue Fund	5,609
General Fund	Juvenile Special Revenue Fund	282,483
SWCD/RC&D Special Revenue Fund	General Fund	418
Forest Health Special Revenue Fund	General Fund	24,051
1st 1/8th GRT State Reserve	Corrections Special Revenue Fund	372,087
1st 1/8th GRT Income	1st 1/8th GRT State Reserve	372,413
1st 1/8th Debt Reserve	General Fund	11,639
1st 1/8th Debt Reserve	Corrections Special Revenue Fund	2,619
	Total	\$ 5,011,500

There were no interfund balances at June 30, 2008.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 6. Capital Assets

The following is a summary of capital assets and changes occurring during the year ended June 30, 2008. Land and construction in progress are not subject to depreciation.

	Balance <u>June 30, 2007</u>	<u>Reclassification</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2008</u>
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 518,550	\$ 3,837,742	\$ -	\$ -	\$ 4,356,292
Construction in progress	-	-	2,848,062	-	2,848,062
	<u>518,550</u>	<u>3,837,742</u>	<u>2,848,062</u>	<u>-</u>	<u>7,204,354</u>
Total capital assets not being depreciated					
	<u>518,550</u>	<u>3,837,742</u>	<u>2,848,062</u>	<u>-</u>	<u>7,204,354</u>
Capital assets being depreciated:					
Buildings and improvements	12,926,965	(3,836,917)	7,030	-	9,097,078
Equipment	12,986,742	-	875,249	1,754,923	12,107,068
Other improvements	146,777	(825)	-	8,278	137,674
	<u>26,060,484</u>	<u>(3,837,742)</u>	<u>882,279</u>	<u>1,763,201</u>	<u>21,341,820</u>
Total capital assets being depreciated					
	<u>26,060,484</u>	<u>(3,837,742)</u>	<u>882,279</u>	<u>1,763,201</u>	<u>21,341,820</u>
Less accumulated depreciation:					
Buildings and improvements	4,474,909	-	231,579	491,799	4,214,689
Equipment	8,907,692	-	823,093	1,642,506	8,088,279
Other improvements	38,120	-	16,210	-	54,330
	<u>13,420,721</u>	<u>-</u>	<u>1,070,882</u>	<u>2,134,305</u>	<u>12,357,298</u>
Total accumulated depreciation					
	<u>13,420,721</u>	<u>-</u>	<u>1,070,882</u>	<u>2,134,305</u>	<u>12,357,298</u>
Capital Assets, Net	<u>\$ 13,158,313</u>	<u>\$ -</u>	<u>\$ 2,659,459</u>	<u>\$ (371,104)</u>	<u>\$ 16,188,876</u>

Depreciation expense for the year ended June 30, 2008 was charged to the function of the governmental activities as follows:

General Government	\$ 91,882
Public Safety	239,428
Public Works	355,252
Health & Welfare	274,129
Culture & Recreation	<u>110,191</u>
	<u>\$ 1,070,882</u>

STATE OF NEW MEXICO
 Lincoln County
 Notes to the Financial Statements
 June 30, 2008

NOTE 7. Long-term Debt

During the year ended June 30, 2008, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	<u>Balance June 30, 2007</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance June 30, 2008</u>	<u>Due Within One Year</u>
Gross Receipts Revenue Bonds	\$ 3,660,000	\$ -	\$ 90,000	\$ 3,570,000	\$ 95,000
NMFA Loans	373,274	290,000	110,427	552,847	91,473
Capital Leases	1,007,045	-	104,346	902,699	100,068
Compensated Absences	134,110	331,313	327,287	138,136	-
Total long-term debt	<u>\$ 5,174,429</u>	<u>\$ 621,313</u>	<u>\$ 632,060</u>	<u>\$ 5,163,682</u>	<u>\$ 286,541</u>

Gross Receipts Revenue Bonds

Bonds outstanding at June 30, 2008 consisted of the following bonds.

Gross Receipts Tax Revenue Bond – 4/12/2002 issue	
Original issue	\$4,035,000
Interest due	December 1 and June 1
Principal due	June 1
Maturity Date	June 1, 2030
Interest rates from 4.25% to 5.125%	

The annual requirements to amortize the Bonds Payable as of June 30, 2008, including interest payments are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2009	\$ 95,000	\$ 175,055	\$ 270,055
2010	100,000	170,780	270,780
2011	105,000	164,868	269,868
2012	110,000	161,556	271,556
2013	115,000	156,880	271,880
2014-2018	655,000	702,330	1,357,330
2019-2023	830,000	528,176	1,358,176
2024-2028	1,055,000	297,254	1,352,254
2029-2033	505,000	39,208	544,208
	<u>\$ 3,570,000</u>	<u>\$ 2,396,107</u>	<u>\$ 5,966,107</u>

Gross Receipts Revenue Bonds have been liquidated by the 1st 1/8 GRT Income Special Revenue Fund in prior years.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 7. Long-term Debt (continued)

Loans and Capital Leases

The County has entered into several loan agreements with the New Mexico Finance Authority, wherein the County pledged revenue derived from New Mexico Fire Protection Allotments to cover debt service. This revenue is subject to intercept agreements. Additionally, the County entered into lease agreements as lessee for financing the acquisition of equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. The capital leases are as follows:

Capital Leases:

Description	Date of Issue	Balloon Payment Due	Interest Rate	Original Amount of Issue	Balance June 30, 2008
State Board of Finance	March 1996	-	0.00%	\$ 69,550	\$ 13,910
State Board of Finance	September 2002	-	0.00%	33,600	6,720
6 Caterpillar Motor Graders	August 2004	May 2010	4.20%	1,058,622	798,949
Caterpillar Financial Services	June 2006	-	7.97%	113,906	83,120
Total Capital Leases					<u>\$ 902,699</u>

NMFA Loans:

Description	Date of Issue	Maturity Date	Interest Rate	Original Amount of Issue	Balance June 30, 2008
NMFA Loan	December 2002	May 2013	1.39-3.89%	\$ 100,000	\$ 54,313
NMFA Loan	September 1999	May 2010	3.68-5.25%	128,206	-
NMFA Loan	December 2002	May 2013	1.39-3.80%	150,000	81,631
NMFA Loan	September 1999	May 2010	3.00%	47,710	-
NMFA Loan	May 2005	May 2015	2.34-3.73%	40,000	29,308
NMFA Loan	November 2004	May 2015	.83-3.31%	144,312	105,474
NMFA Loan	September 2006	May 2017	3.42-3.95%	90,000	82,121
NMFA Loan	December 2007	May 2018	-	200,000	200,000
Total Capital Leases					<u>\$ 552,847</u>

The annual requirements to amortize the Loans and Capital Leases Payable as of June 30, 2008, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2009	\$ 191,541	\$ 48,446	\$ 239,987
2010	808,800	25,911	834,711
2011	95,231	10,532	105,763
2012	98,731	7,176	105,907
2013	79,824	4,347	84,171
2014-2018	181,419	5,029	186,448
	<u>\$ 1,455,546</u>	<u>\$ 101,441</u>	<u>\$ 1,556,987</u>

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 7. Long-term Debt (continued)

Loans and capital leases have been liquidated by the Fire, Road and Legislative Grants Capital Projects Funds in prior years.

Compensated Absences – Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2008, compensated absences increased \$4,026 over the prior year accrual.

NOTE 8. Risk Management

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

Lincoln 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 9. Other Required Individual Fund Disclosures

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

- A. Deficit fund balance of individual funds. The following fund reflected a deficit fund balance as of June 30, 2008:

Senior Citizen's Special Revenue Fund	\$ (9,152)
Misdemeanor Compliance Special Revenue Fund	<u>(5,514)</u>
Total Governmental Funds	<u>\$ (14,666)</u>

The County incurred more expenditures than revenue received in these funds in the current year. The County anticipates these fund balances will not be in a deficit state in subsequent years.

- B. Excess of expenditures over appropriations. There were not any funds with expenditures in excess of appropriations.
- C. Designated cash appropriations in excess of available balances. There were not any funds with designated cash appropriations in excess of available balances.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 10. PERA Pension Plan

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

Funding Policy: Plan members are required to contribute the following percentages of their gross salary: 16.3% for law enforcement and fire protection employees; and 15.65% for municipal employees. The County was required to contribute the following percentages of the gross covered salary: 18.5% for law enforcement and fire protection plan members; and 11.65% for municipal plan members. The contribution requirements of plan members and Lincoln County are established in State Statute under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County's contributions to PERA for the years ended June 30, 2008, 2007 and 2006 were \$359,892, \$332,404, and \$304,600, respectively, which equals the amount of the required contributions for each fiscal year.

NOTE 11. Post-Employment Benefits – Retiree Health Care Plan

Plan Description. Lincoln County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which the event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 11. Post-Employment Benefits – Retiree Health Care Plan

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee’s annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature.

Lincoln County’s contributions to the RHCA for the years ended June 30, 2008, and 2007 were \$39,724 and \$36,663, respectively which equaled the required contributions each year.

NOTE 12. Joint Powers Agreements

Fire Truck for Arabela Volunteer Fire Department

Participants	Lincoln County New Mexico Energy, Minerals and Natural Resources Department
Responsible party	Lincoln County New Mexico Energy, Minerals and Natural Resources Department
Description	The County will purchase a fire truck that complies with the national Fire Association 1906 guidelines and then EMNRD will give Lincoln County \$100,000
Term of agreement	Terms will expire on March 30, 2008
Amount of project	Estimated to be \$100,000
County contributions	Any amounts that exceed \$100,000
Audit responsibility	Lincoln County

STATE OF NEW MEXICO
 Lincoln County
 Notes to the Financial Statements
 June 30, 2008

NOTE 12. Joint Powers Agreements (continued)

Water Resources Investigations

Participants	Lincoln County U.S. Geological Survey, United States Department of the Interior
Responsible party	Lincoln County U.S. Geological Survey, United States Department of the Interior
Description	Lincoln County and The U.S. Geological Survey, US Department of the Interior will each contribute \$47,500 for a project for the development of a monitoring plan to characterize hydrologic conditions in Lincoln County
Term of agreement	April 17, 2007 to September 30, 2007
Amount of project	\$95,000
County contributions	\$47,500
Audit responsibility	Lincoln County

NOTE 13. Contingent Liabilities

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

NOTE 14. Commitments

The County had commitments at June 30, 2008 for a one year management contract with Emerald Company for the management of the County Detention Center. As of June 30, 2008 \$2,455,538 was committed for the year remaining on the management contract. The County had commitments at June 30, 2008 for the completion of the Lincoln County Medical Center with National Construction Company. As of June 30, 2008, \$1,097,294 was committed for the 2009 fiscal year. The County had commitments at June 30, 2008 for the completion of the Lincoln County Fire Station Addition with Jack Wayte Construction Company. As of June 30, 2008, \$33,791 was committed for the 2009 fiscal year

The commitment is as follows:

	<u>Year Ending</u>	Amount
Detention Center Mgmt Contract	2009	\$ 2,455,538
Lincoln County Medical Center	2009	1,097,294
Lincoln County Fire Station	2009	<u>33,791</u>
Total commitments		<u>\$ 3,586,623</u>

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2008

NOTE 15. Restricted Net Assets

The government-wide statement of net assets reports \$6,810,289 of restricted assets, all of which is restricted by enabling legislation. For descriptions of the related enabling legislation for special revenue, debt service and capital project funds, see pages 34, and 55-56.

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
June 30, 2008

Recreation Special Revenue Fund – To account for revenues and expenditures related to the County’s Youth recreational activities. Funds are provided by the state shared cigarette tax. The fund was created by authority of state statute (see Section 7-12-15, NMSA 1978 Compilation).

Special Programs Special Revenue Fund-To account for the County’s support of the community service programs, activities, and events. Authority for creation of the fund is the County Commission at budget adoption and approval.

Clerks Equipment Special Revenue Fund – To account for revenues and expenditures for control of equipment. The fees collected are restricted in that they may only be used for the purchase of equipment associated with the recording, filing, maintaining, or reproducing of documents in the Office of the County Clerk. This fund was created by authority of state statute (see Section 14-8-2.2, NMSA 1978 Compilation).

Soil and Water Conservation District Special Revenue Fund- to account for the collection of a special tax devoted to funding a portion of the Solid Waste authority as specified in section 7-20E-17 NMSA 1978.

Agreements Special Revenue Fund - To account for funds transferred from the general fund to pay for agreements and contract that the county has with other entities. Authority for creation of the fund is the County Commission at budget adoption and approval.

Legislative Appropriations Special Revenue Fund – To account for funds received from the Legislature for special projects. This fund was created by authority of NMSA 1978, Sections 4-38-13 and 4-38-16.

Gas Tax Special Revenue Fund- To account for the collection and use of the gas tax to construct and maintain streets, roads, bridges, and other projects. Funding Authority is Section 7-1-6.26 NMSA, 1978

Predatory Animal Control Special Revenue Fund- To account for the management of the County’s population of predatory animals. Financing is provided by specific annual tax levy on livestock authorized by the County Commission.

Forest Reserve Special Revenue Fund - To account for funds appropriated to the County for forest health by the federal government authority.

Lodgers’ Tax Special Revenue Fund- To account for the county-wide lodgers’ tax collected by the County. Expenditures are limited to promotion of tourism in the County. Authority is Section 3-38-17.1 NMSA 1978.

Drug Enforcement Grant Special Revenue Fund- To account for a special grant from the New Mexico Department of Public Safety for drug enforcement purposes as specified in section 19-13-1 NMSA 1978.

Homeland Security Grant Special Revenue - To account for funds appropriated to the County for Homeland Security by the federal government authority

Sheriff Seizure Special Revenue Fund- In accordance with NMSA Section 54-11-33, the sheriff’s covert investigative activity account is funded by formal court awarded forfeitures for such purposes.

Reappraisal Special Revenue Fund – 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).

Emergency Medical Services Special Revenue Fund- To account for a special grant from the state of New Mexico for purchasing basic medical equipment for the Bonito Fire Department. Authority is a grant from the State of New Mexico.

Rural Health Clinic Special Revenue Fund – To account for gross receipts taxes collected to be used for the health and welfare of the County’s citizens. Authority is a local ordinance authorized by Section 7-20E-17, NMSA, 1978.

Law Enforcement Protection Special Revenue Fund – 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.

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Lincoln County
Nonmajor Governmental Funds
June 30, 2008

Senior Citizen's Special Revenue Fund-To account for the operations of the Senior Center funded by the Eastern NM Area Agency of Aging, fund raising activities, and the County's contribution. Authorized by ordinance.

Environmental Gross Receipts Special Revenue Fund – To account for a gross receipts tax imposed to fund environmental activities, mainly sanitary landfills, water systems and environmental services. Authority is local ordinance authorized by NMSA 1978 7-20E-17.

Enhanced 911 Special Revenue Fund - To account for a special grant from the New Mexico Department of Public Safety for enhancing the emergency 911 system. Authority is section 63-9D-1, "Enhanced 911 Act", NMSA 1978.

Forest Health Special Revenue Fund - To account for funds appropriated to the county for forest health by the federal government.

Misdemeanor Compliance Special Revenue Fund - To account for funds awarded to the County by the authority of the New Mexico Department of Public Safety.

CDBG Grant Special Revenue Fund- To account for a Community Development Block Grant from the State of New Mexico and the Department of Housing and Urban Development to develop viable urban communities by providing decent housing and suitable living environment, and by expanding economic opportunities, principally for low- and moderate- income persons. This program is authorized under Title I of the Housing and Community Development Act of 1974, Public Law 93-383, as amended; 42 U.S.C.-5301 et seq.

Indigent Health Care Special Revenue Fund – 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).

Juvenile Justice Grant Special Revenue Fund – To account for grant funds received from Children, Youth and Family Department to provide a community corrections program and service for the diversion of adjudicated delinquents to community-based settings. Authority for creation is Juvenile Community Corrections Act, Section 33-9a-1 to 33-9a-6 NMSA 1978.

HIDTA Partnership Special Revenue Fund- To account for a grant from the National Office of Drug Control Policy utilized in high intensity drug trafficking areas. Authority for creation is contained in Anti-drug Abuse Act of 1988. Public Law 100-690.

1st 1/8 GRT Reserve Debt Service Fund – To account for 1/8th cent of the proceeds from "first one-eighth increment" gross receipts tax imposed by the County for debt service reserve amounts per bond covenants and under NMSA 7-20E-11. Authority for creation of the fund is by County Commission Ordinance 1999-06 and the County Commission budget adoption and approval.

1st 1/8 GRT Income Debt Service Fund – To account for 1/8th cent of the proceeds from "first one-eighth increment" gross receipts tax imposed by the County under NMSA 7-20E-11. Authority for creation of the fund is by County Commission Ordinance 1999-06 and the County Commission budget adoption and approval.

1st 1/8 GRT Debt Reserve Debt Service Fund – To account for 1/8th cent of the proceeds from "first one-eighth increment" gross receipts tax imposed by the County under NMSA 7-20E-11. To account for funds accumulated to make debt service principal and interest payments on bonds owed by the County. Authority for creation of the fund is by county commission Ordinance 1999-06 and the County Commission budget adoption and approval.

Capital Improvements – To account for capital expenditures made by the County to acquire vehicles, make renovations to existing County facilities and the purchase of a water tanker. Authority for creation of the fund is by County Commission budget adoption and approval.

STATE OF NEW MEXICO
 Lincoln County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2008

Special Revenue

	Recreation	Special Programs	Clerk's Equipment	Soil & Water Conservation District
<i>Assets:</i>				
Cash and cash equivalents	\$ -	\$ 1,752	\$ 295,325	\$ -
Investments	-	-	-	-
Receivables:				
Property taxes receivable	-	-	-	-
Other taxes receivable	-	-	-	-
Other accounts receivable	-	-	-	-
Due from other funds	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 1,752</u>	<u>\$ 295,325</u>	<u>\$ -</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Unreserved, reported in				
Special revenue	-	1,752	295,325	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>1,752</u>	<u>295,325</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 1,752</u>	<u>\$ 295,325</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Agreements</u>	<u>Legislative Appropriation</u>	<u>Gas Tax</u>	<u>Predatory Animal Control</u>	<u>Forest Reserve</u>
\$ 6,801	\$ 30,607	\$ -	\$ -	\$ 10,734
-	-	-	-	-
-	-	-	513	-
-	-	14,073	-	-
-	94,765	-	-	-
-	-	-	-	-
<u>\$ 6,801</u>	<u>\$ 125,372</u>	<u>\$ 14,073</u>	<u>\$ 513</u>	<u>\$ 10,734</u>
\$ 3,225	\$ 15,350	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	332	-
<u>3,225</u>	<u>15,350</u>	<u>-</u>	<u>332</u>	<u>-</u>
3,576	110,022	14,073	181	10,734
-	-	-	-	-
-	-	-	-	-
<u>3,576</u>	<u>110,022</u>	<u>14,073</u>	<u>181</u>	<u>10,734</u>
<u>\$ 6,801</u>	<u>\$ 125,372</u>	<u>\$ 14,073</u>	<u>\$ 513</u>	<u>\$ 10,734</u>

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2008

Special Revenue

	Lodgers' Tax	Drug Enforcement Grant	Homeland Security Grant	Sheriff's Seizure
<i>Assets:</i>				
Cash and cash equivalents	\$ 74,622	\$ 24,392	\$ -	\$ 49,565
Investments	-	-	-	-
Receivables:				
Property taxes receivable	-	-	-	-
Other taxes receivable	-	-	-	-
Other accounts receivable	-	-	-	-
Due from other funds	-	-	-	-
<i>Total assets</i>	<u>\$ 74,622</u>	<u>\$ 24,392</u>	<u>\$ -</u>	<u>\$ 49,565</u>
<i>Liabilities</i>				
Accounts payable	\$ 2,000	\$ 3,374	\$ -	\$ -
Accrued payroll	-	907	-	-
Deferred revenue	-	-	-	-
<i>Total liabilities</i>	<u>2,000</u>	<u>4,281</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Unreserved, reported in				
Special revenue	72,622	20,111	-	49,565
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	<u>72,622</u>	<u>20,111</u>	<u>-</u>	<u>49,565</u>
<i>Total liabilities and fund balances</i>	<u>\$ 74,622</u>	<u>\$ 24,392</u>	<u>\$ -</u>	<u>\$ 49,565</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Reappraisal	Emergency Medical Services	Rural Health Clinic	Law Enforcement Protection	Senior Citizen's	Environmental Gross Receipts
\$ 142,838	\$ 84,956	\$ 332,466	\$ 9,987	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	16,550
-	-	-	28,400	12,199	-
-	-	-	-	-	-
<u>\$ 142,838</u>	<u>\$ 84,956</u>	<u>\$ 332,466</u>	<u>\$ 38,387</u>	<u>\$ 12,199</u>	<u>\$ 16,550</u>
\$ 8	\$ -	\$ -	\$ -	\$ 4,995	\$ -
1,611	-	-	-	16,356	-
-	-	-	-	-	-
<u>1,619</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,351</u>	<u>-</u>
141,219	84,956	332,466	38,387	(9,152)	16,550
-	-	-	-	-	-
-	-	-	-	-	-
<u>141,219</u>	<u>84,956</u>	<u>332,466</u>	<u>38,387</u>	<u>(9,152)</u>	<u>16,550</u>
<u>\$ 142,838</u>	<u>\$ 84,956</u>	<u>\$ 332,466</u>	<u>\$ 38,387</u>	<u>\$ 12,199</u>	<u>\$ 16,550</u>

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2008

Special Revenue

	Enhanced 911	Forest Health	Misdemeanor Compliance	CDBG Grant
<i>Assets:</i>				
Cash and cash equivalents	\$ 2,951	\$ -	\$ -	\$ -
Investments	-	-	-	-
<i>Receivables:</i>				
Property taxes receivable	-	-	-	-
Other taxes receivable	-	-	-	-
Other accounts receivable	-	-	-	50,000
Due from other funds	-	-	-	-
<i>Total assets</i>	<u>\$ 2,951</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,000</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 5,514	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>5,514</u>	<u>-</u>
<i>Fund balances</i>				
Unreserved, reported in				
Special revenue	2,951	-	(5,514)	50,000
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	<u>2,951</u>	<u>-</u>	<u>(5,514)</u>	<u>50,000</u>
<i>Total liabilities and fund balances</i>	<u>\$ 2,951</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,000</u>

The accompanying notes are an integral part of these financial statements

Special Revenue			Debt Service	
Indigent Health Care	Juvenile Justice Grant	HIDTA Partnership	1st 1/8 GRT Reserve	1st 1/8 GRT Income Fund
\$ 128,170	\$ 92,470	\$ 8,850	\$ 160,380	\$ -
-	-	-	-	-
-	-	-	-	-
60,869	-	-	-	60,869
-	47,054	-	-	-
-	-	-	-	-
<u>\$ 189,039</u>	<u>\$ 139,524</u>	<u>\$ 8,850</u>	<u>\$ 160,380</u>	<u>\$ 60,869</u>
\$ 82,973	\$ 35,026	\$ -	\$ -	\$ -
2,255	-	-	-	-
-	-	-	-	-
<u>85,228</u>	<u>35,026</u>	<u>-</u>	<u>-</u>	<u>-</u>
103,811	104,498	8,850	-	-
-	-	-	160,380	60,869
-	-	-	-	-
<u>103,811</u>	<u>104,498</u>	<u>8,850</u>	<u>160,380</u>	<u>60,869</u>
<u>\$ 189,039</u>	<u>\$ 139,524</u>	<u>\$ 8,850</u>	<u>\$ 160,380</u>	<u>\$ 60,869</u>

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STATE OF NEW MEXICO
 Lincoln County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2008

	<u>Debt Service</u>	<u>Capital Projects</u>	
	<u>1st 1/8 GRT Debt Reserve</u>	<u>Capital Improvements</u>	<u>Total Nonmajor Governmental Funds</u>
<i>Assets:</i>			
Cash and cash equivalents	\$ 3,650	\$ 26,261	\$ 1,486,777
Investments	270,300	-	270,300
<i>Receivables:</i>			
Property taxes receivable	-	-	513
Other taxes receivable	-	-	152,361
Other accounts receivable	8,303	-	240,721
Due from other funds	-	-	-
	<u>\$ 282,253</u>	<u>\$ 26,261</u>	<u>\$ 2,150,672</u>
<i>Liabilities</i>			
Accounts payable	\$ -	\$ 9,808	\$ 162,273
Accrued payroll	-	-	21,129
Deferred revenue	-	-	332
	<u>-</u>	<u>9,808</u>	<u>183,734</u>
<i>Fund balances</i>			
Unreserved, reported in			
Special revenue	-	-	1,446,983
Debt service	282,253	-	503,502
Capital projects	-	16,453	16,453
	<u>282,253</u>	<u>16,453</u>	<u>1,966,938</u>
<i>Total liabilities and fund balances</i>	<u>\$ 282,253</u>	<u>\$ 26,261</u>	<u>\$ 2,150,672</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ending June 30, 2008

	Special Revenue			
	Recreation	Special Programs	Clerk's Equipment	Soil & Water Conservation District
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	1,386	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	43,250	-
Investment income	-	-	11,663	-
Miscellaneous	-	225	503	17
<i>Total revenues</i>	<u>1,386</u>	<u>225</u>	<u>55,416</u>	<u>17</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	51,442	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	6,401	33,430	-	-
Health and welfare	-	68,699	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,401</u>	<u>102,129</u>	<u>51,442</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(5,015)</u>	<u>(101,904)</u>	<u>3,974</u>	<u>17</u>
<i>Other financing sources (uses)</i>				
Proceeds from sale of equipment	-	-	-	-
Transfers in	214	118,656	-	2,000
Transfers out	-	-	-	(418)
<i>Total other financing sources (uses)</i>	<u>214</u>	<u>118,656</u>	<u>-</u>	<u>1,582</u>
<i>Net change in fund balances</i>	(4,801)	16,752	3,974	1,599
<i>Fund balances - beginning of year</i>	<u>4,801</u>	<u>(15,000)</u>	<u>291,351</u>	<u>(1,599)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 1,752</u>	<u>\$ 295,325</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Agreements</u>	<u>Legislative Appropriation</u>	<u>Gas Tax</u>	<u>Predatory Animal Control</u>	<u>Forest Reserve</u>
\$ -	\$ -	\$ -	\$ 22,933	\$ -
-	-	-	-	-
-	-	170,155	-	-
-	-	-	-	-
-	-	-	-	14,874
-	-	-	-	-
-	588,156	-	-	-
-	84,064	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
10,000	-	-	29,268	-
<u>10,000</u>	<u>672,220</u>	<u>170,155</u>	<u>52,201</u>	<u>14,874</u>
134,349	-	-	-	-
-	-	-	-	-
-	-	268,058	-	-
-	35,922	-	-	-
-	593,511	-	75,651	4,140
-	53,102	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>134,349</u>	<u>682,535</u>	<u>268,058</u>	<u>75,651</u>	<u>4,140</u>
<u>(124,349)</u>	<u>(10,315)</u>	<u>(97,903)</u>	<u>(23,450)</u>	<u>10,734</u>
-	-	-	-	-
127,925	-	121,603	23,561	-
-	-	-	-	-
<u>127,925</u>	<u>-</u>	<u>121,603</u>	<u>23,561</u>	<u>-</u>
3,576	(10,315)	23,700	111	10,734
-	120,337	(9,627)	70	-
<u>\$ 3,576</u>	<u>\$ 110,022</u>	<u>\$ 14,073</u>	<u>\$ 181</u>	<u>\$ 10,734</u>

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ending June 30, 2008

	Special Revenue			
	Lodgers' Tax	Drug Enforcement Grant	Homeland Security Grant	Sheriff's Seizure
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	67,030	-	-	-
Intergovernmental:				
Federal operating grants	-	-	49,816	-
Federal capital grants	-	-	-	-
State operating grants	-	74,113	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	2,910	-	-	1,941
Miscellaneous	-	-	-	292
<i>Total revenues</i>	<u>69,940</u>	<u>74,113</u>	<u>49,816</u>	<u>2,233</u>
<i>Expenditures:</i>				
Current:				
General government	46,416	-	-	-
Public safety	-	99,777	-	1,390
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	78,001	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>46,416</u>	<u>99,777</u>	<u>78,001</u>	<u>1,390</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>23,524</u>	<u>(25,664)</u>	<u>(28,185)</u>	<u>843</u>
<i>Other financing sources (uses)</i>				
Proceeds from sale of equipment	-	-	-	-
Transfers in	-	-	28,185	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>28,185</u>	<u>-</u>
<i>Net change in fund balances</i>	23,524	(25,664)	-	843
<i>Fund balances - beginning of year</i>	<u>49,098</u>	<u>45,775</u>	<u>-</u>	<u>48,722</u>
<i>Fund balances - end of year</i>	<u>\$ 72,622</u>	<u>\$ 20,111</u>	<u>\$ -</u>	<u>\$ 49,565</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Reappraisal</u>	<u>Emergency Medical Services</u>	<u>Rural Health Clinic</u>	<u>Law Enforcement Protection</u>	<u>Senior Citizen's</u>	<u>Environmental Gross Receipts</u>
\$ -	\$ -	\$ 404,271	\$ -	\$ -	\$ -
-	-	-	-	-	154,981
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	100,879	-
-	-	-	-	-	-
-	56,118	-	58,600	393,028	-
-	-	-	-	10,000	-
-	-	-	-	163,044	-
179,490	-	-	-	-	-
-	-	-	-	-	-
-	-	13,717	-	-	-
550	-	-	-	1,234	-
<u>180,040</u>	<u>56,118</u>	<u>417,988</u>	<u>58,600</u>	<u>668,185</u>	<u>154,981</u>
68,218	-	-	-	-	-
-	6,848	-	26,696	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	457,000	-	689,591	159,187
52,820	94,705	-	-	17,405	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>121,038</u>	<u>101,553</u>	<u>457,000</u>	<u>26,696</u>	<u>706,996</u>	<u>159,187</u>
<u>59,002</u>	<u>(45,435)</u>	<u>(39,012)</u>	<u>31,904</u>	<u>(38,811)</u>	<u>(4,206)</u>
-	450	-	-	-	-
-	-	-	-	6,678	-
-	-	-	-	-	-
<u>-</u>	<u>450</u>	<u>-</u>	<u>-</u>	<u>6,678</u>	<u>-</u>
59,002	(44,985)	(39,012)	31,904	(32,133)	(4,206)
<u>82,217</u>	<u>129,941</u>	<u>371,478</u>	<u>6,483</u>	<u>22,981</u>	<u>20,756</u>
<u>\$ 141,219</u>	<u>\$ 84,956</u>	<u>\$ 332,466</u>	<u>\$ 38,387</u>	<u>\$ (9,152)</u>	<u>\$ 16,550</u>

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ending June 30, 2008

	Special Revenue			
	Enhanced 911	Forest Health	Misdemeanor Compliance	CDBG Grant
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	50,000
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	90,779	-
Investment income	-	-	-	-
Miscellaneous	392	-	-	-
<i>Total revenues</i>	392	-	90,779	50,000
<i>Expenditures:</i>				
Current:				
General government	-	-	-	1,770
Public safety	392	-	96,413	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	392	-	96,413	1,770
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(5,634)	48,230
<i>Other financing sources (uses)</i>				
Proceeds from sale of equipment	-	-	-	-
Transfers in	-	-	-	5,609
Transfers out	-	(24,051)	-	-
<i>Total other financing sources (uses)</i>	-	(24,051)	-	5,609
<i>Net change in fund balances</i>	-	(24,051)	(5,634)	53,839
<i>Fund balances - beginning of year</i>	2,951	24,051	120	(3,839)
<i>Fund balances - end of year</i>	\$ 2,951	\$ -	\$ (5,514)	\$ 50,000

The accompanying notes are an integral part of these financial statements

Special Revenue			Debt Service	
Indigent Health Care	Juvenile Justice Grant	HIDTA Partnership	1st 1/8 GRT Reserve	1st 1/8 GRT Income Fund
\$ -	\$ -	\$ -	\$ -	\$ -
643,454	-	-	-	643,454
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	144,200	36,152	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
10,397	-	182	-	-
<u>653,851</u>	<u>144,200</u>	<u>36,334</u>	<u>-</u>	<u>643,454</u>
-	-	-	-	-
-	310,340	46,452	-	-
-	-	-	-	-
-	-	-	-	-
786,969	-	-	-	-
-	-	-	-	-
-	-	-	-	90,000
-	-	-	-	179,105
<u>786,969</u>	<u>310,340</u>	<u>46,452</u>	<u>-</u>	<u>269,105</u>
<u>(133,118)</u>	<u>(166,140)</u>	<u>(10,118)</u>	<u>-</u>	<u>374,349</u>
-	-	-	-	-
-	282,483	-	372,413	-
-	-	-	(372,087)	(372,413)
-	<u>282,483</u>	<u>-</u>	<u>326</u>	<u>(372,413)</u>
(133,118)	116,343	(10,118)	326	1,936
<u>236,929</u>	<u>(11,845)</u>	<u>18,968</u>	<u>160,054</u>	<u>58,933</u>
<u>\$ 103,811</u>	<u>\$ 104,498</u>	<u>\$ 8,850</u>	<u>\$ 160,380</u>	<u>\$ 60,869</u>

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STATE OF NEW MEXICO
 Lincoln County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ending June 30, 2008

	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>1st 1/8 GRT Debt Reserve</u>	<u>Capital Improvements</u>	
<i>Revenues:</i>			
Taxes:			
Property	\$ -	\$ -	\$ 427,204
Gross receipts	-	-	1,441,889
Gasoline and motor vehicle taxes	-	-	170,155
Other	-	-	68,416
Intergovernmental:			
Federal operating grants	-	-	165,569
Federal capital grants	-	-	-
State operating grants	-	-	1,400,367
State capital grants	-	-	94,064
Local sources	-	-	163,044
Charges for services	-	-	179,490
Licenses and fees	-	-	134,029
Investment income	-	-	30,231
Miscellaneous	8,303	-	61,363
<i>Total revenues</i>	8,303	-	4,335,821
<i>Expenditures:</i>			
Current:			
General government	-	-	302,195
Public safety	-	12,122	600,430
Public works	-	-	268,058
Culture and recreation	-	-	75,753
Health and welfare	-	20,000	2,854,748
Capital outlay	-	401,425	697,458
Debt service:			
Principal	-	-	90,000
Interest	-	-	179,105
<i>Total expenditures</i>	-	433,547	5,067,747
<i>Excess (deficiency) of revenues over expenditures</i>	8,303	(433,547)	(731,926)
<i>Other financing sources (uses)</i>			
Proceeds from sale of equipment	-	-	450
Transfers in	-	450,000	1,539,327
Transfers out	(14,258)	-	(783,227)
<i>Total other financing sources (uses)</i>	(14,258)	450,000	756,550
<i>Net change in fund balances</i>	(5,955)	16,453	24,624
<i>Fund balances - beginning of year</i>	288,208	-	1,942,314
<i>Fund balances - end of year</i>	\$ 282,253	\$ 16,453	\$ 1,966,938

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Recreation Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-1

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	1,600	1,600	1,386	(214)
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,600</u>	<u>1,600</u>	<u>1,386</u>	<u>(214)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	6,401	6,401	6,401	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,401</u>	<u>6,401</u>	<u>6,401</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,801)</u>	<u>(4,801)</u>	<u>(5,015)</u>	<u>(214)</u>
<i>Other financing sources (uses)</i>				
Designated cash	4,801	4,801	-	(4,801)
Transfers in	-	-	214	214
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,801</u>	<u>4,801</u>	<u>214</u>	<u>(4,587)</u>
<i>Net change in fund balance</i>	-	-	(4,801)	(4,801)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,801</u>	<u>4,801</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (4,801)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (4,801)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-2

Lincoln County

Special Programs Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	225	225
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>225</u>	<u>225</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	48,750	48,750	48,430	320
Health and welfare	69,906	69,906	68,699	1,207
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>118,656</u>	<u>118,656</u>	<u>117,129</u>	<u>1,527</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(118,656)</u>	<u>(118,656)</u>	<u>(116,904)</u>	<u>1,752</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	118,656	118,656	118,656	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>118,656</u>	<u>118,656</u>	<u>118,656</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	1,752	1,752
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,752</u>	<u>\$ 1,752</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,752
No adjustments to revenues				-
Adjustment for prior year accounts payable accrual				15,000
Net change in fund balance (GAAP)				<u>\$ 16,752</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-3

Lincoln County

Clerk's Equipment Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variations Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	47,000	47,000	43,250	(3,750)
Investment income	12,000	12,000	11,663	(337)
Miscellaneous	-	-	503	503
<i>Total revenues</i>	<u>59,000</u>	<u>59,000</u>	<u>55,416</u>	<u>(3,584)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	244,985	244,985	51,442	193,543
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>244,985</u>	<u>244,985</u>	<u>51,442</u>	<u>193,543</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(185,985)</u>	<u>(185,985)</u>	<u>3,974</u>	<u>189,959</u>
<i>Other financing sources (uses)</i>				
Designated cash	185,985	185,985	-	(185,985)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>185,985</u>	<u>185,985</u>	<u>-</u>	<u>(185,985)</u>
<i>Net change in fund balance</i>	-	-	3,974	3,974
<i>Fund balance - beginning of year</i>	-	-	291,351	291,351
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 295,325</u>	<u>\$ 295,325</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 3,974
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 3,974</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

Lincoln County
 Soil & Water Conservation District Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	6,625	1,625	1,620	5
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,625</u>	<u>1,625</u>	<u>1,620</u>	<u>5</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(6,625)</u>	<u>(1,625)</u>	<u>(1,620)</u>	<u>5</u>
<i>Other financing sources (uses)</i>				
Designated cash	38	38	-	(38)
Transfers in	6,587	6,587	2,000	(4,587)
Transfers out	-	(5,000)	(418)	4,582
<i>Total other financing sources (uses)</i>	<u>6,625</u>	<u>1,625</u>	<u>1,582</u>	<u>(43)</u>
<i>Net change in fund balance</i>	-	-	(38)	(38)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>38</u>	<u>38</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (38)
No adjustments to revenues				-
Adjustments to expenditures for accrued payroll and accrued compensated absences				<u>1,637</u>
Net change in fund balance (GAAP)				<u>\$ 1,599</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-5

Lincoln County

Agreements Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	70,000	70,000	10,000	(60,000)
<i>Total revenues</i>	<u>70,000</u>	<u>70,000</u>	<u>10,000</u>	<u>(60,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	171,125	197,925	131,124	66,801
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>171,125</u>	<u>197,925</u>	<u>131,124</u>	<u>66,801</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(101,125)</u>	<u>(127,925)</u>	<u>(121,124)</u>	<u>6,801</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	101,125	127,925	127,925	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>101,125</u>	<u>127,925</u>	<u>127,925</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	6,801	6,801
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,801</u>	<u>\$ 6,801</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 6,801
No adjustments to revenues				-
Adjustments to expenditures for accounts payable				(3,225)
Net change in fund balance (GAAP)				<u>\$ 3,576</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-6

Lincoln County
 Legislative Appropriation Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	643,210	894,355	511,165	(383,190)
State capital grants	225,000	225,000	194,064	(30,936)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	868,210	1,119,355	705,229	(414,126)
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	61,954	61,954	-	61,954
Public works	-	-	-	-
Culture and recreation	123,848	123,848	35,922	87,926
Health and welfare	463,555	714,700	585,598	129,102
Capital outlay	218,853	218,853	53,102	165,751
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	868,210	1,119,355	674,622	444,733
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	30,607	30,607
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	-	-	30,607	30,607
<i>Fund balance - beginning of year</i>	-	-	120,337	120,337
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 150,944	\$ 150,944
Net change in fund balance (non-GAAP budgetary basis)				\$ 30,607
Adjustments to revenue for other receivables				(33,009)
Adjustments to expenditures for accounts payable				(7,913)
Net change in fund balance (GAAP)				\$ (10,315)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-7

Lincoln County

Gas Tax Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	180,000	180,000	171,799	(8,201)
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>180,000</u>	<u>180,000</u>	<u>171,799</u>	<u>(8,201)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	257,517	293,940	293,940	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>257,517</u>	<u>293,940</u>	<u>293,940</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(77,517)</u>	<u>(113,940)</u>	<u>(122,141)</u>	<u>(8,201)</u>
<i>Other financing sources (uses)</i>				
Designated cash	538	36,961	-	(36,961)
Transfers in	76,979	76,979	121,603	44,624
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>77,517</u>	<u>113,940</u>	<u>121,603</u>	<u>7,663</u>
<i>Net change in fund balance</i>	-	-	(538)	(538)
<i>Fund balance - beginning of year</i>	-	-	538	538
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (538)
Adjustments to revenues for accounts receivables				(1,644)
Adjustments to expenditures for accounts payable				25,882
Net change in fund balance (GAAP)				<u>\$ 23,700</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-8

Lincoln County

Predatory Animal Control Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variations Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ 22,002	\$ 22,002	\$ 22,822	\$ 820
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	31,854	31,854	29,268	(2,586)
<i>Total revenues</i>	<u>53,856</u>	<u>53,856</u>	<u>52,090</u>	<u>(1,766)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	75,652	75,652	75,651	1
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>75,652</u>	<u>75,652</u>	<u>75,651</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(21,796)</u>	<u>(21,796)</u>	<u>(23,561)</u>	<u>(1,765)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	21,796	21,796	23,561	1,765
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>21,796</u>	<u>21,796</u>	<u>23,561</u>	<u>1,765</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
Adjustment for change in property tax receivable from prior year				111
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 111</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

Lincoln County

Forest Reserve Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	14,874	14,874
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>14,874</u>	<u>14,874</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	11,640	11,640	4,140	7,500
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>11,640</u>	<u>11,640</u>	<u>4,140</u>	<u>7,500</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(11,640)</u>	<u>(11,640)</u>	<u>10,734</u>	<u>22,374</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	11,640	11,640	11,640	-
Transfers out	-	-	(11,640)	(11,640)
<i>Total other financing sources (uses)</i>	<u>11,640</u>	<u>11,640</u>	<u>-</u>	<u>(11,640)</u>
<i>Net change in fund balance</i>	-	-	10,734	10,734
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,734</u>	<u>\$ 10,734</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 10,734
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 10,734</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 Lodger's Tax Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

Statement B-10

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	60,000	60,000	68,710	8,710
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	2,000	2,000	2,910	910
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>62,000</u>	<u>62,000</u>	<u>71,620</u>	<u>9,620</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	110,321	110,321	49,458	60,863
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>110,321</u>	<u>110,321</u>	<u>49,458</u>	<u>60,863</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(48,321)</u>	<u>(48,321)</u>	<u>22,162</u>	<u>70,483</u>
<i>Other financing sources (uses)</i>				
Designated cash	48,321	48,321	-	(48,321)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>48,321</u>	<u>48,321</u>	<u>-</u>	<u>(48,321)</u>
<i>Net change in fund balance</i>	-	-	22,162	22,162
<i>Fund balance - beginning of year</i>	-	-	52,460	52,460
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,622</u>	<u>\$ 74,622</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 22,162
Adjustments to revenue for other receivables				(1,680)
Adjustments to expenditures for accounts payable				3,042
Net change in fund balance (GAAP)				<u>\$ 23,524</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Drug Enforcement Grant Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-11

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	133,224	133,224	120,569	(12,655)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>133,224</u>	<u>133,224</u>	<u>120,569</u>	<u>(12,655)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	133,891	133,891	96,844	37,047
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>133,891</u>	<u>133,891</u>	<u>96,844</u>	<u>37,047</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(667)</u>	<u>(667)</u>	<u>23,725</u>	<u>24,392</u>
<i>Other financing sources (uses)</i>				
Designated cash	667	667	-	(667)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>667</u>	<u>667</u>	<u>-</u>	<u>(667)</u>
<i>Net change in fund balance</i>	-	-	23,725	23,725
<i>Fund balance - beginning of year</i>	-	-	667	667
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,392</u>	<u>\$ 24,392</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 23,725
Adjustments to revenue for other receivables				(46,456)
Adjustments to expenditures for accounts payable and accrued payroll				(2,933)
Net change in fund balance (GAAP)				<u>\$ (25,664)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 Homeland Security Grant Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

Statement B-12

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	96,001	153,842	49,816	(104,026)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	96,001	153,842	49,816	(104,026)
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	96,001	153,842	78,001	75,841
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	96,001	153,842	78,001	75,841
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(28,185)	(28,185)
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	28,185	28,185
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	28,185	28,185
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

Lincoln County
 Sheriff's Seizure Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	1,941	1,941
Miscellaneous	-	-	292	292
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>2,233</u>	<u>2,233</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	9,250	9,250	1,390	7,860
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	38,088	38,088	-	38,088
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>47,338</u>	<u>47,338</u>	<u>1,390</u>	<u>45,948</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(47,338)</u>	<u>(47,338)</u>	<u>843</u>	<u>48,181</u>
<i>Other financing sources (uses)</i>				
Designated cash	47,338	47,338	-	(47,338)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>47,338</u>	<u>47,338</u>	<u>-</u>	<u>(47,338)</u>
<i>Net change in fund balance</i>	-	-	843	843
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>48,722</u>	<u>48,722</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,565</u>	<u>\$ 49,565</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 843
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 843</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Reappraisal Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-14

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	155,000	155,000	179,490	24,490
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	550	550
<i>Total revenues</i>	<u>155,000</u>	<u>155,000</u>	<u>180,040</u>	<u>25,040</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	154,176	154,176	67,617	86,559
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	84,059	84,059	52,820	31,239
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>238,235</u>	<u>238,235</u>	<u>120,437</u>	<u>117,798</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(83,235)</u>	<u>(83,235)</u>	<u>59,603</u>	<u>142,838</u>
<i>Other financing sources (uses)</i>				
Designated cash	83,235	83,235	-	(83,235)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>83,235</u>	<u>83,235</u>	<u>-</u>	<u>(83,235)</u>
<i>Net change in fund balance</i>	-	-	59,603	59,603
<i>Fund balance - beginning of year</i>	-	-	83,235	83,235
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142,838</u>	<u>\$ 142,838</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 59,603
No adjustments				-
Adjustments to expenditures for accrued wages and compensated absences				(601)
Net change in fund balance (GAAP)				<u>\$ 59,002</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Emergency Medical Services Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-15

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	124,737	124,737	56,118	(68,619)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	124,737	124,737	56,118	(68,619)
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	41,930	41,832	6,848	34,984
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	135,295	135,393	94,705	40,688
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	177,225	177,225	101,553	75,672
<i>Excess (deficiency) of revenues over expenditures</i>	(52,488)	(52,488)	(45,435)	7,053
<i>Other financing sources (uses)</i>				
Designated cash	52,488	52,488	-	(52,488)
Gain on sale of capital assets	-	-	450	450
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	52,488	52,488	450	(52,038)
<i>Net change in fund balance</i>	-	-	(44,985)	(44,985)
<i>Fund balance - beginning of year</i>	-	-	129,941	129,941
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 84,956	\$ 84,956
Net change in fund balance (non-GAAP budgetary basis)				\$ (44,985)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (44,985)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Rural Health Clinic Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-16

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ 402,500	\$ 402,500	\$ 404,271	\$ 1,771
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	14,000	14,000	13,717	(283)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>416,500</u>	<u>416,500</u>	<u>417,988</u>	<u>1,488</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	544,700	544,700	457,000	87,700
Capital outlay	29,450	29,450	-	29,450
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>574,150</u>	<u>574,150</u>	<u>457,000</u>	<u>117,150</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(157,650)</u>	<u>(157,650)</u>	<u>(39,012)</u>	<u>118,638</u>
<i>Other financing sources (uses)</i>				
Designated cash	157,650	157,650	-	(157,650)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>157,650</u>	<u>157,650</u>	<u>-</u>	<u>(157,650)</u>
<i>Net change in fund balance</i>	-	-	(39,012)	(39,012)
<i>Fund balance - beginning of year</i>	-	-	371,478	371,478
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 332,466</u>	<u>\$ 332,466</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (39,012)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (39,012)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

Lincoln County

Law Enforcement Protection Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variations Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	30,200	30,200	30,200	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>30,200</u>	<u>30,200</u>	<u>30,200</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	36,683	36,683	26,696	9,987
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>36,683</u>	<u>36,683</u>	<u>26,696</u>	<u>9,987</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(6,483)</u>	<u>(6,483)</u>	<u>3,504</u>	<u>9,987</u>
<i>Other financing sources (uses)</i>				
Designated cash	6,483	6,483	-	(6,483)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>6,483</u>	<u>6,483</u>	<u>-</u>	<u>(6,483)</u>
<i>Net change in fund balance</i>	-	-	3,504	3,504
<i>Fund balance - beginning of year</i>	-	-	6,483	6,483
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,987</u>	<u>\$ 9,987</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 3,504
No adjustments to other receivables				28,400
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 31,904</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

Lincoln County

Senior Citizen's Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	101,124	101,124	101,624	500
Federal capital grants	-	-	-	-
State operating grants	290,136	307,569	421,811	114,242
State capital grants	35,000	40,000	10,000	(30,000)
Local sources	147,689	147,689	160,849	13,160
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	1,234	1,234
<i>Total revenues</i>	<u>573,949</u>	<u>596,382</u>	<u>695,518</u>	<u>99,136</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	725,078	772,746	688,542	84,204
Capital outlay	15,800	17,405	13,744	3,661
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>740,878</u>	<u>790,151</u>	<u>702,286</u>	<u>87,865</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(166,929)</u>	<u>(193,769)</u>	<u>(6,768)</u>	<u>187,001</u>
<i>Other financing sources (uses)</i>				
Designated cash	90	90	-	(90)
Transfers in	166,839	193,679	6,678	(187,001)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>166,929</u>	<u>193,769</u>	<u>6,678</u>	<u>(187,091)</u>
<i>Net change in fund balance</i>	-	-	(90)	(90)
<i>Fund balance - beginning of year</i>	-	-	90	90
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (90)
Adjustment to revenue for excess of receivable from prior year over current year				(27,333)
Adjustment to expenditures for excess of payables and accruals from prior year over current year				(4,710)
Net change in fund balance (GAAP)				<u>\$ (32,133)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

Lincoln County

Environmental Gross Receipts Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	185,000	185,000	159,187	(25,813)
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>185,000</u>	<u>185,000</u>	<u>159,187</u>	<u>(25,813)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	185,000	185,000	159,187	25,813
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>185,000</u>	<u>185,000</u>	<u>159,187</u>	<u>25,813</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				-
Adjustments to revenue for other taxes receivables				(4,206)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (4,206)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 Enhanced 911 Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

Statement B-20

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	10,000	10,000	392	(9,608)
<i>Total revenues</i>	<u>10,000</u>	<u>10,000</u>	<u>392</u>	<u>(9,608)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	10,000	10,000	392	9,608
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>10,000</u>	<u>392</u>	<u>9,608</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,951</u>	<u>2,951</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,951</u>	<u>\$ 2,951</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 Forest Health Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

Statement B-21

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	308,500	308,500	-	(308,500)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>308,500</u>	<u>308,500</u>	<u>-</u>	<u>(308,500)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	308,500	308,500	-	308,500
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>308,500</u>	<u>308,500</u>	<u>-</u>	<u>308,500</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(24,051)	(24,051)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(24,051)</u>	<u>(24,051)</u>
<i>Net change in fund balance</i>	-	-	(24,051)	(24,051)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>24,051</u>	<u>24,051</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (24,051)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (24,051)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Misdemeanor Compliance Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-22

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	-	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	81,000	81,000	90,779	9,779
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	81,000	81,000	90,779	9,779
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	81,120	90,899	90,899	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	81,120	90,899	90,899	-
<i>Excess (deficiency) of revenues over expenditures</i>	(120)	(9,899)	(120)	9,779
<i>Other financing sources (uses)</i>				
Designated cash	120	9,899	-	(9,899)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	120	9,899	-	(9,899)
<i>Net change in fund balance</i>	-	-	(120)	(120)
<i>Fund balance - beginning of year</i>	-	-	120	120
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ (120)
No adjustments to revenues				-
Adjustments to expenditures for accounts payable				(5,514)
Net change in fund balance (GAAP)				\$ (5,634)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 CDBG Grant Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

Statement B-23

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	50,000	50,000	-	(50,000)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	5,609	5,609	5,609	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,609</u>	<u>5,609</u>	<u>5,609</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>44,391</u>	<u>44,391</u>	<u>(5,609)</u>	<u>(50,000)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	(44,391)	(44,391)	5,609	50,000
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(44,391)</u>	<u>(44,391)</u>	<u>5,609</u>	<u>50,000</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
Adjustment to accrue grant funds				50,000
Reversal of expenditures from prior year accruals				3,839
Net change in fund balance (GAAP)				<u>\$ 53,839</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

Lincoln County
Indigent Health Care Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	650,000	650,000	641,518	(8,482)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	10,397	10,397
<i>Total revenues</i>	<u>650,000</u>	<u>650,000</u>	<u>651,915</u>	<u>1,915</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	920,094	937,700	773,818	163,882
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>920,094</u>	<u>937,700</u>	<u>773,818</u>	<u>163,882</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(270,094)</u>	<u>(287,700)</u>	<u>(121,903)</u>	<u>165,797</u>
<i>Other financing sources (uses)</i>				
Designated cash	250,073	250,073	-	(250,073)
Transfers in	20,021	37,627	-	(37,627)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>270,094</u>	<u>287,700</u>	<u>-</u>	<u>(287,700)</u>
<i>Net change in fund balance</i>	-	-	(121,903)	(121,903)
<i>Fund balance - beginning of year</i>	-	-	250,073	250,073
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 128,170</u>	<u>\$ 128,170</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (121,903)
Adjustments to revenues for other receivables				1,936
Adjustments to expenditures for accounts payable				(13,151)
Net change in fund balance (GAAP)				<u>\$ (133,118)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 Juvenile Justice Grant Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

Statement B-25

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	120,000	160,000	97,146	(62,854)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	120,000	160,000	97,146	(62,854)
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	299,000	459,000	303,676	155,324
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	299,000	459,000	303,676	155,324
<i>Excess (deficiency) of revenues over expenditures</i>	(179,000)	(299,000)	(206,530)	92,470
<i>Other financing sources (uses)</i>				
Designated cash	16,517	16,517	-	(16,517)
Transfers in	162,483	282,483	282,483	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	179,000	299,000	282,483	(16,517)
<i>Net change in fund balance</i>	-	-	75,953	75,953
<i>Fund balance - beginning of year</i>	-	-	16,517	16,517
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 92,470	\$ 92,470
Net change in fund balance (non-GAAP budgetary basis)				\$ 75,953
Adjustments to revenue for other receivables				47,054
Adjustments to expenditures for accounts payable				(6,664)
Net change in fund balance (GAAP)				\$ 116,343

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 HIDTA Partnership Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

Statement B-26

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	122,578	122,578	55,120	(67,458)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	182	182
<i>Total revenues</i>	<u>122,578</u>	<u>122,578</u>	<u>55,302</u>	<u>(67,276)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	-	-	-
Public safety	81,067	81,067	46,452	34,615
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>81,067</u>	<u>81,067</u>	<u>46,452</u>	<u>34,615</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>41,511</u>	<u>41,511</u>	<u>8,850</u>	<u>(32,661)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(41,511)	(41,511)	-	41,511
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(41,511)</u>	<u>(41,511)</u>	<u>-</u>	<u>41,511</u>
<i>Net change in fund balance</i>	-	-	8,850	8,850
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,850</u>	<u>\$ 8,850</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 8,850
Adjustments to revenue for other receivables				(18,968)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (10,118)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

Lincoln County
 1st 1/8 GRT Reserve Debt Service Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Budgetary Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	372,413	372,413
Transfers out	-	-	(372,087)	(372,087)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>326</u>	<u>326</u>
<i>Net change in fund balance</i>	-	-	326	326
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>160,054</u>	<u>160,054</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 160,380</u>	<u>\$ 160,380</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 326
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 326</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Lincoln County
1st 1/8 GRT Income Debt Service Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	650,000	641,518	641,518	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>650,000</u>	<u>641,518</u>	<u>641,518</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	90,000	90,000	90,000	-
Interest	179,105	179,105	179,105	-
<i>Total expenditures</i>	<u>269,105</u>	<u>269,105</u>	<u>269,105</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>380,895</u>	<u>372,413</u>	<u>372,413</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	(380,895)	(372,413)	-	372,413
Transfers in	-	-	-	-
Transfers out	-	-	(372,413)	(372,413)
<i>Total other financing sources (uses)</i>	<u>(380,895)</u>	<u>(372,413)</u>	<u>(372,413)</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
Adjustments to revenue for accounts receivable				1,936
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 1,936</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
1st 1/8 GRT Debt Reserve Debt Service Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-29

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	15,236	14,258	14,258	-
<i>Total revenues</i>	<u>15,236</u>	<u>14,258</u>	<u>14,258</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>15,236</u>	<u>14,258</u>	<u>14,258</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	(15,236)	(14,258)	-	14,258
Transfers in	-	-	-	-
Transfers out	-	-	(14,258)	(14,258)
<i>Total other financing sources (uses)</i>	<u>(15,236)</u>	<u>(14,258)</u>	<u>(14,258)</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>273,950</u>	<u>273,950</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 273,950</u>	<u>\$ 273,950</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
Adjustments to revenue for accounts receivable				(5,955)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (5,955)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Capital Improvements Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2008

Statement B-30

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	21,001	20,401	12,122	8,279
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	20,000	20,000	-
Capital outlay	2,159,642	1,782,435	391,617	1,390,818
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,180,643</u>	<u>1,822,836</u>	<u>423,739</u>	<u>1,399,097</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,180,643)</u>	<u>(1,822,836)</u>	<u>(423,739)</u>	<u>1,399,097</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	2,180,643	1,822,836	450,000	(1,372,836)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,180,643</u>	<u>1,822,836</u>	<u>450,000</u>	<u>(1,372,836)</u>
<i>Net change in fund balance</i>	-	-	26,261	26,261
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,261</u>	<u>\$ 26,261</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 26,261
No Adjustments to revenue				-
Adjustments to expenditures for accounts payable				<u>(9,808)</u>
Net change in fund balance (GAAP)				<u>\$ 16,453</u>

The accompanying notes are an integral part of these financial statements

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SUPPORTING SCHEDULES

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STATE OF NEW MEXICO
 Lincoln County
 Schedule of Collateral Pledged by Depository For Public Funds
 June 30, 2008

Schedule I

<u>Name of Depository</u>	<u>Type of Collateral</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2008</u>	<u>Name and Location of Safekeeper</u>
City Bank	Note	FHLB	11/24/2008	353007167	<u>1,200,000</u>	Federal Home Loan Bank - Dallas, TX
		Total City Bank			<u>1,200,000</u>	
Compass Bank	Note	FHLMC	4/15/2019	31397A3R2	<u>958,916</u>	Federal Home Loan Bank - Dallas, TX
		Total Compass Bank			<u>958,916</u>	
First National Bank	Bond	FHLB Bonds	8/1/2013	31371LB99	308,456	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	8/1/2013	31371lb81	333,133	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	4/1/2018	31400UAA2	418,155	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	12/1/2018	31403RP44	761,191	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	3/1/2038	317371NSY2	1,205,152	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	5/1/2034	31371NSY2	491,482	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	10/1/2010	875917AP1	170,141	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	1/5/2015	31331XLB6	505,372	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	2/23/2017	33133XJV70	1,013,214	Federal Home Loan Bank - Dallas, TX
	Bond	FHLB Bonds	5/16/2023	3136F9PCL	<u>1,212,107</u>	Federal Home Loan Bank - Dallas, TX
		Total First National Bank			<u>6,418,403</u>	
Pioneer Bank	Note	GNMA 08409	5/20/2030	36225CN36	92,008	Federal Home Loan Bank - Dallas, TX
	Note	GNMA 080119	10/20/2027	36225CDZ6	85,799	Federal Home Loan Bank - Dallas, TX
	Note	FHLMC 1B0951	7/1/2033	31336STG3	37,842	Federal Home Loan Bank - Dallas, TX
	Note	GNMA 080477	12/20/2030	36225CQ74	16,823	Federal Home Loan Bank - Dallas, TX
	Note	GNMA 080418	6/20/2030	36225CPC4	141,074	Federal Home Loan Bank - Dallas, TX
	Note	FNMA 661745	9/1/2032	31391BCS2	<u>42,301</u>	Federal Home Loan Bank - Dallas, TX
		Total Pioneer Bank			<u>415,847</u>	
Wells Fargo Bank	Note	FNCL	6/1/2036	31410MRW2	1,129,774	WFBG Minneapolis, NM
	Note	GNSF	5/15/2029	36225BEK0	6,718	WFBG Minneapolis, NM
	Note	GNSF	12/15/2029	36225BG69	8,429	WFBG Minneapolis, NM
	Note	GNSF	7/15/2029	36225BHZ4	13,807	WFBG Minneapolis, NM
	Note	GNSF	3/15/2031	36225BMG0	14,729	WFBG Minneapolis, NM
	Note	GNSF	3/15/2031	36225BMM7	37,990	WFBG Minneapolis, NM
	Note	Principal	8/15/2009	74251UAC8	<u>104,527</u>	WFBG Minneapolis, NM
		Total Wells Fargo Bank			<u>1,315,974</u>	
		Total Pledged Collateral			<u><u>\$10,309,140</u></u>	

See accompanying independent auditors' report.

STATE OF NEW MEXICO
Lincoln County
Schedule of Deposit and Investment Accounts
For the Year Ended June 30, 2008

Bank Account Type/Name	City Bank	Compass Bank	First National Bank of New Mexico	LPL Financial Services	LGIP
Money Market Account	\$ 1,161,093	\$ -	\$ -	\$ -	\$ -
Certificate of Deposit	-	1,000,000	-	-	-
Checking - Operational	-	-	4,130,837	-	-
Checking - Detention Trust	-	-	12,749	-	-
Checking - HIDTA Confidential	-	-	1,972	-	-
Checking - FNB City Investments	-	-	50,686	-	-
Checking - Sheriff's petty cash	-	-	1,000	-	-
Investment	-	-	-	270,300	-
Government Securities Mutual Fund	-	-	-	11,954	-
Investment	-	-	-	-	4,510,000
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
NMFA Reserve Account**	-	-	-	-	-
Total on deposit	<u>1,161,093</u>	<u>1,000,000</u>	<u>4,197,244</u>	<u>282,254</u>	<u>4,510,000</u>
Reconciling items	<u>-</u>	<u>-</u>	<u>(875,102)</u>	<u>-</u>	<u>-</u>
Reconciled balance	<u>\$ 1,161,093</u>	<u>\$ 1,000,000</u>	<u>\$ 3,322,142</u>	<u>\$ 282,254</u>	<u>\$ 4,510,000</u>

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

Petty cash

Less: Investments per Exhibit A-1

Less: agency funds cash per Exhibit D-1

Less: restricted cash and cash equivalents per Exhibit A-1

Total unrestricted cash and cash equivalents per Exhibit A-1

See accompanying independent auditors' report

Pioneer Bank	Wells Fargo Bank	Bank of Albuquerque	Totals
\$ -	\$ -	\$ -	\$ 1,161,093
-	-	-	1,000,000
-	-	-	4,130,837
-	-	-	12,749
-	-	-	1,972
-	-	-	50,686
-	-	-	1,000
-	-	-	270,300
-	-	-	11,954
-	-	-	4,510,000
150,000	-	-	150,000
250,000	-	-	250,000
-	250,000	-	250,000
-	250,000	-	250,000
-	175,000	-	175,000
-	300,000	-	300,000
-	250,000	-	250,000
-	-	81,809	81,809
400,000	1,225,000	81,809	12,857,400
-	-	-	(875,102)
<u>\$ 400,000</u>	<u>\$ 1,225,000</u>	<u>\$ 81,809</u>	11,982,298
			2,090
			(270,300)
			(155,925)
			<u>(164,030)</u>
			<u>\$ 11,394,133</u>

State of New Mexico
Lincoln County
Reconciliation of Property Tax Rolls
For the Year Ended June 30, 2008

Schedule III
Page 1 of 2

Uncollected taxes, July 1, 2007	\$	912,595
Net taxes charged to treasurer for current year		18,982,193
Current year tax collections		(18,754,540)
Adjustments		(13,536)
		(13,536)
Uncollected taxes June 30, 2008	\$	1,126,712

Detail of taxes distributed by agency:

School districts

Ruidoso Schools	\$	3,826,762
Carrizozo Schools		270,842
Corona Schools		143,396
Hondo Schools		235,467
Capitan Schools		849,582

Municipalities

Village of Capitan		23,050
Town of Carrizozo		35,474
Town of Corona		7,964
Village of Ruidoso		1,787,552
Village of Ruidoso Downs		264,339

Other

State of New Mexico		1,055,452
County of Lincoln		7,048,975
Predatory Animal Control		23,053
ENMU Ruidoso		803,505
Alpine Village Sanitation		31,929
Sun Valley Sanitation		56,550
Alto Lakes Cons. Dist.		43,763
Carrizozo Soil and Water		26,948
Chaves County Soil and Water		1,984
Upper Hondo Soil and Water		94,298
Claunch Pinto Soil and Water		1,239
Carrizozo Health Center		408,352
Lincoln County Medical Center		1,714,064
		1,714,064

Total Distributed Taxes	\$	18,754,540
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The accompanying notes are an intergral part of these financial statements

State of New Mexico
Lincoln County
Reconciliation of Property Tax Rolls
For the Year Ended June 30, 2008

Schedule of receivables - delinquent property tax by year	
2007	\$ 832,616
2006	213,806
2005	39,738
2004	18,716
2003	8,170
2002	3,935
2001	1,821
2000	6,027
1999	1,107
1998	776
	1,126,712
Total	\$ 1,126,712

Reconciliation of undistributed taxes	
Undistributed taxes 7-1-07	\$ -
Current year collections	18,754,540
Current year collections distributed	(18,754,540)
Collections held for future periods	-
	-
Undistributed taxes 6-30-08	\$ -

Property tax receivables are reported in the financial statements as follows:

Governmental Balance Sheet	\$ 522,371
Statement of Fiduciary Assets and Liabilities - Agency Funds	604,341
	1,126,712
Total property taxes receivable	\$ 1,126,712

The accompanying notes are an intergral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Lincoln County										
County Operational 2007	\$4,866,627	-\$409	\$4,866,218	\$0	\$4,644,830	\$4,644,830	\$221,388	\$4,644,830	\$4,644,830	\$221,388
County Operational 2006	\$4,314,739	\$1,777	\$4,316,516	\$4,141,300	\$117,401	\$4,258,701	\$57,815	\$117,401	\$4,258,701	\$57,815
County Operational 2005	\$3,896,376	\$18,675	\$3,915,051	\$3,874,866	\$29,386	\$3,904,252	\$10,799	\$29,386	\$3,904,252	\$10,799
County Operational 2004	\$3,639,565	\$22,458	\$3,662,023	\$3,647,571	\$8,171	\$3,655,742	\$6,281	\$8,171	\$3,655,742	\$6,281
County Operational 2003	\$3,303,970	-\$3,720	\$3,300,250	\$3,297,101	\$792	\$3,297,893	\$2,357	\$792	\$3,297,893	\$2,357
County Operational 2002	\$3,191,574	-\$2,899	\$3,188,675	\$3,187,559	\$223	\$3,187,782	\$893	\$223	\$3,187,782	\$893
County Operational 2001	\$3,084,232	-\$12,103	\$3,072,129	\$3,071,643	\$136	\$3,071,779	\$350	\$136	\$3,071,779	\$350
County Operational 2000	\$2,872,848	-\$2,357	\$2,870,491	\$2,868,531	\$37	\$2,868,568	\$1,923	\$37	\$2,868,568	\$1,923
County Operational 1999	\$2,696,122	\$144	\$2,696,266	\$2,695,958	\$52	\$2,696,010	\$256	\$52	\$2,696,010	\$256
County Operational 1998	\$2,613,034	\$4,116	\$2,617,150	\$2,616,928	\$36	\$2,616,964	\$186	\$36	\$2,616,964	\$186
County Operational 1997	\$2,443,646	\$11,081	\$2,454,727	\$2,454,727	\$0	\$2,454,727	\$0	\$0	\$2,454,727	\$0
Total Lincoln County	\$36,922,733	\$36,763	\$36,959,496	\$31,856,184	\$4,801,064	\$36,657,248	\$302,248	\$4,801,064	\$36,657,248	\$302,248
Special Projects										
Special Projects 2007	\$2,269,405	-\$781	\$2,268,624	\$0	\$2,176,778	\$2,176,778	\$91,846	\$0	\$2,176,778	\$91,846
Special Projects 2006	\$1,989,340	-\$709	\$1,988,631	\$1,914,484	\$51,006	\$1,965,490	\$23,141	\$0	\$1,965,490	\$23,141
Special Projects 2005	\$1,883,172	\$5,284	\$1,888,456	\$1,869,620	\$13,843	\$1,883,463	\$4,993	\$0	\$1,883,463	\$4,993
Special Projects 2004	\$1,700,161	\$7,243	\$1,707,404	\$1,701,369	\$3,708	\$1,705,077	\$2,327	\$3,708	\$1,705,077	\$2,327
Special Projects 2003	\$1,621,690	-\$703	\$1,620,987	\$1,619,674	\$317	\$1,619,991	\$996	\$317	\$1,619,991	\$996
Special Projects 2002	\$1,503,751	-\$1,055	\$1,502,696	\$1,502,178	\$105	\$1,502,283	\$413	\$105	\$1,502,283	\$413
Special Projects 2001	\$1,459,947	-\$4,094	\$1,455,853	\$1,455,601	\$56	\$1,455,657	\$196	\$56	\$1,455,657	\$196
Special Projects 2000	\$1,357,159	-\$991	\$1,356,168	\$1,355,483	\$11	\$1,355,494	\$674	\$11	\$1,355,494	\$674
Special Projects 1999	\$823,748	-\$226	\$823,522	\$823,422	\$14	\$823,436	\$86	\$14	\$823,436	\$86
Special Projects 1998	\$747,313	\$777	\$748,090	\$748,025	\$7	\$748,032	\$58	\$7	\$748,032	\$58
Special Projects 1997	\$711,852	\$2,226	\$714,078	\$714,078	\$0	\$714,078	\$0	\$0	\$714,078	\$0
Total Special Projects	\$16,067,538	\$6,971	\$16,074,509	\$13,703,934	\$2,245,845	\$15,949,779	\$124,730	\$4,218	\$15,949,779	\$124,730
State of New Mexico										
Debt Service 2007	\$1,007,667	-\$364	\$1,007,303	\$0	\$966,485	\$966,485	\$40,818	\$966,485	\$966,485	\$40,818
Debt Service 2006	\$933,890	-\$340	\$933,550	\$898,761	\$23,945	\$922,706	\$10,844	\$23,945	\$922,706	\$10,844
Debt Service 2005	\$844,826	\$2,353	\$847,179	\$838,745	\$6,212	\$844,957	\$2,222	\$6,212	\$844,957	\$2,222
Debt Service 2004	\$635,552	\$2,693	\$638,245	\$636,004	\$1,386	\$637,390	\$855	\$1,386	\$637,390	\$855
Debt Service 2003	\$896,352	-\$394	\$895,958	\$895,238	\$175	\$895,413	\$545	\$175	\$895,413	\$545
Debt Service 2002	\$614,077	-\$430	\$613,647	\$613,436	\$43	\$613,479	\$168	\$43	\$613,479	\$168
Debt Service 2001	\$937,020	-\$2,629	\$934,391	\$934,232	\$36	\$934,268	\$123	\$36	\$934,268	\$123
Debt Service 2000	\$754,581	-\$553	\$754,028	\$753,648	\$6	\$753,654	\$374	\$6	\$753,654	\$374
Debt Service 1999	\$697,597	-\$183	\$697,414	\$697,322	\$12	\$697,334	\$80	\$12	\$697,334	\$80
Debt Service 1998	\$614,078	\$639	\$614,717	\$614,663	\$6	\$614,669	\$48	\$6	\$614,669	\$48
Debt Service 1997	\$547,923	\$1,713	\$549,636	\$549,636	\$0	\$549,636	\$0	\$0	\$549,636	\$0
Total State of N M	\$8,483,563	\$2,505	\$8,486,068	\$7,431,665	\$998,306	\$8,429,991	\$56,077	\$998,306	\$8,429,991	\$56,077

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Livestock										
Cattle 2007	\$50,119	\$79	\$50,198	\$0	\$49,201	\$49,201	\$997	\$49,201	\$49,201	\$997
Cattle 2006	\$41,744	-\$644	\$41,100	\$40,337	\$486	\$40,823	\$277	\$486	\$40,823	\$277
Cattle 2005	\$38,116	-\$232	\$37,884	\$37,733	\$30	\$37,763	\$121	\$30	\$37,763	\$121
Cattle 2004	\$30,882	-\$626	\$30,256	\$30,253	\$0	\$30,253	\$3	\$0	\$30,253	\$3
Cattle 2003	\$33,704	-\$239	\$33,465	\$33,458	\$7	\$33,465	\$0	\$7	\$33,465	\$0
Cattle 2002	\$39,847	-\$2,204	\$37,643	\$37,643	\$0	\$37,643	\$0	\$0	\$37,643	\$0
Cattle 2001	\$36,823	-\$503	\$36,320	\$36,320	\$0	\$36,320	\$0	\$0	\$36,320	\$0
Cattle 2000	\$37,716	-\$653	\$37,063	\$37,063	\$0	\$37,063	\$0	\$0	\$37,063	\$0
Cattle 1999	\$38,214	-\$339	\$37,875	\$37,875	\$0	\$37,875	\$0	\$0	\$37,875	\$0
Cattle 1998	\$37,902	-\$333	\$37,569	\$37,569	\$0	\$37,569	\$0	\$0	\$37,569	\$0
Cattle 1997	\$22,900	-\$221	\$22,679	\$22,679	\$0	\$22,679	\$0	\$0	\$22,679	\$0
Total Livestock	\$407,967	-\$5,915	\$402,052	\$350,930	\$49,724	\$400,654	\$1,398	\$49,724	\$400,654	\$1,398
Dairy Cattle										
Dairy Cattle 2007	\$50	-\$8	\$42	\$0	\$41	\$41	\$1	\$41	\$41	\$1
Dairy Cattle 2006	\$79	\$0	\$79	\$76	\$3	\$79	\$0	\$3	\$79	\$0
Dairy Cattle 2005	\$116	\$0	\$116	\$116	\$0	\$116	\$0	\$0	\$116	\$0
Dairy Cattle 2004	\$159	-\$5	\$154	\$154	\$0	\$154	\$0	\$0	\$154	\$0
Dairy Cattle 2003	\$165	-\$7	\$158	\$158	\$0	\$158	\$0	\$0	\$158	\$0
Dairy Cattle 2002	\$165	-\$3	\$162	\$162	\$0	\$162	\$0	\$0	\$162	\$0
Dairy Cattle 2001	\$294	\$0	\$294	\$294	\$0	\$294	\$0	\$0	\$294	\$0
Dairy Cattle 2000	\$266	\$0	\$266	\$266	\$0	\$266	\$0	\$0	\$266	\$0
Dairy Cattle 1999	\$197	\$0	\$197	\$197	\$0	\$197	\$0	\$0	\$197	\$0
Dairy Cattle 1998	\$130	-\$1	\$129	\$129	\$0	\$129	\$0	\$0	\$129	\$0
Dairy Cattle 1997	\$94	\$0	\$94	\$94	\$0	\$94	\$0	\$0	\$94	\$0
Total Dairy Cattle	\$1,716	-\$24	\$1,692	\$1,646	\$44	\$1,690	\$2	\$44	\$1,690	\$2
Sheep & Goats										
Sheep & Goats 2007	\$1,535	\$0	\$1,535	\$0	\$1,526	\$1,526	\$9	\$1,526	\$1,526	\$9
Sheep & Goats 2006	\$2,312	-\$3	\$2,309	\$2,301	\$3	\$2,304	\$5	\$3	\$2,304	\$5
Sheep & Goats 2005	\$2,052	-\$1	\$2,051	\$2,046	\$0	\$2,046	\$5	\$0	\$2,046	\$5
Sheep & Goats 2004	\$2,782	-\$125	\$2,657	\$2,653	\$0	\$2,653	\$4	\$0	\$2,653	\$4
Sheep & Goats 2003	\$3,169	-\$97	\$3,072	\$3,069	\$0	\$3,069	\$3	\$0	\$3,069	\$3
Sheep & Goats 2002	\$5,300	-\$338	\$4,962	\$4,962	\$0	\$4,962	\$0	\$0	\$4,962	\$0
Sheep & Goats 2001	\$4,454	-\$97	\$4,357	\$4,357	\$0	\$4,357	\$0	\$0	\$4,357	\$0
Sheep & Goats 2000	\$4,587	-\$163	\$4,424	\$4,424	\$0	\$4,424	\$0	\$0	\$4,424	\$0
Sheep & Goats 1999	\$6,865	\$0	\$6,865	\$6,865	\$0	\$6,865	\$0	\$0	\$6,865	\$0
Sheep & Goats 1998	\$17,035	\$0	\$17,035	\$17,035	\$0	\$17,035	\$0	\$0	\$17,035	\$0
Sheep & Goats 1997	\$11,756	-\$167	\$11,589	\$11,589	\$0	\$11,589	\$0	\$0	\$11,589	\$0
Total Sheep & Goats	\$61,848	-\$991	\$60,856	\$59,301	\$1,529	\$60,830	\$26	\$1,529	\$60,830	\$26

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Equine										
Equine 2007	\$5,982	-\$20	\$5,962	\$0	\$5,478	\$5,478	\$484	\$5,478	\$5,478	\$484
Equine 2006	\$5,896	-\$42	\$5,854	\$5,490	\$183	\$5,673	\$181	\$183	\$5,673	\$181
Equine 2005	\$4,671	-\$106	\$4,565	\$4,306	\$99	\$4,405	\$160	\$99	\$4,405	\$160
Equine 2004	\$4,619	-\$151	\$4,468	\$4,367	\$59	\$4,426	\$42	\$59	\$4,426	\$42
Equine 2003	\$3,526	-\$50	\$3,476	\$3,455	\$2	\$3,457	\$19	\$2	\$3,457	\$19
Equine 2002	\$3,078	\$110	\$3,188	\$3,178	\$0	\$3,178	\$10	\$0	\$3,178	\$10
Equine 2001	\$2,625	-\$3	\$2,622	\$2,622	\$0	\$2,622	\$0	\$0	\$2,622	\$0
Equine 2000	\$2,206	-\$3	\$2,203	\$2,203	\$0	\$2,203	\$0	\$0	\$2,203	\$0
Equine 1999	\$2,171	-\$3	\$2,168	\$2,168	\$0	\$2,168	\$0	\$0	\$2,168	\$0
Equine 1998	\$2,590	-\$22	\$2,568	\$2,568	\$0	\$2,568	\$0	\$0	\$2,568	\$0
Equine 1997	\$2,783	-\$78	\$2,705	\$2,705	\$0	\$2,705	\$0	\$0	\$2,705	\$0
Total Equine	\$40,147	-\$368	\$39,779	\$33,062	\$5,821	\$38,883	\$896	\$5,821	\$38,883	\$896
Bison										
Bison 2007	\$28	\$0	\$28	\$0	\$28	\$28	\$0	\$28	\$28	\$0
Bison 2006	\$35	\$0	\$35	\$35	\$0	\$35	\$0	\$0	\$35	\$0
Bison 2005	\$60	\$0	\$60	\$60	\$0	\$60	\$0	\$0	\$60	\$0
Bison 2004	\$154	-\$66	\$88	\$88	\$0	\$88	\$0	\$0	\$88	\$0
Bison 2003	\$139	\$0	\$139	\$139	\$0	\$139	\$0	\$0	\$139	\$0
Bison 2002	\$199	-\$13	\$186	\$186	\$0	\$186	\$0	\$0	\$186	\$0
Bison 2001	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Bison 2000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Bison 1999	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Bison 1998	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Bison 1997	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Bison	\$615	-\$79	\$536	\$508	\$28	\$536	\$0	\$28	\$536	\$0
Predatory Control										
Predatory Control 2007	\$23,067	\$139	\$23,206	\$0	\$22,866	\$22,866	\$340	\$22,866	\$22,866	\$340
Predatory Control 2006	\$22,047	-\$183	\$21,864	\$21,584	\$177	\$21,761	\$103	\$177	\$21,761	\$103
Predatory Control 2005	\$22,460	-\$25	\$22,435	\$22,372	\$9	\$22,381	\$54	\$9	\$22,381	\$54
Predatory Control 2004	\$12,897	-\$427	\$12,470	\$12,462	\$0	\$12,462	\$8	\$0	\$12,462	\$8
Predatory Control 2003	\$15,210	-\$317	\$14,893	\$14,886	\$1	\$14,887	\$6	\$1	\$14,887	\$6
Predatory Control 2002	\$19,286	-\$1,333	\$17,953	\$17,951	\$0	\$17,951	\$2	\$0	\$17,951	\$2
Predatory Control 2001	\$18,350	-\$327	\$18,023	\$18,023	\$0	\$18,023	\$0	\$0	\$18,023	\$0
Predatory Control 2000	\$18,911	-\$545	\$18,366	\$18,366	\$0	\$18,366	\$0	\$0	\$18,366	\$0
Predatory Control 1999	\$19,731	-\$41	\$19,690	\$19,690	\$0	\$19,690	\$0	\$0	\$19,690	\$0
Predatory Control 1998	\$20,504	-\$48	\$20,456	\$20,456	\$0	\$20,456	\$0	\$0	\$20,456	\$0
Predatory Control 1997	\$21,171	-\$218	\$20,953	\$20,953	\$0	\$20,953	\$0	\$0	\$20,953	\$0
Total Predatory Control	\$213,634	-\$3,325	\$210,309	\$186,743	\$23,053	\$209,796	\$513	\$23,053	\$209,796	\$513

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Village of Capitan										
Operational 2007	\$23,907	\$15	\$23,922	\$0	\$21,794	\$21,794	\$2,128	\$21,794	\$21,794	\$2,128
Operational 2006	\$21,758	\$69	\$21,827	\$20,057	\$965	\$21,022	\$805	\$965	\$21,022	\$805
Operational 2005	\$20,173	-\$38	\$20,135	\$19,659	\$223	\$19,882	\$253	\$223	\$19,882	\$253
Operational 2004	\$19,210	-\$10	\$19,200	\$19,060	\$61	\$19,121	\$79	\$61	\$19,121	\$79
Operational 2003	\$17,925	-\$279	\$17,646	\$17,602	\$7	\$17,609	\$37	\$7	\$17,609	\$37
Operational 2002	\$16,998	-\$47	\$16,951	\$16,947	\$0	\$16,947	\$4	\$0	\$16,947	\$4
Operational 2001	\$16,553	-\$92	\$16,461	\$16,459	\$0	\$16,459	\$2	\$0	\$16,459	\$2
Operational 2000	\$15,705	-\$159	\$15,546	\$15,524	\$0	\$15,524	\$22	\$0	\$15,524	\$22
Operational 1999	\$15,072	-\$22	\$15,050	\$15,027	\$0	\$15,027	\$23	\$0	\$15,027	\$23
Operational 1998	\$13,902	-\$20	\$13,882	\$13,860	\$0	\$13,860	\$22	\$0	\$13,860	\$22
Operational 1997	\$13,102	-\$10	\$13,092	\$13,092	\$0	\$13,092	\$0	\$0	\$13,092	\$0
Total Operational	\$194,305	-\$593	\$193,712	\$167,287	\$23,050	\$190,337	\$3,375	\$23,050	\$190,337	\$3,375
Debt										
Debt 2007	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2006	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2005	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2004	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2003	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2002	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2001	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 1999	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 1998	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 1997	\$78,867	-\$56	\$78,811	\$78,811	\$0	\$78,811	\$0	\$0	\$78,811	\$0
Total Debt	\$78,867	-\$56	\$78,811	\$78,811	\$0	\$78,811	\$0	\$0	\$78,811	\$0
Village of Carrizozo										
Operational 2007	\$36,567	\$2	\$36,569	\$0	\$33,061	\$33,061	\$3,508	\$33,061	\$33,061	\$3,508
Operational 2006	\$34,013	\$0	\$34,013	\$31,372	\$1,596	\$32,968	\$1,045	\$1,596	\$32,968	\$1,045
Operational 2005	\$32,594	\$180	\$32,774	\$32,014	\$595	\$32,609	\$165	\$595	\$32,609	\$165
Operational 2004	\$31,957	\$113	\$32,070	\$31,841	\$202	\$32,043	\$27	\$202	\$32,043	\$27
Operational 2003	\$31,647	-\$189	\$31,458	\$31,422	\$19	\$31,441	\$17	\$19	\$31,441	\$17
Operational 2002	\$30,347	-\$87	\$30,260	\$30,244	\$1	\$30,245	\$15	\$1	\$30,245	\$15
Operational 2001	\$28,661	\$350	\$29,011	\$28,964	\$0	\$28,964	\$47	\$0	\$28,964	\$47
Operational 2000	\$27,696	-\$79	\$27,617	\$27,571	\$0	\$27,571	\$46	\$0	\$27,571	\$46
Operational 1999	\$26,800	-\$73	\$26,727	\$26,726	\$0	\$26,726	\$1	\$0	\$26,726	\$1
Operational 1998	\$25,410	\$583	\$25,993	\$25,992	\$0	\$25,992	\$1	\$0	\$25,992	\$1
Operational 1997	\$21,155	\$2,504	\$23,659	\$23,659	\$0	\$23,659	\$0	\$0	\$23,659	\$0
Total Operational	\$326,846	\$3,304	\$330,150	\$289,805	\$35,474	\$325,279	\$4,871	\$35,474	\$325,279	\$4,871

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End	
Village of Carrizozo											
Debt	2007	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2006	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2005	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2004	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2003	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2002	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2001	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	1999	\$16,855	-\$50	\$16,805	\$16,805	\$0	\$16,805	\$0	\$0	\$16,805	
Debt	1998	\$16,475	\$365	\$16,840	\$16,840	\$0	\$16,840	\$0	\$0	\$16,840	
Debt	1997	\$20,342	\$2,294	\$22,636	\$22,636	\$0	\$22,636	\$0	\$0	\$22,636	
Total Debt		\$53,672	\$2,609	\$56,281	\$56,281	\$0	\$56,281	\$0	\$0	\$56,281	
Village of Corona											
Operational	2007	\$7,911	-\$16	\$7,895	\$0	\$7,761	\$7,761	\$134	\$7,761	\$7,761	\$134
Operational	2006	\$7,332	\$0	\$7,332	\$7,210	\$111	\$7,321	\$11	\$111	\$7,321	\$11
Operational	2005	\$8,920	\$151	\$9,071	\$8,984	\$86	\$9,070	\$1	\$86	\$9,070	\$1
Operational	2004	\$6,556	-\$3	\$6,553	\$6,547	\$6	\$6,553	\$0	\$6	\$6,553	\$0
Operational	2003	\$5,951	-\$2	\$5,949	\$5,949	\$0	\$5,949	\$0	\$0	\$5,949	\$0
Operational	2002	\$5,911	-\$2	\$5,909	\$5,909	\$0	\$5,909	\$0	\$0	\$5,909	\$0
Operational	2001	\$5,363	\$88	\$5,451	\$5,451	\$0	\$5,451	\$0	\$0	\$5,451	\$0
Operational	2000	\$5,517	-\$2	\$5,515	\$5,515	\$0	\$5,515	\$0	\$0	\$5,515	\$0
Operational	1999	\$5,010	\$0	\$5,010	\$5,010	\$0	\$5,010	\$0	\$0	\$5,010	\$0
Operational	1998	\$4,899	\$0	\$4,899	\$4,899	\$0	\$4,899	\$0	\$0	\$4,899	\$0
Operational	1997	\$4,888	\$11	\$4,899	\$4,899	\$0	\$4,899	\$0	\$0	\$4,899	\$0
Total Operational		\$68,258	\$225	\$68,483	\$60,373	\$7,964	\$68,337	\$146	\$7,964	\$68,337	\$146
Debt	2007	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2006	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2005	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2004	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2003	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2002	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2001	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	2000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	1999	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	1998	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Debt	1997	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Total Debt		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	

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STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Village of Ruidoso										
Operational 2007	\$1,810,503	-\$1,903	\$1,808,600	\$0	\$1,722,453	\$1,722,453	\$86,147	\$1,722,453	\$1,722,453	\$86,147
Operational 2006	\$1,583,772	\$29	\$1,583,801	\$1,512,457	\$49,677	\$1,562,134	\$21,667	\$49,677	\$1,562,134	\$21,667
Operational 2005	\$1,450,824	-\$217	\$1,450,607	\$1,435,867	\$11,241	\$1,447,108	\$3,499	\$11,241	\$1,447,108	\$3,499
Operational 2004	\$1,383,656	\$749	\$1,384,405	\$1,380,064	\$3,702	\$1,383,766	\$639	\$3,702	\$1,383,766	\$639
Operational 2003	\$1,290,466	\$920	\$1,291,386	\$1,290,755	\$174	\$1,290,929	\$457	\$174	\$1,290,929	\$457
Operational 2002	\$1,246,706	-\$1,728	\$1,244,978	\$1,244,417	\$102	\$1,244,519	\$459	\$102	\$1,244,519	\$459
Operational 2001	\$1,192,127	-\$6,504	\$1,185,623	\$1,185,450	\$75	\$1,185,525	\$98	\$75	\$1,185,525	\$98
Operational 2000	\$1,118,680	-\$958	\$1,117,722	\$1,117,712	\$0	\$1,117,712	\$10	\$0	\$1,117,712	\$10
Operational 1999	\$1,063,781	-\$231	\$1,063,550	\$1,063,540	\$0	\$1,063,540	\$10	\$0	\$1,063,540	\$10
Operational 1998	\$1,018,474	-\$435	\$1,018,039	\$1,018,001	\$0	\$1,018,001	\$38	\$0	\$1,018,001	\$38
Operational 1997	\$976,735	-\$964	\$975,771	\$975,771	\$0	\$975,771	\$0	\$0	\$975,771	\$0
Total Operational	\$14,135,724	-\$11,242	\$14,124,482	\$12,224,034	\$1,787,424	\$14,011,458	\$113,024	\$1,787,424	\$14,011,458	\$113,024
Debt										
Debt 2007	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2006	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2005	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2004	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2003	\$301,751	\$307	\$302,058	\$301,911	\$36	\$301,947	\$111	\$36	\$301,947	\$111
Debt 2002	\$672,409	-\$833	\$671,576	\$671,284	\$53	\$671,337	\$239	\$53	\$671,337	\$239
Debt 2001	\$658,654	-\$3,006	\$655,648	\$655,550	\$39	\$655,589	\$59	\$39	\$655,589	\$59
Debt 2000	\$282,875	-\$222	\$282,653	\$282,650	\$0	\$282,650	\$3	\$0	\$282,650	\$3
Debt 1999	\$1,552,788	-\$312	\$1,552,476	\$1,552,464	\$0	\$1,552,464	\$12	\$0	\$1,552,464	\$12
Debt 1998	\$1,434,617	-\$567	\$1,434,050	\$1,434,005	\$0	\$1,434,005	\$45	\$0	\$1,434,005	\$45
Debt 1997	\$1,433,914	-\$1,140	\$1,432,774	\$1,432,774	\$0	\$1,432,774	\$0	\$0	\$1,432,774	\$0
Total Debt	\$6,337,008	-\$5,773	\$6,331,235	\$6,330,638	\$128	\$6,330,766	\$469	\$128	\$6,330,766	\$469
Village of Ruidoso Downs										
Operational 2007	\$222,198	-\$70	\$222,128	\$0	\$208,447	\$208,447	\$13,681	\$208,447	\$208,447	\$13,681
Operational 2006	\$199,114	-\$179	\$198,935	\$186,999	\$7,884	\$194,883	\$4,052	\$7,884	\$194,883	\$4,052
Operational 2005	\$185,274	-\$739	\$184,535	\$181,842	\$1,886	\$183,728	\$807	\$1,886	\$183,728	\$807
Operational 2004	\$177,538	-\$439	\$177,099	\$176,071	\$893	\$176,964	\$135	\$893	\$176,964	\$135
Operational 2003	\$159,774	-\$292	\$159,482	\$159,311	\$103	\$159,414	\$68	\$103	\$159,414	\$68
Operational 2002	\$155,317	-\$449	\$154,868	\$154,812	\$13	\$154,825	\$43	\$13	\$154,825	\$43
Operational 2001	\$153,241	-\$383	\$152,858	\$152,751	\$0	\$152,751	\$107	\$0	\$152,751	\$107
Operational 2000	\$149,349	-\$347	\$149,002	\$148,863	\$0	\$148,863	\$139	\$0	\$148,863	\$139
Operational 1999	\$135,279	-\$58	\$135,221	\$135,110	\$21	\$135,131	\$90	\$21	\$135,131	\$90
Operational 1998	\$127,542	-\$65	\$127,477	\$127,426	\$0	\$127,426	\$51	\$0	\$127,426	\$51
Operational 1997	\$112,350	-\$471	\$111,879	\$111,879	\$0	\$111,879	\$0	\$0	\$111,879	\$0
Total Operational	\$1,776,976	-\$3,492	\$1,773,484	\$1,535,064	\$219,247	\$1,754,311	\$19,173	\$219,247	\$1,754,311	\$19,173

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Village of Ruidoso Downs										
Debt 2007	\$48,165	-\$26	\$48,139	\$0	\$45,092	\$45,092	\$3,047	\$45,092	\$45,092	\$3,047
Debt 2006	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2005	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2004	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2003	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2002	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2001	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 2000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 1999	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 1998	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt 1997	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Debt	\$48,165	-\$26	\$48,139	\$0	\$45,092	\$45,092	\$3,047	\$45,092	\$45,092	\$3,047
Eastern NM University - Ruidoso										
Advalorem 2007	\$813,791	-\$688	\$813,103	\$0	\$774,295	\$774,295	\$38,808	\$774,295	\$774,295	\$38,808
Advalorem 2006	\$703,195	\$34	\$703,229	\$671,148	\$22,142	\$693,290	\$9,939	\$22,142	\$693,290	\$9,939
Advalorem 2005	\$643,543	-\$662	\$642,881	\$635,804	\$5,187	\$640,991	\$1,890	\$5,187	\$640,991	\$1,890
Advalorem 2004	\$610,052	\$102	\$610,154	\$608,062	\$1,666	\$609,728	\$426	\$1,666	\$609,728	\$426
Advalorem 2003	\$565,306	\$411	\$565,717	\$565,355	\$122	\$565,477	\$240	\$122	\$565,477	\$240
Advalorem 2002	\$545,508	-\$647	\$544,861	\$544,624	\$58	\$544,682	\$179	\$58	\$544,682	\$179
Advalorem 2001	\$525,412	-\$2,426	\$522,986	\$522,880	\$29	\$522,909	\$77	\$29	\$522,909	\$77
Advalorem 2000	\$486,394	-\$417	\$485,977	\$485,562	\$0	\$485,562	\$415	\$0	\$485,562	\$415
Advalorem 1999	\$462,682	-\$95	\$462,587	\$462,553	\$6	\$462,559	\$28	\$6	\$462,559	\$28
Advalorem 1998	\$441,050	-\$203	\$440,847	\$440,820	\$0	\$440,820	\$27	\$0	\$440,820	\$27
Advalorem 1997	\$416,696	-\$408	\$416,288	\$416,288	\$0	\$416,288	\$0	\$0	\$416,288	\$0
Total Levy	\$6,213,629	-\$4,999	\$6,208,630	\$5,353,096	\$803,505	\$6,156,601	\$52,029	\$803,505	\$6,156,601	\$52,029
Capitan Schools										
Operational 2007	\$70,045	\$0	\$70,045	\$0	\$67,703	\$67,703	\$2,342	\$67,703	\$67,703	\$2,342
Operational 2006	\$60,693	\$12	\$60,705	\$58,880	\$1,149	\$60,029	\$676	\$1,149	\$60,029	\$676
Operational 2005	\$53,983	-\$156	\$53,827	\$53,328	\$351	\$53,679	\$148	\$351	\$53,679	\$148
Operational 2004	\$48,912	-\$12	\$48,900	\$48,804	\$72	\$48,876	\$24	\$72	\$48,876	\$24
Operational 2003	\$44,764	-\$140	\$44,624	\$44,599	\$12	\$44,611	\$13	\$12	\$44,611	\$13
Operational 2002	\$42,612	-\$18	\$42,594	\$42,585	\$2	\$42,587	\$7	\$2	\$42,587	\$7
Operational 2001	\$39,894	-\$85	\$39,809	\$39,808	\$1	\$39,809	\$0	\$1	\$39,809	\$0
Operational 2000	\$36,607	-\$31	\$36,576	\$36,571	\$1	\$36,572	\$4	\$1	\$36,572	\$4
Operational 1999	\$34,190	-\$81	\$34,109	\$34,104	\$1	\$34,105	\$4	\$1	\$34,105	\$4
Operational 1998	\$32,499	\$18	\$32,517	\$32,512	\$1	\$32,513	\$4	\$1	\$32,513	\$4
Operational 1997	\$30,391	-\$20	\$30,371	\$30,371	\$0	\$30,371	\$0	\$0	\$30,371	\$0
Total Operational	\$494,590	-\$513	\$494,077	\$421,562	\$69,293	\$490,855	\$3,222	\$69,293	\$490,855	\$3,222

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Capitan Schools										
Debt Service 2007	\$245,636	\$4	\$245,640	\$0	\$238,100	\$238,100	\$7,540	\$238,100	\$238,100	\$7,540
Debt Service 2006	\$255,406	\$24	\$255,430	\$248,207	\$4,705	\$252,912	\$2,518	\$4,705	\$252,912	\$2,518
Debt Service 2005	\$263,222	-\$587	\$262,635	\$260,335	\$1,641	\$261,976	\$659	\$1,641	\$261,976	\$659
Debt Service 2004	\$271,605	-\$54	\$271,551	\$271,037	\$387	\$271,424	\$127	\$387	\$271,424	\$127
Debt Service 2003	\$280,425	-\$743	\$279,682	\$279,543	\$62	\$279,605	\$77	\$62	\$279,605	\$77
Debt Service 2002	\$293,310	-\$49	\$293,261	\$293,215	\$8	\$293,223	\$38	\$8	\$293,223	\$38
Debt Service 2001	\$344,013	-\$528	\$343,485	\$343,474	\$9	\$343,483	\$2	\$9	\$343,483	\$2
Debt Service 2000	\$346,992	-\$255	\$346,737	\$346,686	\$9	\$346,695	\$42	\$9	\$346,695	\$42
Debt Service 1999	\$340,695	-\$849	\$339,846	\$339,794	\$10	\$339,804	\$42	\$10	\$339,804	\$42
Debt Service 1998	\$237,534	\$98	\$237,632	\$237,593	\$8	\$237,601	\$31	\$8	\$237,601	\$31
Debt Service 1997	\$241,155	-\$131	\$241,024	\$241,024	\$0	\$241,024	\$0	\$0	\$241,024	\$0
Total Debt Service	\$3,119,993	-\$3,070	\$3,116,923	\$2,860,908	\$244,939	\$3,105,847	\$11,076	\$244,939	\$3,105,847	\$11,076
Capital Improvments										
Capital Improvments 2007	\$539,859	\$9	\$539,868	\$0	\$523,296	\$523,296	\$16,572	\$523,296	\$523,296	\$16,572
Capital Improvments 2006	\$472,975	\$45	\$473,020	\$459,645	\$8,714	\$468,359	\$4,661	\$8,714	\$468,359	\$4,661
Capital Improvments 2005	\$425,858	-\$961	\$424,897	\$421,166	\$2,660	\$423,826	\$1,071	\$2,660	\$423,826	\$1,071
Capital Improvments 2004	\$396,793	-\$78	\$396,715	\$395,963	\$565	\$396,528	\$187	\$565	\$396,528	\$187
Capital Improvments 2003	\$361,864	-\$902	\$360,962	\$360,788	\$74	\$360,862	\$100	\$74	\$360,862	\$100
Capital Improvments 2002	\$343,656	-\$58	\$343,598	\$343,543	\$9	\$343,552	\$46	\$9	\$343,552	\$46
Capital Improvments 2001	\$328,414	-\$504	\$327,910	\$327,899	\$8	\$327,907	\$3	\$8	\$327,907	\$3
Capital Improvments 2000	\$310,925	-\$229	\$310,696	\$310,651	\$8	\$310,659	\$37	\$8	\$310,659	\$37
Capital Improvments 1999	\$266,423	-\$659	\$265,764	\$265,724	\$8	\$265,732	\$32	\$8	\$265,732	\$32
Capital Improvments 1998	\$252,830	\$104	\$252,934	\$252,893	\$8	\$252,901	\$33	\$8	\$252,901	\$33
Capital Improvments 1997	\$240,554	-\$131	\$240,423	\$240,423	\$0	\$240,423	\$0	\$0	\$240,423	\$0
Total Cap. Imp.	\$3,940,151	-\$3,364	\$3,936,787	\$3,378,695	\$535,350	\$3,914,045	\$22,742	\$535,350	\$3,914,045	\$22,742
Carrizozo Schools										
Operational 2007	\$14,865	-\$14	\$14,851	\$0	\$14,002	\$14,002	\$849	\$14,002	\$14,002	\$849
Operational 2006	\$13,820	\$37	\$13,857	\$13,426	\$274	\$13,700	\$157	\$274	\$13,700	\$157
Operational 2005	\$12,779	\$1,068	\$13,847	\$13,710	\$101	\$13,811	\$36	\$101	\$13,811	\$36
Operational 2004	\$12,931	\$404	\$13,335	\$13,289	\$34	\$13,323	\$12	\$34	\$13,323	\$12
Operational 2003	\$12,158	-\$9	\$12,149	\$12,075	\$2	\$12,077	\$72	\$2	\$12,077	\$72
Operational 2002	\$11,207	-\$9	\$11,198	\$11,194	\$0	\$11,194	\$4	\$0	\$11,194	\$4
Operational 2001	\$11,014	\$27	\$11,041	\$11,034	\$0	\$11,034	\$7	\$0	\$11,034	\$7
Operational 2000	\$9,513	-\$12	\$9,501	\$9,497	\$0	\$9,497	\$4	\$0	\$9,497	\$4
Operational 1999	\$8,565	\$94	\$8,659	\$8,653	\$0	\$8,653	\$6	\$0	\$8,653	\$6
Operational 1998	\$8,501	\$120	\$8,621	\$8,621	\$0	\$8,621	\$0	\$0	\$8,621	\$0
Operational 1997	\$7,559	\$676	\$8,235	\$8,235	\$0	\$8,235	\$0	\$0	\$8,235	\$0
Total Operational	\$122,912	\$2,381	\$125,293	\$109,734	\$14,413	\$124,147	\$1,146	\$14,413	\$124,147	\$1,146

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Carrizozo Schools										
Debt Service 2007	\$196,435	-\$145	\$196,290	\$0	\$184,880	\$184,880	\$11,410	\$184,880	\$184,880	\$11,410
Debt Service 2006	\$167,192	\$394	\$167,586	\$161,777	\$3,654	\$165,431	\$2,155	\$3,654	\$165,431	\$2,155
Debt Service 2005	\$173,117	\$12,452	\$185,569	\$183,530	\$1,475	\$185,005	\$564	\$1,475	\$185,005	\$564
Debt Service 2004	\$182,691	\$4,900	\$187,591	\$186,865	\$564	\$187,429	\$162	\$564	\$187,429	\$162
Debt Service 2003	\$177,534	-\$23	\$177,511	\$176,548	\$33	\$176,581	\$930	\$33	\$176,581	\$930
Debt Service 2002	\$168,078	-\$135	\$167,943	\$167,882	\$1	\$167,883	\$60	\$1	\$167,883	\$60
Debt Service 2001	\$140,757	\$245	\$141,002	\$140,913	\$0	\$140,913	\$89	\$0	\$140,913	\$89
Debt Service 2000	\$128,048	-\$173	\$127,875	\$127,819	\$0	\$127,819	\$56	\$0	\$127,819	\$56
Debt Service 1999	\$147,837	\$1,358	\$149,195	\$149,066	\$0	\$149,066	\$129	\$0	\$149,066	\$129
Debt Service 1998	\$113,472	\$1,501	\$114,973	\$114,970	\$0	\$114,970	\$3	\$0	\$114,970	\$3
Debt Service 1997	\$97,664	\$7,945	\$105,609	\$105,609	\$0	\$105,609	\$0	\$0	\$105,609	\$0
Total Debt Service	\$1,692,825	\$28,319	\$1,721,144	\$1,514,979	\$190,607	\$1,705,586	\$15,558	\$190,607	\$1,705,586	\$15,558
Capital Improvements										
Capital Improvements 2007	\$67,736	-\$50	\$67,686	\$0	\$63,751	\$63,751	\$3,935	\$63,751	\$63,751	\$3,935
Capital Improvements 2006	\$62,815	\$146	\$62,961	\$60,769	\$1,379	\$62,148	\$813	\$1,379	\$62,148	\$813
Capital Improvements 2005	\$58,887	\$4,257	\$63,144	\$62,453	\$500	\$62,953	\$191	\$500	\$62,953	\$191
Capital Improvements 2004	\$59,027	\$1,583	\$60,610	\$60,377	\$182	\$60,559	\$51	\$182	\$60,559	\$51
Capital Improvements 2003	\$56,414	-\$7	\$56,407	\$56,100	\$10	\$56,110	\$297	\$10	\$56,110	\$297
Capital Improvements 2002	\$50,848	-\$41	\$50,807	\$50,789	\$0	\$50,789	\$18	\$0	\$50,789	\$18
Capital Improvements 2001	\$50,118	\$87	\$50,205	\$50,173	\$0	\$50,173	\$32	\$0	\$50,173	\$32
Capital Improvements 2000	\$43,673	-\$60	\$43,613	\$43,594	\$0	\$43,594	\$19	\$0	\$43,594	\$19
Capital Improvements 1999	\$39,704	\$365	\$40,069	\$40,034	\$0	\$40,034	\$35	\$0	\$40,034	\$35
Capital Improvements 1998	\$37,598	\$498	\$38,096	\$38,095	\$0	\$38,095	\$1	\$0	\$38,095	\$1
Capital Improvements 1997	\$34,250	\$2,786	\$37,036	\$37,036	\$0	\$37,036	\$0	\$0	\$37,036	\$0
Total Cap. Imp.	\$561,070	\$9,564	\$570,634	\$499,420	\$65,822	\$565,242	\$5,392	\$65,822	\$565,242	\$5,392
Corona Schools										
Operational 2007	\$12,150	\$46	\$12,196	\$0	\$12,048	\$12,048	\$148	\$12,048	\$12,048	\$148
Operational 2006	\$12,190	-\$29	\$12,161	\$12,065	\$83	\$12,148	\$13	\$83	\$12,148	\$13
Operational 2005	\$11,512	\$379	\$11,891	\$11,876	\$10	\$11,886	\$5	\$10	\$11,886	\$5
Operational 2004	\$9,623	\$838	\$10,461	\$10,230	\$1	\$10,231	\$230	\$1	\$10,231	\$230
Operational 2003	\$9,829	-\$2	\$9,827	\$9,827	\$0	\$9,827	\$0	\$0	\$9,827	\$0
Operational 2002	\$9,306	\$102	\$9,408	\$9,407	\$0	\$9,407	\$1	\$0	\$9,407	\$1
Operational 2001	\$9,525	-\$17	\$9,508	\$9,507	\$0	\$9,507	\$1	\$0	\$9,507	\$1
Operational 2000	\$9,176	\$0	\$9,176	\$9,176	\$0	\$9,176	\$0	\$0	\$9,176	\$0
Operational 1999	\$8,367	-\$10	\$8,357	\$8,357	\$0	\$8,357	\$0	\$0	\$8,357	\$0
Operational 1998	\$8,603	\$45	\$8,648	\$8,648	\$0	\$8,648	\$0	\$0	\$8,648	\$0
Operational 1997	\$8,328	-\$4	\$8,324	\$8,324	\$0	\$8,324	\$0	\$0	\$8,324	\$0
Total Operational	\$108,609	\$1,348	\$109,957	\$97,417	\$12,142	\$109,559	\$398	\$12,142	\$109,559	\$398

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Corona Schools										
Debt Service 2007	\$82,460	\$307	\$82,767	\$0	\$81,762	\$81,762	\$1,005	\$81,762	\$81,762	\$1,005
Debt Service 2006	\$81,378	-\$194	\$81,184	\$80,521	\$577	\$81,098	\$86	\$577	\$81,098	\$86
Debt Service 2005	\$79,465	\$2,563	\$82,028	\$81,917	\$75	\$81,992	\$36	\$75	\$81,992	\$36
Debt Service 2004	\$80,187	\$6,933	\$87,120	\$85,212	\$6	\$85,218	\$1,902	\$6	\$85,218	\$1,902
Debt Service 2003	\$51,150	-\$9	\$51,141	\$51,137	\$0	\$51,137	\$4	\$0	\$51,137	\$4
Debt Service 2002	\$76,641	\$836	\$77,477	\$77,469	\$0	\$77,469	\$8	\$0	\$77,469	\$8
Debt Service 2001	\$53,741	-\$97	\$53,644	\$53,639	\$0	\$53,639	\$5	\$0	\$53,639	\$5
Debt Service 2000	\$53,084	-\$3	\$53,081	\$53,081	\$0	\$53,081	\$0	\$0	\$53,081	\$0
Debt Service 1999	\$72,239	-\$90	\$72,149	\$72,149	\$0	\$72,149	\$0	\$0	\$72,149	\$0
Debt Service 1998	\$46,113	\$241	\$46,354	\$46,354	\$0	\$46,354	\$0	\$0	\$46,354	\$0
Debt Service 1997	\$31,062	-\$16	\$31,046	\$31,046	\$0	\$31,046	\$0	\$0	\$31,046	\$0
Total Debt Service	\$707,520	\$10,471	\$717,991	\$632,525	\$82,420	\$714,945	\$3,046	\$82,420	\$714,945	\$3,046
Hondo Valley Public Schools										
Capital Improvments 2007	\$48,851	\$182	\$49,033	\$0	\$48,437	\$48,437	\$596	\$48,437	\$48,437	\$596
Capital Improvments 2006	\$49,290	-\$118	\$49,172	\$48,771	\$350	\$49,121	\$51	\$350	\$49,121	\$51
Capital Improvments 2005	\$46,896	\$1,512	\$48,408	\$48,343	\$44	\$48,387	\$21	\$44	\$48,387	\$21
Capital Improvments 2004	\$38,831	\$3,357	\$42,188	\$41,265	\$3	\$41,268	\$920	\$3	\$41,268	\$920
Capital Improvments 2003	\$39,637	-\$7	\$39,630	\$39,627	\$0	\$39,627	\$3	\$0	\$39,627	\$3
Capital Improvments 2002	\$37,532	\$409	\$37,941	\$37,938	\$0	\$37,938	\$3	\$0	\$37,938	\$3
Capital Improvments 2001	\$38,400	-\$69	\$38,331	\$38,328	\$0	\$38,328	\$3	\$0	\$38,328	\$3
Capital Improvments 2000	\$36,702	-\$2	\$36,700	\$36,700	\$0	\$36,700	\$0	\$0	\$36,700	\$0
Capital Improvments 1999	\$33,468	-\$42	\$33,426	\$33,426	\$0	\$33,426	\$0	\$0	\$33,426	\$0
Capital Improvments 1998	\$34,412	\$180	\$34,592	\$34,592	\$0	\$34,592	\$0	\$0	\$34,592	\$0
Capital Improvments 1997	\$33,310	-\$18	\$33,292	\$33,292	\$0	\$33,292	\$0	\$0	\$33,292	\$0
Total Cap. Imp.	\$437,329	\$5,384	\$442,714	\$392,282	\$48,834	\$441,116	\$1,598	\$48,834	\$441,116	\$1,598
Operational										
Operational 2007	\$12,621	\$39	\$12,660	\$0	\$12,258	\$12,258	\$402	\$12,258	\$12,258	\$402
Operational 2006	\$10,468	-\$11	\$10,457	\$10,105	\$253	\$10,358	\$99	\$253	\$10,358	\$99
Operational 2005	\$10,230	-\$13	\$10,217	\$10,076	\$114	\$10,190	\$27	\$114	\$10,190	\$27
Operational 2004	\$9,777	\$63	\$9,840	\$9,814	\$12	\$9,826	\$14	\$12	\$9,826	\$14
Operational 2003	\$8,812	-\$19	\$8,793	\$8,785	\$0	\$8,785	\$8	\$0	\$8,785	\$8
Operational 2002	\$8,026	-\$92	\$7,934	\$7,929	\$0	\$7,929	\$5	\$0	\$7,929	\$5
Operational 2001	\$7,985	\$5	\$7,990	\$7,988	\$0	\$7,988	\$2	\$0	\$7,988	\$2
Operational 2000	\$7,001	\$8	\$7,009	\$7,008	\$0	\$7,008	\$1	\$0	\$7,008	\$1
Operational 1999	\$6,726	\$58	\$6,784	\$6,784	\$0	\$6,784	\$0	\$0	\$6,784	\$0
Operational 1998	\$6,316	\$80	\$6,396	\$6,395	\$0	\$6,395	\$1	\$0	\$6,395	\$1
Operational 1997	\$5,820	\$79	\$5,899	\$5,899	\$0	\$5,899	\$0	\$0	\$5,899	\$0
Total Operational	\$93,782	\$197	\$93,979	\$80,783	\$12,637	\$93,420	\$559	\$12,637	\$93,420	\$559

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Hondo Valley Public Schools										
Debt Service 2007	\$171,017	\$523	\$171,540	\$0	\$166,066	\$166,066	\$5,474	\$166,066	\$166,066	\$5,474
Debt Service 2006	\$156,734	-\$166	\$156,568	\$151,220	\$3,845	\$155,065	\$1,503	\$3,845	\$155,065	\$1,503
Debt Service 2005	\$143,941	-\$197	\$143,744	\$141,709	\$1,647	\$143,356	\$388	\$1,647	\$143,356	\$388
Debt Service 2004	\$111,667	\$764	\$112,431	\$112,133	\$166	\$112,299	\$132	\$166	\$112,299	\$132
Debt Service 2003	\$140,075	-\$294	\$139,781	\$139,624	\$0	\$139,624	\$157	\$0	\$139,624	\$157
Debt Service 2002	\$116,888	-\$1,277	\$115,611	\$115,525	\$0	\$115,525	\$86	\$0	\$115,525	\$86
Debt Service 2001	\$73,772	\$10	\$73,782	\$73,733	\$0	\$73,733	\$49	\$0	\$73,733	\$49
Debt Service 2000	\$106,166	\$111	\$106,277	\$106,258	\$0	\$106,258	\$19	\$0	\$106,258	\$19
Debt Service 1999	\$81,598	\$692	\$82,290	\$82,284	\$0	\$82,284	\$6	\$0	\$82,284	\$6
Debt Service 1998	\$113,153	\$1,416	\$114,569	\$114,554	\$0	\$114,554	\$15	\$0	\$114,554	\$15
Debt Service 1997	\$95,129	\$1,260	\$96,389	\$96,389	\$0	\$96,389	\$0	\$0	\$96,389	\$0
Total Debt Service	\$1,310,141	\$2,842	\$1,312,983	\$1,133,429	\$171,724	\$1,305,153	\$7,830	\$171,724	\$1,305,153	\$7,830
Capital Improvements										
Capital Improvements 2007	\$50,966	\$156	\$51,122	\$0	\$49,491	\$49,491	\$1,631	\$49,491	\$49,491	\$1,631
Capital Improvements 2006	\$43,254	-\$46	\$43,208	\$41,733	\$1,061	\$42,794	\$414	\$1,061	\$42,794	\$414
Capital Improvements 2005	\$43,193	-\$59	\$43,134	\$42,522	\$494	\$43,016	\$118	\$494	\$43,016	\$118
Capital Improvements 2004	\$40,568	\$278	\$40,846	\$40,738	\$60	\$40,798	\$48	\$60	\$40,798	\$48
Capital Improvements 2003	\$38,183	-\$80	\$38,103	\$38,059	\$0	\$38,059	\$44	\$0	\$38,059	\$44
Capital Improvements 2002	\$35,017	-\$383	\$34,634	\$34,610	\$0	\$34,610	\$24	\$0	\$34,610	\$24
Capital Improvements 2001	\$31,942	\$20	\$31,962	\$31,952	\$0	\$31,952	\$10	\$0	\$31,952	\$10
Capital Improvements 2000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Capital Improvements 1999	\$27,658	\$235	\$27,893	\$27,891	\$0	\$27,891	\$2	\$0	\$27,891	\$2
Capital Improvements 1998	\$25,934	\$319	\$26,253	\$26,250	\$0	\$26,250	\$3	\$0	\$26,250	\$3
Capital Improvements 1997	\$23,944	\$318	\$24,262	\$24,262	\$0	\$24,262	\$0	\$0	\$24,262	\$0
Total Cap. Imp.	\$360,659	\$758	\$361,417	\$308,017	\$51,106	\$359,123	\$2,294	\$51,106	\$359,123	\$2,294
Ruidoso Schools										
Operational 2007	\$156,180	-\$109	\$156,071	\$0	\$147,889	\$147,889	\$8,182	\$147,889	\$147,889	\$8,182
Operational 2006	\$135,077	\$15	\$135,092	\$128,583	\$4,532	\$133,115	\$1,977	\$4,532	\$133,115	\$1,977
Operational 2005	\$125,130	-\$139	\$124,991	\$123,601	\$1,028	\$124,629	\$362	\$1,028	\$124,629	\$362
Operational 2004	\$117,820	\$5	\$117,825	\$117,417	\$334	\$117,751	\$74	\$334	\$117,751	\$74
Operational 2003	\$109,482	\$35	\$109,517	\$109,449	\$26	\$109,475	\$42	\$26	\$109,475	\$42
Operational 2002	\$105,609	-\$142	\$105,467	\$105,422	\$11	\$105,433	\$34	\$11	\$105,433	\$34
Operational 2001	\$100,289	-\$549	\$99,740	\$99,722	\$6	\$99,728	\$12	\$6	\$99,728	\$12
Operational 2000	\$92,695	-\$85	\$92,610	\$92,516	\$0	\$92,516	\$94	\$0	\$92,516	\$94
Operational 1999	\$87,487	-\$22	\$87,465	\$87,458	\$1	\$87,459	\$6	\$1	\$87,459	\$6
Operational 1998	\$83,248	-\$41	\$83,207	\$83,202	\$0	\$83,202	\$5	\$0	\$83,202	\$5
Operational 1997	\$78,619	-\$91	\$78,528	\$78,528	\$0	\$78,528	\$0	\$0	\$78,528	\$0
Total Operational	\$1,191,636	-\$1,123	\$1,190,513	\$1,025,898	\$153,827	\$1,179,725	\$10,788	\$153,827	\$1,179,725	\$10,788

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Ruidoso Schools										
Debt Service 2007	\$2,784,900	-\$2,434	\$2,782,466	\$0	\$2,652,194	\$2,652,194	\$130,272	\$2,652,194	\$2,652,194	\$130,272
Debt Service 2006	\$2,414,806	\$101	\$2,414,907	\$2,306,466	\$75,573	\$2,382,039	\$32,868	\$75,573	\$2,382,039	\$32,868
Debt Service 2005	\$1,321,608	-\$1,346	\$1,320,262	\$1,305,757	\$10,619	\$1,316,376	\$3,886	\$10,619	\$1,316,376	\$3,886
Debt Service 2004	\$1,218,784	\$262	\$1,219,046	\$1,214,887	\$3,277	\$1,218,164	\$882	\$3,277	\$1,218,164	\$882
Debt Service 2003	\$1,202,703	\$1,063	\$1,203,766	\$1,202,992	\$248	\$1,203,240	\$526	\$248	\$1,203,240	\$526
Debt Service 2002	\$1,544,527	-\$1,717	\$1,542,810	\$1,542,136	\$165	\$1,542,301	\$509	\$165	\$1,542,301	\$509
Debt Service 2001	\$1,494,570	-\$6,122	\$1,488,448	\$1,488,137	\$79	\$1,488,216	\$232	\$79	\$1,488,216	\$232
Debt Service 2000	\$1,481,940	-\$1,216	\$1,480,724	\$1,479,604	\$0	\$1,479,604	\$1,120	\$0	\$1,479,604	\$1,120
Debt Service 1999	\$1,432,200	-\$209	\$1,431,991	\$1,431,882	\$19	\$1,431,901	\$90	\$19	\$1,431,901	\$90
Debt Service 1998	\$1,468,147	-\$660	\$1,467,487	\$1,467,400	\$0	\$1,467,400	\$87	\$0	\$1,467,400	\$87
Debt Service 1997	\$1,420,389	-\$1,212	\$1,419,177	\$1,419,177	\$0	\$1,419,177	\$0	\$0	\$1,419,177	\$0
Total Debt Service	\$17,784,574	-\$13,490	\$17,771,084	\$14,858,438	\$2,742,174	\$17,600,612	\$170,472	\$2,742,174	\$17,600,612	\$170,472
Capital Improvements										
Capital Improvements 2007	\$943,075	-\$824	\$942,251	\$0	\$898,136	\$898,136	\$44,115	\$898,136	\$898,136	\$44,115
Capital Improvements 2006	\$797,405	\$23	\$797,428	\$762,177	\$24,575	\$786,752	\$10,676	\$24,575	\$786,752	\$10,676
Capital Improvements 2005	\$741,470	-\$737	\$740,733	\$732,624	\$5,920	\$738,544	\$2,189	\$5,920	\$738,544	\$2,189
Capital Improvements 2004	\$701,256	\$151	\$701,407	\$699,014	\$1,886	\$700,900	\$507	\$1,886	\$700,900	\$507
Capital Improvements 2003	\$669,843	\$592	\$670,435	\$670,003	\$138	\$670,141	\$294	\$138	\$670,141	\$294
Capital Improvements 2002	\$626,583	-\$697	\$625,886	\$625,613	\$67	\$625,680	\$206	\$67	\$625,680	\$206
Capital Improvements 2001	\$611,996	-\$2,510	\$609,486	\$609,360	\$32	\$609,392	\$94	\$32	\$609,392	\$94
Capital Improvements 2000	\$565,626	-\$463	\$565,163	\$564,735	\$0	\$564,735	\$428	\$0	\$564,735	\$428
Capital Improvements 1999	\$543,014	-\$77	\$542,937	\$542,895	\$7	\$542,902	\$35	\$7	\$542,902	\$35
Capital Improvements 1998	\$444,977	-\$201	\$444,776	\$444,749	\$0	\$444,749	\$27	\$0	\$444,749	\$27
Capital Improvements 1997	\$421,040	-\$385	\$420,655	\$420,655	\$0	\$420,655	\$0	\$0	\$420,655	\$0
Total Cap. Imp.	\$7,066,285	-\$5,128	\$7,061,157	\$6,071,825	\$930,761	\$7,002,586	\$58,571	\$930,761	\$7,002,586	\$58,571
Lincoln County Medical Center										
Levy 2007	\$1,732,400	-\$555	\$1,731,845	\$0	\$1,661,686	\$1,661,686	\$70,159	\$1,661,686	\$1,661,686	\$70,159
Levy 2006	\$1,519,159	\$70	\$1,519,229	\$1,462,140	\$38,949	\$1,501,089	\$18,140	\$38,949	\$1,501,089	\$18,140
Levy 2005	\$1,403,217	\$4,035	\$1,407,252	\$1,393,129	\$10,311	\$1,403,440	\$3,812	\$10,311	\$1,403,440	\$3,812
Levy 2004	\$1,297,710	\$5,479	\$1,303,189	\$1,298,549	\$2,831	\$1,301,380	\$1,809	\$2,831	\$1,301,380	\$1,809
Levy 2003	\$646,429	-\$250	\$646,179	\$645,650	\$127	\$645,777	\$402	\$127	\$645,777	\$402
Levy 2002	\$1,148,255	-\$803	\$1,147,452	\$1,147,059	\$79	\$1,147,138	\$314	\$79	\$1,147,138	\$314
Levy 2001	\$1,115,300	-\$3,207	\$1,112,093	\$1,111,903	\$43	\$1,111,946	\$147	\$43	\$1,111,946	\$147
Levy 2000	\$887,389	-\$686	\$886,703	\$886,240	\$8	\$886,248	\$455	\$8	\$886,248	\$455
Levy 1999	\$979,762	\$25	\$979,787	\$979,679	\$18	\$979,697	\$90	\$18	\$979,697	\$90
Levy 1998	\$935,499	\$1,567	\$937,066	\$936,989	\$12	\$937,001	\$65	\$12	\$937,001	\$65
Levy 1997	\$878,340	\$3,856	\$882,196	\$882,196	\$0	\$882,196	\$0	\$0	\$882,196	\$0
Total LCMC	\$12,543,460	\$9,531	\$12,552,991	\$10,743,534	\$1,714,064	\$12,457,598	\$95,393	\$1,714,064	\$12,457,598	\$95,393

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Rural Clinics										
Levy 2007	\$412,626	-\$132	\$412,494	\$0	\$395,785	\$395,785	\$16,709	\$395,785	\$395,785	\$16,709
Levy 2006	\$361,711	\$14	\$361,725	\$348,136	\$9,273	\$357,409	\$4,316	\$9,273	\$357,409	\$4,316
Levy 2005	\$333,517	\$967	\$334,484	\$331,116	\$2,455	\$333,571	\$913	\$2,455	\$333,571	\$913
Levy 2004	\$308,980	\$1,304	\$310,284	\$309,180	\$674	\$309,854	\$430	\$674	\$309,854	\$430
Levy 2003	\$518,549	-\$199	\$518,350	\$517,924	\$101	\$518,025	\$325	\$101	\$518,025	\$325
Levy 2002	\$492,121	-\$333	\$491,788	\$491,619	\$33	\$491,652	\$136	\$33	\$491,652	\$136
Levy 2001	\$477,995	-\$1,374	\$476,621	\$476,541	\$18	\$476,559	\$62	\$18	\$476,559	\$62
Levy 2000	\$240,420	-\$186	\$240,234	\$240,092	\$3	\$240,095	\$139	\$3	\$240,095	\$139
Levy 1999	\$306,250	-\$44	\$306,206	\$306,167	\$6	\$306,173	\$33	\$6	\$306,173	\$33
Levy 1998	\$292,347	\$427	\$292,774	\$292,747	\$4	\$292,751	\$23	\$4	\$292,751	\$23
Levy 1997	\$274,660	\$1,052	\$275,712	\$275,712	\$0	\$275,712	\$0	\$0	\$275,712	\$0
Total Rural Clinics	\$4,019,176	\$1,496	\$4,020,672	\$3,589,234	\$408,352	\$3,997,586	\$23,086	\$408,352	\$3,997,586	\$23,086
Alpine Village Sanitation										
Levy 2007	\$32,515	\$0	\$32,515	\$0	\$30,904	\$30,904	\$1,611	\$30,904	\$30,904	\$1,611
Levy 2006	\$31,324	\$703	\$32,027	\$30,990	\$721	\$31,711	\$316	\$721	\$31,711	\$316
Levy 2005	\$29,844	\$2	\$29,846	\$29,540	\$304	\$29,844	\$2	\$304	\$29,844	\$2
Levy 2004	\$28,852	\$0	\$28,852	\$28,852	\$0	\$28,852	\$0	\$0	\$28,852	\$0
Levy 2003	\$27,986	\$0	\$27,986	\$27,986	\$0	\$27,986	\$0	\$0	\$27,986	\$0
Levy 2002	\$27,655	\$0	\$27,655	\$27,655	\$0	\$27,655	\$0	\$0	\$27,655	\$0
Levy 2001	\$27,381	\$0	\$27,381	\$27,381	\$0	\$27,381	\$0	\$0	\$27,381	\$0
Levy 2000	\$26,714	\$0	\$26,714	\$26,714	\$0	\$26,714	\$0	\$0	\$26,714	\$0
Levy 1999	\$26,064	\$0	\$26,064	\$26,064	\$0	\$26,064	\$0	\$0	\$26,064	\$0
Levy 1998	\$25,704	\$0	\$25,704	\$25,704	\$0	\$25,704	\$0	\$0	\$25,704	\$0
Levy 1997	\$25,130	\$0	\$25,130	\$25,130	\$0	\$25,130	\$0	\$0	\$25,130	\$0
Total Levy	\$309,169	\$705	\$309,874	\$276,016	\$31,929	\$307,945	\$1,929	\$31,929	\$307,945	\$1,929
Sun Valley Sanitation										
Levy 2007	\$56,326	\$0	\$56,326	\$0	\$54,478	\$54,478	\$1,848	\$54,478	\$54,478	\$1,848
Levy 2006	\$46,409	-\$130	\$46,279	\$44,076	\$865	\$44,941	\$1,338	\$865	\$44,941	\$1,338
Levy 2005	\$37,686	\$0	\$37,686	\$36,489	\$1,130	\$37,619	\$67	\$1,130	\$37,619	\$67
Levy 2004	\$37,111	\$0	\$37,111	\$37,053	\$58	\$37,111	\$0	\$58	\$37,111	\$0
Levy 2003	\$35,975	-\$543	\$35,432	\$35,413	\$19	\$35,432	\$0	\$19	\$35,432	\$0
Levy 2002	\$35,571	\$0	\$35,571	\$35,571	\$0	\$35,571	\$0	\$0	\$35,571	\$0
Levy 2001	\$39,178	\$0	\$39,178	\$39,178	\$0	\$39,178	\$0	\$0	\$39,178	\$0
Levy 2000	\$29,963	\$0	\$29,963	\$29,963	\$0	\$29,963	\$0	\$0	\$29,963	\$0
Levy 1999	\$29,279	\$0	\$29,279	\$29,279	\$0	\$29,279	\$0	\$0	\$29,279	\$0
Levy 1998	\$29,803	\$0	\$29,803	\$29,803	\$0	\$29,803	\$0	\$0	\$29,803	\$0
Levy 1997	\$27,010	-\$142	\$26,868	\$26,868	\$0	\$26,868	\$0	\$0	\$26,868	\$0
Total Sun Valley	\$404,311	-\$815	\$403,496	\$343,693	\$56,550	\$400,243	\$3,253	\$56,550	\$400,243	\$3,253

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Alto Lakes Conserv. Dist.										
Levy 2007	\$43,605	\$0	\$43,605	\$0	\$43,173	\$43,173	\$432	\$43,173	\$43,173	\$432
Levy 2006	\$43,671	-\$35	\$43,636	\$43,001	\$522	\$43,523	\$113	\$522	\$43,523	\$113
Levy 2005	\$40,019	-\$54	\$39,965	\$39,897	\$68	\$39,965	\$0	\$68	\$39,965	\$0
Levy 2004	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Levy 2003	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Levy 2002	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Levy 2001	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Levy 2000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Levy 1999	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Levy 1998	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Levy 1997	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Alto Lakes	\$127,295	-\$89	\$127,206	\$82,898	\$43,763	\$126,661	\$545	\$43,763	\$126,661	\$545
Carrizozo Soil & Water										
Levy 2007	\$27,273	\$71	\$27,344	\$0	\$26,645	\$26,645	\$699	\$26,645	\$26,645	\$699
Levy 2006	\$27,125	\$0	\$27,125	\$26,825	\$191	\$27,016	\$109	\$191	\$27,016	\$109
Levy 2005	\$24,934	\$2,101	\$27,035	\$26,922	\$82	\$27,004	\$31	\$82	\$27,004	\$31
Levy 2004	\$22,812	\$1,830	\$24,642	\$24,264	\$30	\$24,294	\$348	\$30	\$24,294	\$348
Levy 2003	\$22,157	-\$4	\$22,153	\$22,148	\$0	\$22,148	\$5	\$0	\$22,148	\$5
Levy 2002	\$20,022	\$56	\$20,078	\$20,074	\$0	\$20,074	\$4	\$0	\$20,074	\$4
Levy 2001	\$19,693	-\$7	\$19,686	\$19,681	\$0	\$19,681	\$5	\$0	\$19,681	\$5
Levy 2000	\$19,512	\$36	\$19,548	\$19,548	\$0	\$19,548	\$0	\$0	\$19,548	\$0
Levy 1999	\$17,273	\$100	\$17,373	\$17,362	\$0	\$17,362	\$11	\$0	\$17,362	\$11
Levy 1998	\$17,077	\$962	\$18,039	\$18,039	\$0	\$18,039	\$0	\$0	\$18,039	\$0
Levy 1997	\$16,104	\$204	\$16,308	\$16,308	\$0	\$16,308	\$0	\$0	\$16,308	\$0
Total Carrizozo S & W	\$233,982	\$5,349	\$239,331	\$211,171	\$26,948	\$238,119	\$1,212	\$26,948	\$238,119	\$1,212
Chaves County Soil & Water										
Levy 2007	\$1,987	\$0	\$1,987	\$0	\$1,976	\$1,976	\$11	\$1,976	\$1,976	\$11
Levy 2006	\$1,971	\$0	\$1,971	\$1,960	\$8	\$1,968	\$3	\$8	\$1,968	\$3
Levy 2005	\$1,909	\$0	\$1,909	\$1,909	\$0	\$1,909	\$0	\$0	\$1,909	\$0
Levy 2004	\$1,863	\$0	\$1,863	\$1,863	\$0	\$1,863	\$0	\$0	\$1,863	\$0
Levy 2003	\$1,871	\$0	\$1,871	\$1,868	\$0	\$1,868	\$3	\$0	\$1,868	\$3
Levy 2002	\$1,918	\$0	\$1,918	\$1,916	\$0	\$1,916	\$2	\$0	\$1,916	\$2
Levy 2001	\$1,909	\$0	\$1,909	\$1,906	\$0	\$1,906	\$3	\$0	\$1,906	\$3
Levy 2000	\$2,633	\$0	\$2,633	\$2,633	\$0	\$2,633	\$0	\$0	\$2,633	\$0
Levy 1999	\$1,448	\$18	\$1,466	\$1,466	\$0	\$1,466	\$0	\$0	\$1,466	\$0
Levy 1998	\$1,054	\$0	\$1,054	\$1,054	\$0	\$1,054	\$0	\$0	\$1,054	\$0
Levy 1997	\$1,103	\$0	\$1,103	\$1,103	\$0	\$1,103	\$0	\$0	\$1,103	\$0
Total Chaves County SW	\$19,666	\$18	\$19,684	\$17,678	\$1,984	\$19,662	\$22	\$1,984	\$19,662	\$22

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STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Claunch/Pinto Soil & Water										
Levy 2007	\$1,230	\$0	\$1,230	\$0	\$1,155	\$1,155	\$75	\$1,155	\$1,155	\$75
Levy 2006	\$1,345	\$0	\$1,345	\$1,261	\$84	\$1,345	\$0	\$84	\$1,345	\$0
Levy 2005	\$1,266	\$0	\$1,266	\$1,266	\$0	\$1,266	\$0	\$0	\$1,266	\$0
Levy 2004	\$1,220	-\$1	\$1,219	\$1,219	\$0	\$1,219	\$0	\$0	\$1,219	\$0
Levy 2003	\$1,137	-\$1	\$1,136	\$1,136	\$0	\$1,136	\$0	\$0	\$1,136	\$0
Levy 2002	\$1,127	-\$1	\$1,126	\$1,126	\$0	\$1,126	\$0	\$0	\$1,126	\$0
Levy 2001	\$1,112	-\$29	\$1,083	\$1,083	\$0	\$1,083	\$0	\$0	\$1,083	\$0
Levy 2000	\$970	-\$28	\$942	\$942	\$0	\$942	\$0	\$0	\$942	\$0
Levy 1999	\$329	\$0	\$329	\$329	\$0	\$329	\$0	\$0	\$329	\$0
Levy 1998	\$303	\$0	\$303	\$303	\$0	\$303	\$0	\$0	\$303	\$0
Levy 1997	\$306	\$0	\$306	\$306	\$0	\$306	\$0	\$0	\$306	\$0
Total Claunch/Pinto	\$10,345	-\$60	\$10,285	\$8,971	\$1,239	\$10,210	\$75	\$1,239	\$10,210	\$75
Upper Hondo Soil & Water										
Levy 2007	\$94,828	\$18	\$94,846	\$0	\$91,742	\$91,742	\$3,104	\$91,742	\$91,742	\$3,104
Levy 2006	\$90,053	-\$38	\$90,015	\$87,354	\$1,807	\$89,161	\$854	\$1,807	\$89,161	\$854
Levy 2005	\$85,948	-\$275	\$85,673	\$84,846	\$617	\$85,463	\$210	\$617	\$85,463	\$210
Levy 2004	\$83,765	-\$9	\$83,756	\$83,619	\$111	\$83,730	\$26	\$111	\$83,730	\$26
Levy 2003	\$78,852	-\$137	\$78,715	\$78,691	\$16	\$78,707	\$8	\$16	\$78,707	\$8
Levy 2002	\$66,270	-\$13	\$66,257	\$66,249	\$4	\$66,253	\$4	\$4	\$66,253	\$4
Levy 2001	\$64,883	-\$136	\$64,747	\$64,743	\$1	\$64,744	\$3	\$1	\$64,744	\$3
Levy 2000	\$62,593	-\$17	\$62,576	\$62,574	\$0	\$62,574	\$2	\$0	\$62,574	\$2
Levy 1999	\$51,184	\$107	\$51,291	\$51,291	\$0	\$51,291	\$0	\$0	\$51,291	\$0
Levy 1998	\$50,313	\$45	\$50,358	\$50,357	\$0	\$50,357	\$1	\$0	\$50,357	\$1
Levy 1997	\$49,410	-\$390	\$49,020	\$49,020	\$0	\$49,020	\$0	\$0	\$49,020	\$0
Total Upper Hondo	\$778,099	-\$845	\$777,254	\$678,744	\$94,298	\$773,042	\$4,212	\$94,298	\$773,042	\$4,212
Administrative Fee										
Advalorem 2007	\$2,050	-\$5	\$2,045	\$0	\$1,884	\$1,884	\$161	\$1,884	\$1,884	\$161
Advalorem 2006	\$2,184	-\$3	\$2,181	\$2,008	\$108	\$2,116	\$65	\$108	\$2,116	\$65
Advalorem 2005	\$2,336	-\$27	\$2,309	\$2,230	\$46	\$2,276	\$33	\$46	\$2,276	\$33
Advalorem 2004	\$2,428	-\$32	\$2,396	\$2,373	\$18	\$2,391	\$5	\$18	\$2,391	\$5
Advalorem 2003	\$2,344	-\$23	\$2,321	\$2,313	\$4	\$2,317	\$4	\$4	\$2,317	\$4
Advalorem 2002	\$2,134	-\$36	\$2,098	\$2,091	\$6	\$2,097	\$1	\$6	\$2,097	\$1
Advalorem 2001	\$2,010	-\$19	\$1,991	\$1,990	\$0	\$1,990	\$1	\$0	\$1,990	\$1
Advalorem 2000	\$1,987	-\$14	\$1,973	\$1,972	\$0	\$1,972	\$1	\$0	\$1,972	\$1
Advalorem 1999	\$1,886	-\$19	\$1,867	\$1,867	\$0	\$1,867	\$0	\$0	\$1,867	\$0
Advalorem 1998	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Advalorem 1997	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Administrative Fees	\$19,359	-\$178	\$19,181	\$16,844	\$2,066	\$18,910	\$271	\$2,066	\$18,910	\$271

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

STATE OF NEW MEXICO
 Lincoln County
 Lincoln County Treasurer Property Tax Schedule
 For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
Non Rendition Fees										
Advalorem 2007	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Advalorem 2006	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Advalorem 2005	\$0	\$298	\$298	\$298	\$0	\$298	\$0	\$0	\$298	\$0
Advalorem 2004	\$0	\$367	\$367	\$367	\$0	\$367	\$0	\$0	\$367	\$0
Advalorem 2003	\$0	\$371	\$371	\$371	\$0	\$371	\$0	\$0	\$371	\$0
Advalorem 2002	\$0	\$37	\$37	\$37	\$0	\$37	\$0	\$0	\$37	\$0
Advalorem 2001	\$0	\$31	\$31	\$31	\$0	\$31	\$0	\$0	\$31	\$0
Advalorem 2000	\$0	\$21	\$21	\$21	\$0	\$21	\$0	\$0	\$21	\$0
Advalorem 1999	\$0	\$33	\$33	\$33	\$0	\$33	\$0	\$0	\$33	\$0
Advalorem 1998	\$0	\$22	\$22	\$22	\$0	\$22	\$0	\$0	\$22	\$0
Advalorem 1997	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Non Rendition Fees	\$0	\$1,180	\$1,180	\$1,180	\$0	\$1,180	\$0	\$0	\$1,180	\$0

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

STATE OF NEW MEXICO
Lincoln County
Lincoln County Treasurer Property Tax Schedule
For the Year Ending June 30, 2008

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected	Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
GRAND TOTALS	\$148,890,148	\$66,361	\$148,956,509	\$129,075,257	\$18,754,540	\$147,829,797	\$1,126,712	\$16,512,913	\$147,829,797	\$1,126,712
2006	\$18,989,158	-\$6,965	\$18,982,193	\$0	\$18,149,577	\$18,149,577	\$832,616	\$15,972,799	\$18,149,577	\$832,616
2005	\$16,717,721	\$623	\$16,718,344	\$16,045,707	\$458,831	\$16,504,538	\$213,806	\$407,825	\$16,504,538	\$213,806
2004	\$14,505,144	\$49,706	\$14,554,850	\$14,404,623	\$110,489	\$14,515,112	\$39,738	\$96,646	\$14,515,112	\$39,738
2003	\$13,340,953	\$59,838	\$13,400,791	\$13,350,950	\$31,125	\$13,382,075	\$18,716	\$31,125	\$13,382,075	\$18,716
2002	\$12,788,918	-\$5,982	\$12,782,936	\$12,772,139	\$2,627	\$12,774,766	\$8,170	\$2,627	\$12,774,766	\$8,170
2001	\$13,315,386	-\$16,322	\$13,299,064	\$13,294,146	\$983	\$13,295,129	\$3,935	\$983	\$13,295,129	\$3,935
2000	\$13,209,647	-\$46,557	\$13,163,090	\$13,160,701	\$568	\$13,161,269	\$1,821	\$568	\$13,161,269	\$1,821
1999	\$11,634,819	-\$10,733	\$11,624,086	\$11,617,976	\$83	\$11,618,059	\$6,027	\$83	\$11,618,059	\$6,027
1998	\$12,106,558	-\$506	\$12,106,052	\$12,104,770	\$175	\$12,104,945	\$1,107	\$175	\$12,104,945	\$1,107
1997	\$11,400,393	\$11,527	\$11,411,920	\$11,411,062	\$82	\$11,411,144	\$775	\$82	\$11,411,144	\$775
1996	\$10,881,451	\$31,732	\$10,913,183	\$10,913,183	\$0	\$10,913,183	\$0	\$0	\$10,913,183	\$0
	\$148,890,148	\$66,361	\$148,956,509	\$129,075,257	\$18,754,540	\$147,829,797	\$1,126,712	\$16,512,913	\$147,829,797	\$1,126,712

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

STATE OF NEW MEXICO
 Lincoln County
 Statement of Changes in Assets and Liabilities - Agency Funds
 June 30, 2008

Schedule V

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
 <u>ASSETS</u>				
Cash and investments:	\$ 141,561	\$ 16,527,277	\$ 16,512,913	\$ 155,925
Taxes receivable	491,091	18,867,277	18,754,540	603,828
Accounts receivable	-	14,864	-	14,864
 Total assets	 \$ 632,652	 \$ 35,409,418	 \$ 35,267,453	 \$ 774,617
 <u>LIABILITIES</u>				
Deposits held in trust	\$ -	\$ 143,208	\$ -	\$ 143,208
Due to other taxing entities	632,652	35,266,210	35,267,453	631,409
 Total liabilities	 \$ 632,652	 \$ 35,409,418	 \$ 35,267,453	 \$ 774,617

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Lincoln County
 Schedule of Legislative Grants
 June 30, 2008

Schedule VI

Project	Grant #	Expiration Date	Grant Amount	Expenditures to Date	Remaining Grant Balance
Detention Annex	04-L-G-945	06/30/09	\$ 10,000	\$ -	\$ 10,000
Fairground Repairs	05-L-G-325	06/30/10	50,000	33,965	16,035
Glencoe Firehouse	06-L-G-1697	06/30/10	100,000	-	100,000
Arabela Fire Truck	07-L-G-5307	06/30/09	30,000	-	30,000
Glencoe Fire Station	07-L-G-5317	06/30/11	35,000	-	35,000
Domestic Violence	07-L-G-5308	06/30/11	135,000	63,414	71,586
Severance Tax Fair	06-L-G-444	06/30/11	64,000	-	64,000
Lincoln Fire Tanker	08-L-S-3237	06/30/10	200,000	-	200,000
Hondo District Tanker	08-L-G-4339	06/30/10	65,000	-	65,000
Glencoe Fire Station	08-L-G-4338	06/30/12	65,000	-	65,000
Domestic Violence	08-L-G-4343	06/30/12	103,950	-	103,950
Old Detention	08-L-G-5203	06/30/10	70,000	18,181	51,819
Domestic Violence Ops	08-L-G-1084	06/30/09	33,000	-	33,000
Big Brothers Big Sisters	08-L-G-1085	06/30/09	10,000	-	10,000
Grand Totals			<u>\$ 970,950</u>	<u>\$ 115,560</u>	<u>\$ 855,390</u>

The above are reimbursement basis grants and therefore no fund balances exist for these legislative appropriations.

See accompanying independent auditors' report.

COMPLIANCE SECTION

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

Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico
and
The Board of Lincoln County Commissioners
Lincoln County
Carrizozo, New Mexico

We have audited the financial statements of the governmental activities, each major fund, and budgetary comparisons for the general fund, the road, fire, corrections and Lincoln County Medical Center special revenue funds, and the aggregate remaining fund information of Lincoln County, New Mexico, as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents and have issued our report thereon dated November 10, 2008. We have also audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund statements as of and for the year ended June 30, 2008, as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Lincoln County, New Mexico's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the county's internal control over financial reporting.

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the county's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting that are described as items FS-07-01, FS-07-03 and FS 08-01.

A material weakness is a significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lincoln County, New Mexico's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

This report is intended solely for the information and use of management, others within the organization, the County Commission, the Office of the State Auditor, the New Mexico State Legislature and its committees, the New Mexico Department of Finance and Administration, and applicable federal grantors and is not intended to be and should not be used by anyone other than these specified parties.

Accounting & Consulting Group, L.L.P.

Accounting & Consulting Group, LLP
Certified Public Accountants
Albuquerque, New Mexico
November 10, 2008

STATE OF NEW MEXICO
Lincoln County
Schedule of Findings and Responses
June 30, 2008

SECTION I – SUMMARY OF AUDIT RESULTS:

Financial Statements:

- | | |
|--|-------------|
| 1. Type of auditors' report issued | Unqualified |
| 2. Internal control over financial reporting: | |
| a. Material weakness identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes |
| c. Noncompliance material to the financial statements noted? | No |

SECTION II – STATUS OF PRIOR YEAR FINDINGS:

FS 06-01 — PERA Not Withheld From Senior Citizen Employees – Resolved
FS 07-01 — Capital Asset Roll Forward - Repeated and Modified
FS 07-02 — Inadequate contingency and backup plans for IT functions – Resolved
FS 07-03 — Preparation of Financial Statements - Repeated

SECTION III – CURRENT YEAR FINDINGS AND RESPONSES:

FS 07-01: Incorrect Capital Asset Inventory Detail

Condition: According to the 2007 Audit Report, net capital assets totaled \$13,158,313. However, we obtained a 2007 capital asset depreciation detail from the County and found that the County's beginning balance for net assets July 1, 2007 was \$13,516,503. The differences in the beginning amounts per the capital asset inventory schedule and the prior year audited financial statements was \$358,190. The County's detailed listing was incorrect.

Criteria: Section 2.20.1.18.D of NMAC requires that all dispositions must be recorded in the capital asset inventory records. Appropriate entries must also be made in the financial statement accounts to reflect the disposition of the property. Gains or losses on disposal must be recorded in funds where such accounting is required.

Cause: The County had disposals of capital assets in the prior year that were not properly deleted from the capital asset inventory listing.

Effect: The effect is that the capital assets were overstated on the detailed list and could have caused the capital assets to not be fairly stated if they had not been adjusted.

Auditors' Recommendations: We recommend that the County accurately maintain its capital asset inventory detail list and regularly check to ensure that disposals are correctly removed from the inventory.

Management's Response: The County will increase its efforts to properly document disposals and capture those items not properly deleted.

FS 07-03: Preparation of Financial Statements

Condition: The financial statements and related disclosures are not being prepared by the County.

Criteria: According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. Well designed systems include controls over financial statement preparation, including footnote disclosures.

Cause: The County's personnel do not have the time and have not been adequately trained in understanding the elements of external financial reporting including the preparation of financial statements and related footnote disclosures.

Effect: When sufficient controls over the preparation of financial statements and related disclosures are not designed, implemented and operating effectively, an entity's ability to prevent or detect a misstatement in its financial statements is limited.

Auditor's Recommendation: We recommend County management and personnel receive training on understanding the requirements of external financial reporting.

The training should include, but not be limited to:

- Selection of appropriate accounting policies:
 - Governmental Accounting Standards Board (GASB)
 - Generally Accepted Accounting Principles (specifically as applied to governmental units)
 - Financial Accounting Standards Board (FASB)
- Understanding the financial reporting entity
- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements
- Required supplementary information
 - Management's discussion and analysis
- Supplementary information required by the Office of the State Auditor

In addition, we recommend that the County develop and implement policies and procedures designed to prevent or detect possible misstatements in its financial statements and related footnote disclosures.

Management's Response: As it stated in last year's audit, management disagrees with fining because we believe that we have competent staff to the extent necessary to review the financials, but perhaps not qualified enough to prepare financial statements.

FS 08-01: Capital Assets Additions, Repairs, & Maintenance

Condition: The County is not accurately maintaining their capital asset inventory. Through review of the capital outlay expenditures, it was noted that the County has a significantly greater amount of capital outlay expenditures than the County has capital asset additions. The County is not properly recording the capital asset additions to the capital asset inventory. The County is also expensing capital assets as repairs and maintenance instead of including these assets within the capital asset inventory and properly recording the depreciation.

Criteria: Per section 2.20.1.10 of NMAC, capital assets acquired through purchase shall be recorded at cost. Capital assets include assets constructed by agency personnel. Per Section 2.20.1.14 of NMAC, repairs and maintenance on capital assets which are routine and necessary for continued, safe, and productive operation, should be charged to maintenance expense in the period in which they occur. GASB 34 paragraph 20 requires capital assets to be reported, net of accumulated depreciation, in the statement of net assets. Section 12-6-10, NMSA 1978, requires all agencies to conduct a physical inventory of their capital assets inventory at the end of each fiscal year. Section 12-6-10, NMSA 1978 also changed the capitalization threshold to items that cost more than \$5,000, effective June 17, 2005.

Cause: The County does not have adequate internal controls to verify that capital assets are being accounted for and capitalized accurately.

Effect: The County could misstate the value of their capital assets which could materially misstate the financial statements. The County could also expense capital assets instead of account for the assets and track depreciation as required by GASB 34.

Auditors' Recommendations: The County should conduct an annual physical inventory of its capital assets as required by statute. The County should implement internal controls to verify that all capital assets are added to the capital asset inventory correctly and are also not being expensed as maintenance and repairs.

Management's Response: As stated in finding 07-01, the County will increase its efforts to properly document additions and deletions to the inventory. If the problem is not fixed this coming year, the County may consider the addition of a part of full time fixed assets specialist.

STATE OF NEW MEXICO

Lincoln County
Other Disclosures
June 30, 2008

EXIT CONFERENCE

An exit conference was held on November 13, 2008 with Ray Roberts, CPA, of Accounting & Consulting Group, LLP with the following County officials:

Dave Parks, County Commissioner
Tom F. Stewart, County Manager
Beverly Calaway, County Treasurer
Sherrie Huddleston, Financial Accounting Officer

The audit report and findings were discussed.

COMPILATION OF FINANCIAL STATEMENTS

Although it would be preferred and desirable for the County to prepare its own GAAP-basis financial statements, it is felt that the County's personnel do not have sufficient training or the time to prepare them. Therefore, the outside auditor, Accounting & Consulting Group, LLP, prepared the GAAP-basis financial statements and footnotes for inclusion in the annual audit report.