

**STATE OF NEW MEXICO**  
**LINCOLN COUNTY**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2010**

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## **INTRODUCTORY SECTION**

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 Lincoln County  
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 June 30, 2010

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**STATE OF NEW MEXICO**

Lincoln County

Official Roster

June 30, 2010

<b><u>Name</u></b>	<b><u>Elected Officials</u></b>	<b><u>Title</u></b>
William T. Battin		County Commissioner - Chairman
Eileen M. Sedillo		County Commissioner – Vice Chairman
Jackie M. Powell		County Commissioner
Donald A Williams		County Commissioner
Dave J. Parks		County Commissioner
Rhonda B. Burrows		County Clerk
Beverly Ann Calaway		County Treasurer
Paul Baca		County Assessor
Richard Virden		County Sheriff
Carrie Sue Spencer		Count Probate Judge

	<b><u>Administrative Officials</u></b>	
Thomas F. Stewart		County Manager
Charlene “Punkin” Schlarb		Finance Director
Billie-Jo Guevara		Human Resources
Rachel Monreal		Finance Officer
Orlando Samora		Purchasing Agent

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**FINANCIAL SECTION**



**Accounting & Consulting Group, LLP**  
Certified Public Accountants

## INDEPENDENT AUDITORS' REPORT

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
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, the budgetary comparisons for the General Fund and major 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, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the capital improvements capital projects fund and 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, 2010 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 also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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.

We were not able to verify capital assets and the related accumulated depreciation at June 30, 2010 nor the depreciation accrual for the year then ended. We were unable to determine these amounts through the use of alternative procedures and, as such, are unable to express an opinion on capital assets as of June 30, 2010 and the depreciation accrual for the year then ended. The effect on assets, net assets, and expenses on the governmental activities is not readily determinable.

In our opinion, except for the effects of the lack of evidence verifying the amount of capital assets, accumulated depreciation and current year depreciation expense as described in the preceding paragraph, 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 Lincoln County, as of June 30, 2010, and the respective changes in financial position thereof, and the respective budgetary comparisons for the General Fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the County, as of June 30, 2010, and the respective changes in financial position thereof, and the budgetary comparisons for the capital improvements capital projects fund and 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 5, 2010 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 12-18 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 Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as Supporting Schedules I through V in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the County. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and each of the 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. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

*Accounting & Consulting Group, LLP*

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
November 5, 2010

**STATE OF NEW MEXICO**  
Lincoln County  
Management's Discussion and Analysis  
June 30, 2010

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, 2010. 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 \$48,640,158 (*net assets*). Of this amount, \$7,873,156 (*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 \$5,101,206. The increase is primarily due to an increase in property tax revenue.
- At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$7,535,147 or 132 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 37-57 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 62-109 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 \$48,640,158 and \$43,538,952 at the close of the fiscal years ended June 30, 2010 and June 30, 2009, respectively. The County also had revenues that exceeded expenditures during the year in the amount of \$5,101,206 which increased net assets in the current year.

A large portion of the County's net assets (67 percent) reflects its investment in capital assets (e.g., land, buildings, other improvements, infrastructure 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 (\$8,027,962) 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* (\$7,873,156) 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, 2010.

**Lincoln County's Net Assets**  
**June 30, 2010**

	<u>Governmental Activities</u>	
	<u>2010</u>	<u>2009</u>
Current and other assets	\$ 16,581,155	\$ 14,697,690
Capital assets	<u>37,343,397</u>	<u>34,846,664</u>
Total assets	<u>53,924,552</u>	<u>49,544,354</u>
Current Liabilities	939,107	1,747,537
Non-current liabilities	<u>4,345,287</u>	<u>4,257,865</u>
Total liabilities	<u>5,284,394</u>	<u>6,005,402</u>
Net assets:		
Invested in capital assets, net of related debt	32,739,040	29,672,098
Restricted for:		
Debt service	420,457	517,044
Capital projects	25,257	551
Other purposes - special revenue	7,582,248	6,287,672
Unrestricted	<u>7,873,156</u>	<u>7,061,587</u>
Total net assets	<u>\$ 48,640,158</u>	<u>\$ 43,538,952</u>

**STATE OF NEW MEXICO**  
Lincoln County  
Management's Discussion and Analysis  
June 30, 2010

**Changes in Net Assets**

The County's total revenues of \$21,529,257 and program expenses of \$16,428,051 resulted in a change in net assets of \$5,101,206. The County incurred 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, 2010 and June 30, 2009.

**Lincoln County's Change in Net Assets**  
**June 30, 2010**

	<u>Governmental Activities</u>	
	<u>2010</u>	<u>2009</u>
Program revenues:		
Charges for service	\$ 2,492,461	\$ 2,467,959
Operating grants and contributions	2,923,105	3,488,803
Capital grants and contributions	674,241	38,736
General revenues:		
Property taxes, levied for general purposes	-	10,242,026
Gross receipts taxes	-	1,569,295
Gasoline and motor vehicle taxes	-	177,606
Other taxes	-	71,952
Payment in lieu of taxes	-	2,375,919
Local sources	-	147,783
Interest income	-	186,664
Gain (Loss) on disposal of capital assets	-	(2,820)
Special item - donated asset	-	-
Special item - debt relief	-	20,630
Miscellaneous income	-	131,988
	<hr/>	<hr/>
Total Revenues	6,089,807	20,916,541
	<hr/>	<hr/>
Program expenses:		
General government	\$ -	4,289,262
Public safety	-	5,702,663
Public works	-	2,282,803
Culture and recreation	-	142,803
Health and welfare	-	4,076,053
Interest on long-term debt	-	230,765
	<hr/>	<hr/>
Total Expenses	-	16,724,349
	<hr/>	<hr/>
Change in net assets	\$ 6,089,807	\$ 4,192,192
	<hr/>	<hr/>

**STATE OF NEW MEXICO**  
Lincoln County  
Management's Discussion and Analysis  
June 30, 2010

**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 \$15,460,312, an increase of \$1,865,357 in comparison with the prior year. Approximately 99 percent of this total amount, \$15,447,196, constitutes *unreserved, undesignated fund balance*, which is available for spending at the government's discretion, and 1 percent of this total amount, \$13,116, is *reserved for prepaid expenses*.

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 \$7,535,147, while total fund balance was \$7,535,147. 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 131 percent of total general fund expenditures, while total fund balance represents 132 percent of that same amount. Fund balance of Lincoln County's general fund increased by \$693,339 during the current fiscal year. The increase is due to favorable budget variances in revenues and transfers out of the general fund and into other funds.

The Fire Funds has total fund balances of \$869,516. At the end of the current fiscal year, *unreserved, undesignated* fund balance of the fire fund was \$869,516. The net decrease in fund balance during the current year in the fire fund was \$850,678. This decrease is due primarily to increased capital outlay expenditures over the prior year.

The Corrections Fund has a total fund balance of \$122,689. At the end of the current fiscal year, *unreserved, undesignated* fund balance of the corrections fund was \$122,689. The net increase in fund balance during the current year in the corrections fund was \$214,563. This increase is due primarily to transfers made into the fund.

The Lincoln County Medical Center Fund has a total fund balance of \$4,410,771, of which \$4,410,771 is *unrestricted and undesignated*. The net increase in the current year was \$1,601,911. This increase was due primarily to a decrease in capital outlay expenditures as the construction of the Lincoln County Medical Center Phase III has been completed.

The Capital Improvements Fund has a total fund balance of \$25,257, of which \$25,257 is *unrestricted and undesignated*. The net increase in the current year was \$24,706. This increase was due to less expenditures than was originally budgeted.

**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 \$90,446. The significant variations were in general government and public safety, which were increases of \$90,296 and \$150, 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, 2010. 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	\$ 6,643,304	\$ 5,760,343	\$ 882,961
Road Fund	2,883,448	2,105,718	777,730
Corrections Fund	2,902,927	2,475,182	427,745
Lincoln County Medical Center Fund	1,798,727	1,277,677	521,050
Capital Improvements Fund	4,822,107	1,490,763	3,331,344
Other Governmental Funds	<u>10,061,059</u>	<u>6,718,577</u>	<u>3,342,482</u>
 Total for Governmental Funds	 <u>\$ 29,111,572</u>	 <u>\$ 19,828,260</u>	 <u>\$ 9,283,312</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, 2010, amounts to \$37,343,397 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, equipment, infrastructure, and other improvements. The table below shows the summarized capital assets of Lincoln County as of June 30, 2010 and June 30, 2009.

**Lincoln County's Capital Assets, Net of Depreciation  
June 30, 2010**

	<u>Governmental Activities</u>	
	<u>2010</u>	<u>2009</u>
Property, plan and equipment		
Land	\$ 1,500,528	\$ 4,500,313
Constuction in progress	-	4,057,537
Buildings and improvements	17,184,186	9,473,550
Equipment	16,125,039	12,516,747
Infrastructure	29,282,239	28,534,538
Other improvements	<u>157,669</u>	<u>157,669</u>
 Total property, plant and equipment	 <u>64,249,661</u>	 <u>59,240,354</u>
 Less: accumulated depreciation	 <u>(26,906,264)</u>	 <u>(24,393,690)</u>
 Total property, plant and equipment, net of accumulated depreciation	 <u>\$ 37,343,397</u>	 <u>\$ 34,846,664</u>

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The County recognized \$2,535,715 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, 2010. Additional information on Lincoln County's commitments can be found in the note 14 of the financial statements.

**Long-term debt**

At June 30, 2010, Lincoln County had total gross receipt revenue bonds outstanding of \$3,375,000, loans and capital leases outstanding of \$1,229,357, all of which is secured by pledged gross receipts tax revenues.

**Lincoln County's Outstanding Debt  
June 30, 2010**

	<u>Governmental Activities</u>	
	<u>2010</u>	<u>2009</u>
Gross Receipts Revenue Bonds	\$ 3,375,000	\$ 3,475,000
NMFA Loans	1,183,590	924,567
Capital Leases	45,767	774,999
Compensated Absences	<u>141,122</u>	<u>164,527</u>
Total outstanding debt	<u>\$ 4,745,479</u>	<u>\$ 5,339,093</u>

The County reduced bonds payable by their principal payment of \$100,000. The County also added two NMFA loans for additions to the Hondo and Bonito fire departments totaling \$355,250. The County made principal payments towards loans and capital leases payable in the amount of \$825,459. 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 2010 fiscal year.

During the current fiscal year, unreserved fund balance in the general fund increased to \$7,535,147. It is intended that the use of this available fund balance will avoid the need to raise taxes or charges during the 2010 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

Exhibit A-1

Lincoln County  
Statement of Net Assets  
June 30, 2010

	<u>Governmental Activities</u>
<b>Assets</b>	
Current assets	
Cash and cash equivalents	\$ 11,137,464
Investments	3,711,565
Receivables:	
Property taxes	744,425
Other taxes	226,063
Other receivables	683,053
Prepaid expenses	<u>13,116</u>
Total current assets	<u>16,515,686</u>
Noncurrent assets	
Restricted cash and cash equivalents	65,469
Capital assets	64,249,661
Less: accumulated depreciation	<u>(26,906,264)</u>
Total noncurrent assets	<u>37,408,866</u>
Total assets	<u><u>\$ 53,924,552</u></u>
<b>Liabilities</b>	
Current liabilities	
Accounts payable	\$ 454,229
Accrued payroll	66,233
Accrued interest	18,453
Current portion of accrued compensated absences	141,122
Current portion of bonds and notes payable	<u>259,070</u>
Total current liabilities	<u>939,107</u>
Noncurrent liabilities	
Loans and capital leases	1,075,287
Bonds payable	<u>3,270,000</u>
Total noncurrent liabilities	<u>4,345,287</u>
Total liabilities	<u>5,284,394</u>
<b>Net assets</b>	
Invested in capital assets, net of related debt	32,739,040
Restricted for (Note 15):	
Debt service	420,457
Capital projects	25,257
Other purposes - special revenue	7,582,248
Unrestricted	<u>7,873,156</u>
Total net assets	<u>48,640,158</u>
Total liabilities and net assets	<u><u>\$ 53,924,552</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 Lincoln County  
 Statement of Activities  
 For the Year Ended June 30, 2010

Exhibit A-2

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
<b>Primary government</b>					
General government	\$ 6,029,280	\$ 483,787	\$ 415,400	\$ -	\$ (5,130,093)
Public safety	5,551,233	723,884	1,359,798	386,578	(3,080,973)
Public works	1,312,842	351,456	488,509	287,663	(185,214)
Culture and recreation	87,238	-	49,878	-	(37,360)
Health and welfare	3,233,852	933,334	965,538	-	(1,334,980)
Interest on long-term debt	213,606	-	-	-	(213,606)
<i>Total governmental activities</i>	<u>\$ 16,428,051</u>	<u>\$ 2,492,461</u>	<u>\$ 3,279,123</u>	<u>\$ 674,241</u>	(9,982,226)

**General revenues:**

Taxes:

Property	11,317,591
Gross Receipts	1,334,032
Gasoline and motor vehicle	169,806
Other	59,139
Payment in lieu of taxes	1,444,875
Local sources	127,501
Interest income	137,751
Miscellaneous income	98,329
Gain on disposal of capital assets	338,037
Special item - donated assets	56,371

Total general revenues and special item 15,083,432

Change in net assets 5,101,206

Net assets - beginning 43,538,952

Net assets - ending \$ 48,640,158

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**

Lincoln County  
Balance Sheet  
Governmental Funds  
June 30, 2010

	<u>General Fund</u>	<u>Fire</u>	<u>Corrections</u>
<i>Assets</i>			
Cash and cash equivalents	\$ 4,584,617	\$ 845,778	\$ 275,814
Investments	2,890,000	-	-
Receivables:			
Property taxes	612,342	-	-
Other taxes	497	-	-
Other	12,270	52,711	65,687
Prepaid expenses	-	-	-
<i>Total assets</i>	<u>\$ 8,099,726</u>	<u>\$ 898,489</u>	<u>\$ 341,501</u>
<i>Liabilities and fund balances</i>			
<i>Liabilities</i>			
Accounts payable	\$ 21,733	\$ 28,973	\$ 218,812
Accrued payroll	48,420	-	-
Accrued compensated absences	5,403	-	-
Deferred revenue	489,023	-	-
<i>Total liabilities</i>	<u>564,579</u>	<u>28,973</u>	<u>218,812</u>
<i>Fund balances</i>			
Reserved for:			
Prepaid expenses	-	-	-
Unreserved, reported in:			
General fund	7,535,147	-	-
Special revenue funds	-	869,516	122,689
Debt service funds	-	-	-
Capital projects fund	-	-	-
<i>Total fund balances</i>	<u>7,535,147</u>	<u>869,516</u>	<u>122,689</u>
<i>Total liabilities and fund balances</i>	<u>\$ 8,099,726</u>	<u>\$ 898,489</u>	<u>\$ 341,501</u>

The accompanying notes are an integral part of these financial statements

Lincoln County Medical Center	Capital Improvements	Other Governmental Funds	Total
\$ 3,701,322	\$ 109,788	\$ 1,685,614	\$ 11,202,933
550,000	-	271,565	3,711,565
129,946	-	2,137	744,425
-	-	225,566	226,063
133,334	-	419,051	683,053
-	-	13,116	13,116
<u>\$ 4,514,602</u>	<u>\$ 109,788</u>	<u>\$ 2,617,049</u>	<u>\$ 16,581,155</u>
\$ -	\$ 84,531	\$ 100,180	\$ 454,229
-	-	17,813	66,233
-	-	-	5,403
103,831	-	2,124	594,978
<u>103,831</u>	<u>84,531</u>	<u>120,117</u>	<u>1,120,843</u>
-	-	13,116	13,116
-	-	-	7,535,147
4,410,771	-	1,941,396	7,344,372
-	-	542,420	542,420
-	25,257	-	25,257
<u>4,410,771</u>	<u>25,257</u>	<u>2,496,932</u>	<u>15,460,312</u>
<u>\$ 4,514,602</u>	<u>\$ 109,788</u>	<u>\$ 2,617,049</u>	<u>\$ 16,581,155</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, 2010

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

Fund balances - total governmental funds	\$	15,460,312
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		37,343,397
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities		594,978
Certain liabilities, including bonds payable, and current and long-term portions of accrued compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds:		
Accrued interest payable		(18,453)
Current portion of accrued compensated absences not due and payable at year end		(135,719)
Bonds payable		(3,375,000)
Loans and capital leases		(1,229,357)
		(4,758,529)
Net assets - governmental activities	\$	48,640,158

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 Ended June 30, 2010

	<u>General Fund</u>	<u>Fire</u>	<u>Corrections</u>
<i>Revenues:</i>			
Taxes:			
Property	\$ 8,667,016	\$ -	\$ -
Gross receipts	104,815	-	-
Gasoline and motor vehicle taxes	-	-	-
Other	2,592	-	-
Intergovernmental:			
Federal operating grants	56,081	-	-
State operating grants	356,018	856,555	102,173
State capital grants	-	-	-
Payment in lieu of taxes	1,444,875	-	-
Local sources	-	-	-
Charges for services	234,168	-	625,822
Investment income	78,530	12,496	-
Miscellaneous	1,838	53,101	50
<i>Total revenue</i>	<u>10,945,933</u>	<u>922,152</u>	<u>728,045</u>
<i>Expenditures:</i>			
Current:			
General government	3,688,800	-	-
Public safety	2,023,936	383,824	2,509,630
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Capital outlay	-	1,620,739	-
Debt service:			
Principal	-	96,227	-
Interest	-	24,188	-
<i>Total expenditures</i>	<u>5,712,736</u>	<u>2,124,978</u>	<u>2,509,630</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,233,197</u>	<u>(1,202,826)</u>	<u>(1,781,585)</u>
<i>Other financing sources (uses)</i>			
Loan proceeds	-	355,250	-
Proceeds from sale of equipment	338,037	-	-
Transfers in	135,256	-	1,996,148
Transfers (out)	(5,013,151)	(3,102)	-
<i>Total other financing sources (uses)</i>	<u>(4,539,858)</u>	<u>352,148</u>	<u>1,996,148</u>
<i>Net change in fund balance</i>	693,339	(850,678)	214,563
<i>Fund balance - beginning of year</i>	<u>6,841,808</u>	<u>1,720,194</u>	<u>(91,874)</u>
<i>Fund balance - end of year</i>	<u>\$ 7,535,147</u>	<u>\$ 869,516</u>	<u>\$ 122,689</u>

The accompanying notes are an integral part of these financial statements

Lincoln County Medical Center	Capital Improvements	Other Governmental Funds	Total
\$ 1,912,095	\$ -	\$ 596,539	\$ 11,175,650
-	-	1,229,217	1,334,032
-	-	169,806	169,806
-	-	56,547	59,139
-	-	965,250	1,021,331
-	-	943,046	2,257,792
-	-	674,241	674,241
-	-	-	1,444,875
-	-	127,501	127,501
933,334	-	699,137	2,492,461
19,736	-	26,989	137,751
-	-	43,340	98,329
<u>2,865,165</u>	<u>-</u>	<u>5,531,613</u>	<u>20,992,908</u>
-	-	526,028	4,214,828
-	981	642,695	5,561,066
-	-	1,318,119	1,318,119
-	-	87,238	87,238
788,291	-	2,447,810	3,236,101
474,963	1,574,313	1,306,062	4,976,077
-	-	119,418	215,645
-	-	187,576	211,764
<u>1,263,254</u>	<u>1,575,294</u>	<u>6,634,946</u>	<u>19,820,838</u>
<u>1,601,911</u>	<u>(1,575,294)</u>	<u>(1,103,333)</u>	<u>1,172,070</u>
-	-	-	355,250
-	-	-	338,037
-	1,600,000	2,054,749	5,786,153
-	-	(769,900)	(5,786,153)
<u>-</u>	<u>1,600,000</u>	<u>1,284,849</u>	<u>693,287</u>
1,601,911	24,706	181,516	1,865,357
<u>2,808,860</u>	<u>551</u>	<u>2,315,416</u>	<u>13,594,955</u>
<u>\$ 4,410,771</u>	<u>\$ 25,257</u>	<u>\$ 2,496,932</u>	<u>\$ 15,460,312</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  
For the Year Ended June 30, 2010

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	\$	1,865,357
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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		5,096,048
Depreciation expense		(2,655,686)
Donated capital assets		56,371
Book value of capital lease equipment returned		709,814

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		141,941
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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:

Decrease in accrued compensated absences		28,808
Increase in accrued interest payable		(1,842)
Loan proceeds		(355,250)
Principal payments on bonds		100,000
Principal payments on notes and leases payable		115,645

Change in net assets of governmental activities	\$	<u>5,101,206</u>
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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 Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ 7,737,686	\$ 7,737,686	\$ 8,671,213	\$ 933,527
Gross receipts	80,272	104,815	104,815	-
Gasoline and motor vehicle	-	-	-	-
Other	2,700	2,700	2,517	(183)
Intergovernmental income:				
Federal operating grants	47,338	55,858	58,623	2,765
Federal capital grants	-	-	-	-
State operating grants	31,200	173,250	357,334	184,084
State capital grants	-	-	-	-
Payment in lieu of taxes	1,737,991	1,737,991	1,444,875	(293,116)
Local sources	-	-	-	-
Charges for services	207,428	230,108	233,375	3,267
Investment income	120,000	120,000	78,530	(41,470)
Miscellaneous	2,500	2,500	8,463	5,963
<i>Total revenues</i>	<u>9,967,115</u>	<u>10,164,908</u>	<u>10,959,745</u>	<u>794,837</u>
<i>Expenditures:</i>				
Current:				
General government	4,125,657	4,215,953	3,657,222	558,731
Public safety	2,412,827	2,412,977	2,101,702	311,275
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	8,374	8,374	1,419	6,955
Debt Service:				
Principal	6,000	6,000	-	6,000
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,552,858</u>	<u>6,643,304</u>	<u>5,760,343</u>	<u>882,961</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,414,257</u>	<u>3,521,604</u>	<u>5,199,402</u>	<u>1,677,798</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,553,997	5,304,416	-	(5,304,416)
Proceeds from sale of equipment	-	340,000	338,037	(1,963)
Transfers in	-	-	135,256	135,256
Transfers (out)	(7,968,254)	(9,166,020)	(5,013,151)	4,152,869
<i>Total other financing sources (uses)</i>	<u>(3,414,257)</u>	<u>(3,521,604)</u>	<u>(4,539,858)</u>	<u>(1,018,254)</u>
<i>Net change in fund balance</i>	-	-	659,544	659,544
<i>Fund balance - beginning of year</i>	-	-	6,815,073	6,815,073
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,474,617</u>	<u>\$ 7,474,617</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 659,544
Adjustments to revenues for property tax and grant revenues				(13,812)
Adjustments to expenditures for insurance, materials, other charges, and payroll expenditures				47,607
Net change in fund balance (GAAP)				<u>\$ 693,339</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
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 Ended June 30, 2010

Exhibit C-2

	Budgeted Amounts		Actual	Variances
	Original	Final		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	780,645	780,645	856,555	75,910
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	26,000	26,000	12,496	(13,504)
Miscellaneous	-	-	390	390
<i>Total revenues</i>	<u>806,645</u>	<u>806,645</u>	<u>869,441</u>	<u>62,796</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	464,752	478,195	245,950	232,245
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	2,304,361	2,274,941	1,739,353	535,588
Debt Service:				
Principal	114,337	130,312	96,227	34,085
Interest	-	-	24,188	(24,188)
<i>Total expenditures</i>	<u>2,883,450</u>	<u>2,883,448</u>	<u>2,105,718</u>	<u>777,730</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,076,805)</u>	<u>(2,076,803)</u>	<u>(1,236,277)</u>	<u>840,526</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,729,907	1,729,905	-	(1,729,905)
Loan proceeds	350,000	350,000	355,250	5,250
Transfers in	-	-	-	-
Transfers (out)	(3,102)	(3,102)	(3,102)	-
<i>Total other financing sources (uses)</i>	<u>2,076,805</u>	<u>2,076,803</u>	<u>352,148</u>	<u>(1,724,655)</u>
<i>Net change in fund balance</i>	-	-	(884,129)	(884,129)
<i>Fund balance - beginning of year</i>	-	-	1,729,907	1,729,907
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 845,778</u>	<u>\$ 845,778</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (884,129)
Adjustments to revenues for miscellaneous state funds				52,711
Adjustments to expenditures for materials and other charges				(19,260)
Net change in fund balance (GAAP)				<u>\$ (850,678)</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 Ended June 30, 2010

Exhibit C-3

	Budgeted Amounts		Actual	Variances
	Original	Final		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	111,664	111,664	102,173	(9,491)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	646,700	646,700	652,625	5,925
Investment income	-	-	-	-
Miscellaneous	-	-	50	50
<i>Total revenues</i>	<u>758,364</u>	<u>758,364</u>	<u>754,848</u>	<u>(3,516)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	2,900,927	2,895,927	2,470,869	425,058
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	2,000	7,000	4,313	2,687
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,902,927</u>	<u>2,902,927</u>	<u>2,475,182</u>	<u>427,745</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,144,563)</u>	<u>(2,144,563)</u>	<u>(1,720,334)</u>	<u>424,229</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	2,144,563	2,144,563	1,996,148	(148,415)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,144,563</u>	<u>2,144,563</u>	<u>1,996,148</u>	<u>(148,415)</u>
<i>Net change in fund balance</i>	-	-	275,814	275,814
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 275,814</u>	<u>\$ 275,814</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 275,814
Adjustments to revenues for charges for services				(26,803)
Adjustments to expenditures for materials and other charges				(34,448)
Net change in fund balance (GAAP)				<u>\$ 214,563</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Exhibit C-4

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 Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ 1,711,362	\$ 1,711,362	\$ 1,913,648	\$ 202,286
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	800,000	800,000	800,000	-
Investment income	30,000	30,000	19,736	(10,264)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,541,362</u>	<u>2,541,362</u>	<u>2,733,384</u>	<u>192,022</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	1,200,526	1,078,526	780,391	298,135
Capital outlay	720,201	720,201	497,286	222,915
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,920,727</u>	<u>1,798,727</u>	<u>1,277,677</u>	<u>521,050</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>620,635</u>	<u>742,635</u>	<u>1,455,707</u>	<u>713,072</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(420,635)	(542,635)	-	542,635
Transfers in	-	-	-	-
Transfers (out)	(200,000)	(200,000)	-	200,000
<i>Total other financing sources (uses)</i>	<u>(620,635)</u>	<u>(742,635)</u>	<u>-</u>	<u>742,635</u>
<i>Net change in fund balance</i>	-	-	1,455,707	1,455,707
<i>Fund balance - beginning of year</i>	-	-	2,795,615	2,795,615
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,251,322</u>	<u>\$ 4,251,322</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,455,707
Adjustments to revenues for property taxes and charges for services				131,781
Adjustments to expenditures for capital outlay expenses				14,423
Net change in fund balance (GAAP)				<u>\$ 1,601,911</u>

The accompanying notes are an integral part of these financial statements

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**STATE OF NEW MEXICO**  
Lincoln County  
Statement of Fiduciary Assets and Liabilities  
Agency Funds  
June 30, 2010

Exhibit D-1

<i>Assets</i>	
Cash	\$ 192,313
Investments	9,938
Taxes receivable	<u>893,049</u>
<i>Total assets</i>	<u><u>\$ 1,095,300</u></u>
<i>Liabilities</i>	
Deposits held in trust	\$ 202,251
Due to other taxing entities	<u>893,049</u>
<i>Total liabilities</i>	<u><u>\$ 1,095,300</u></u>

The accompanying notes are an integral part of these financial statements

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**STATE OF NEW MEXICO**  
Lincoln County  
Notes to the Financial Statements  
June 30, 2010

**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.

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

1. Sue or be sued;
2. Enter into contracts and leases;
3. Acquire and hold property, both real and personal;
4. Have 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 County'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 Statements 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, 2010

**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 fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements of time, reimbursement and contingencies imposed by the provider are met.

**STATE OF NEW MEXICO**  
Lincoln County  
Notes to the Financial Statements  
June 30, 2010

**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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. 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. All other revenue items are considered to be measurable and available only when cash is received by the government.

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the County's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the County's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of County facilities, etc., (b) program-specific operating grants, which 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, 2010

**NOTE 1. Summary of Significant Accounting Policies** (continued)

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

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

The *Capital Improvements Capital Projects Fund* is used to account for the 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.

Additionally, the government reports the following agency fund:

*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. The agency fund is used to account for collection and disbursement of inmate funds for the Lincoln County Detention Center. In addition, the agency fund will track and account for items held for the fire departments located within Lincoln County.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the 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.



**STATE OF NEW MEXICO**  
Lincoln County  
Notes to the Financial Statements  
June 30, 2010

**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 10<sup>th</sup> are considered delinquent. The taxes attach as an enforceable lien on property as of January 1st.

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

**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 II government for purposes of implementing GASB 34. Therefore, the County was required to report its major general infrastructure assets retroactively to June 30, 1980. The County has made the required restatement for infrastructure assets retroactive to June 30, 1980, in order to properly implement GASB 34. 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.

**STATE OF NEW MEXICO**  
 Lincoln County  
 Notes to the Financial Statements  
 June 30, 2010

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	45
Equipment	5-20
Infrastructure	40
Other Improvements	20

**Accrued Expenses:** Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2010, 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, 2010

**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, long-term debt and other long-term obligations are reported as liabilities in the governmental activities 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. 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 an other 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.

**STATE OF NEW MEXICO**  
 Lincoln County  
 Notes to the Financial Statements  
 June 30, 2010

**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 1<sup>st</sup> 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	Final
	Budget	Budget
Budgeted Funds:		
General Fund	\$ 3,414,257	\$ 3,521,604
Fire Special Revenue Fund	\$ (2,076,805)	\$ (2,076,803)
Corrections Special Revenue Fund	\$ (2,144,563)	\$ (2,144,563)
Lincoln County Medical Center Special Revenue Fund	\$ 620,635	\$ 742,635
Capital Improvements Capital Projects Fund	\$ (3,626,742)	\$ (4,822,107)
Other Governmental Funds	\$ (2,999,133)	\$ (3,153,873)

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

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2010 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, 2010

**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, 2010.

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 (FDIC), public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing negotiable order of withdrawal (NOW) accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. However, on October 14, 2008, the FDIC announced a new Transaction Account Guarantee (TAG) Program, that provides depositors' with unlimited coverage through December 31, 2010, for insured depository institutions (IDIs) currently participating in the TAG program, with the possibility of an additional extension of up to 12 months without additional rulemaking, upon a determination by the FDIC's Board of Directors that continuing economic difficulties warrant further extension. With regards to this Transaction Guarantee Program, noninterest-bearing checking accounts include Demand Deposit Accounts (DDA's) and any other transaction accounts that has unlimited withdrawals and that cannot earn interest. Also included in this program, are low-interest NOW accounts that cannot earn more than 0.5% interest.

*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, 2010, \$12,153,588 of the County's bank balance of \$15,159,629 was exposed to custodial credit risk. Although the \$12,153,588 was uninsured, it was collateralized by collateral held by the pledging bank's trust department, not in the County's name.

**STATE OF NEW MEXICO**  
Lincoln County  
Notes to the Financial Statements  
June 30, 2010

**NOTE 3. Deposits and Investments (continued)**

	<u>City Bank</u>	<u>Compass Bank</u>	<u>First Federal Bank</u>	<u>First National Bank</u>
Amount of deposits	\$ 1,175,999	\$ 1,752,887	\$ 2,908,478	\$ 4,255,890
FDIC coverage	<u>(250,000)</u>	<u>(500,000)</u>	<u>(500,000)</u>	<u>(250,000)</u>
Total uninsured public funds	<u>925,999</u>	<u>1,252,887</u>	<u>2,408,478</u>	<u>4,005,890</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	925,999	1,252,887	2,408,478	4,005,890
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	\$ 463,000	\$ 626,444	\$ 1,204,239	\$ 2,002,945
Pledged securities	950,000	2,600,283	4,000,000	5,524,936
Over (under) collateralized	<u>\$ 487,000</u>	<u>\$ 1,973,839</u>	<u>\$ 2,795,761</u>	<u>\$ 3,521,991</u>
	<u>First Savings Bank</u>	<u>LPL Financial</u>	<u>Pioneer Bank</u>	<u>Southwest Securities</u>
Amount of deposits	\$ 2,007,143	\$ 11,041	\$ 1,001,794	\$ 245,000
FDIC coverage	<u>(500,000)</u>	<u>(11,041)</u>	<u>(250,000)</u>	<u>(245,000)</u>
Total uninsured public funds	<u>1,507,143</u>	<u>-</u>	<u>751,794</u>	<u>-</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	1,507,143	-	751,794	-
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	\$ 753,572	\$ -	\$ 375,897	\$ -
Pledged securities	1,842,570	-	1,517,901	-
Over (under) collateralized	<u>\$ 1,088,998</u>	<u>\$ -</u>	<u>\$ 1,142,004</u>	<u>\$ -</u>
	<u>Wells Fargo Bank</u>	<u>Total</u>		
Amount of deposits	\$ 1,801,397	\$ 15,159,629		
FDIC coverage	<u>(500,000)</u>	<u>(3,006,041)</u>		
Total uninsured public funds	<u>1,301,397</u>	<u>12,153,588</u>		
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	1,301,397	12,153,588		
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>		
Collateral requirement (50%)	\$ 650,699	\$ 6,076,796		
Pledged securities	1,607,264	18,042,954		
Over (under) collateralized	<u>\$ 956,565</u>	<u>\$ 11,966,158</u>		

**STATE OF NEW MEXICO**  
Lincoln County  
Notes to the Financial Statements  
June 30, 2010

**NOTE 3. Deposits and Investments (continued)**

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

**Investments**

Credit Risk

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, 2010, the County's investment in the State Treasurer Local Government Investment Pool was rated as AAAM by Standard & Poor's.

As of June 30, 2010, the County had the following investments and maturities:

<u>Investment Type</u>	<u>Weighted Average Maturities</u>	<u>Fair Value</u>	<u>Rating</u>
Reserve Contingencies Fund	Does not earn interest	\$ 17,386	Unrated
U.S. Treasury MM Mutual Fund	<1 year	271,565	AAA
U.S. Treasury MM Mutual Fund	<1 year	65,469	AAA
		<u>\$ 354,420</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.* For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the County. The investments in the New MexiGROW LGIP and U.S Treasury Money Market Mutual Funds represent 21% and 79%, respectively, of the investment portfolio. Since the County only purchase investments with the highest credit rating, the additional concentration is not viewed to be an additional risk by the County. The County's policy related to concentration of credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

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**  
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June 30, 2010

**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	\$ 11,137,464
Restricted cash and cash equivalents per Exhibit A-1	65,469
Cash - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	192,313
Investment - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	9,938
Investments per Exhibit A-1	<u>3,711,565</u>
 Total cash, cash equivalents, and investments	 15,116,749
Add: outstanding checks	403,115
Less: deposits in transit	(2,775)
Less: investments held in NM State Treasurer's LGIF	(17,386)
Less: investments in U.S. TreasuryMM mutual fund	(65,469)
Less: investments in LPL Financial US Treasury	(271,565)
Less: petty cash	<u>(3,040)</u>
 Bank balance of deposits	 <u><u>\$ 15,159,629</u></u>

**NOTE 4. Receivables**

Receivables as of June 30, 2010, are as follows:

	General Fund	Fire Fund	Corrections Fund	Lincoln County Medical Center	Other Governmental Funds	Total
Property taxes	\$ 612,342	\$ -	\$ -	\$ 129,946	\$ 2,137	\$ 744,425
Other taxes:						
Gross receipts taxes	-	-	-	-	207,606	207,606
Gasoline and oil taxes	-	-	-	-	17,711	17,711
Other taxes	497	-	-	-	249	746
Other receivables:						
Charges for services	8,550	-	-	133,334	35,716	177,600
Local sources	-	-	-	-	2,240	2,240
Intergovernmental:						
State	-	52,711	65,687	-	343,858	462,256
Federal	3,720	-	-	-	37,237	40,957
 Totals	 <u><u>\$ 625,109</u></u>	 <u><u>\$ 52,711</u></u>	 <u><u>\$ 65,687</u></u>	 <u><u>\$ 263,280</u></u>	 <u><u>\$ 646,754</u></u>	 <u><u>\$ 1,653,541</u></u>

In accordance with GASB No. 33, property tax revenues in the amount of \$594,978 that were not collected within the period of availability 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**  
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 Notes to the Financial Statements  
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**NOTE 5. Interfund Receivables, Payables, and Transfers**

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

<b>Transfers Out</b>	<b>Transfers In</b>	<b>Amount</b>
<b>Primary Government</b>		
General Fund	Corrections Special Revenue Fund	\$ 1,700,000
General Fund	Capital Improvements Capital Projects Fund	1,600,000
General Fund	Road Special Revenue Fund	1,027,056
General Fund	Special Programs Special Revenue Fund	130,588
General Fund	Agreements Special Revenue Fund	202,812
General Fund	Legislative Appropriation Special Revenue Fund	40,000
General Fund	Predatory Animal Control Special Revenue Fund	29,252
General Fund	Forest Reserve Special Revenue Fund	31,839
General Fund	Homeland Security Special Revenue Fund	377
General Fund	Senior Citizen's Special Revenue Fund	159,474
General Fund	CDBG Grant Special Revenue Fund	2,180
General Fund	Juvenile Justice Grant Special Revenue Fund	80,000
General Fund	HIDTA Partnership Special Revenue Fund	9,573
Senior Citizen's Special Revenue Fund	Legislative Appropriation Special Revenue Fund	49,256
Fire Special Revenue Fund	Legislative Appropriation Special Revenue Fund	3,102
Forest Health Special Revenue Fund	General Fund	11,904
Legislative Appropriation Special Revenue Fund	General Fund	123,352
1st 1/8th GRT State Reserve Debt Service Fund	Corrections Special Revenue Fund	291,890
1st 1/8th GRT Income Debt Service Fund	1st 1/8th GRT State Reserve Debt Service Fund	289,240
1st 1/8th Debt Reserve Debt Service Fund	Corrections Special Revenue Fund	4,258
	<b>Total</b>	<b>\$ 5,786,153</b>

There were no interfund balances at June 30, 2010.

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**NOTE 6. Capital Assets**

The following is a summary of capital assets and changes occurring during the year ended June 30, 2010. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2009	Reclassification	Additions	Deletions	Balance June 30, 2010
<b>Governmental activities:</b>					
Capital assets not being depreciated:					
Land	\$ 4,500,313	\$ (3,459,522)	\$ 459,737	\$ -	\$ 1,500,528
Construction in progress	4,057,537	-	-	4,057,537	-
<b>Total capital assets not being depreciated</b>	<b>8,557,850</b>	<b>(3,459,522)</b>	<b>459,737</b>	<b>4,057,537</b>	<b>1,500,528</b>
Capital assets being depreciated:					
Buildings and improvements	9,473,550	3,459,522	5,250,567	999,453	17,184,186
Equipment	12,516,747	-	2,631,980	(976,312)	16,125,039
Infrastructure	28,534,538	-	747,701	-	29,282,239
Other improvements	157,669	-	-	-	157,669
<b>Total capital assets being depreciated</b>	<b>50,682,504</b>	<b>3,459,522</b>	<b>8,630,248</b>	<b>23,141</b>	<b>62,749,133</b>
Less accumulated depreciation:					
Buildings and improvements	4,542,765	-	2,320,384	999,453	5,863,696
Equipment	8,015,261	-	(875,086)	(976,312)	8,116,487
Infrastructure	11,770,790	-	1,090,417	-	12,861,207
Other improvements	64,874	-	-	-	64,874
<b>Total accumulated depreciation</b>	<b>24,393,690</b>	<b>-</b>	<b>2,535,715</b>	<b>23,141</b>	<b>26,906,264</b>
<b>Total capital assets, net of depreciation</b>	<b>\$ 34,846,664</b>	<b>\$ -</b>	<b>\$ 6,554,270</b>	<b>\$ 4,057,537</b>	<b>\$ 37,343,397</b>

Deletions and depreciation expense for the year ended June 30, 2010 are not determinable due to the County records.

**STATE OF NEW MEXICO**  
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**NOTE 7. Long-term Debt**

During the year ended June 30, 2010, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Due Within One Year
Gross Receipts Revenue Bonds	\$ 3,475,000	\$ -	\$ 100,000	\$ 3,375,000	\$ 105,000
NMFA Loans	924,567	355,250	96,227	1,183,590	133,046
Capital Leases	774,999	-	729,232	45,767	21,024
Compensated Absences	164,527	221,760	245,165	141,122	141,122
Total long-term debt	<u>\$ 5,339,093</u>	<u>\$ 577,010</u>	<u>\$ 1,170,624</u>	<u>\$ 4,745,479</u>	<u>\$ 400,192</u>

Gross Receipts Revenue Bonds

Bonds outstanding at June 30, 2010 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, 2010, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2011	\$ 105,000	\$ 166,280	\$ 271,280
2012	110,000	161,556	271,556
2013	115,000	156,880	271,880
2014	120,000	151,878	271,878
2015	125,000	146,538	271,538
2016-2020	720,000	639,490	1,359,490
2021-2025	910,000	442,766	1,352,766
2026-2030	<u>1,170,000</u>	<u>186,296</u>	<u>1,356,296</u>
	<u>\$ 3,375,000</u>	<u>\$ 2,051,684</u>	<u>\$ 5,426,684</u>

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

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Notes to the Financial Statements  
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**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 and NMFA loans are as follows:

**NMFA Loans:**

Description	Date of Issue	Maturity Date	Interest Rate	Original Amount of Issue	Balance June 30, 2010
NMFA Loan	May-05	May-15	2.34-3.73%	\$ 40,000	\$ 21,644
NMFA Loan	Nov-04	May-15	.83-3.31%	144,312	77,354
NMFA Loan	Sep-06	May-17	3.42-3.95%	90,000	65,672
NMFA Loan	Dec-07	May-18	0%	200,000	160,558
NMFA Loan	Dec-08	May-19	0%	121,800	109,620
NMFA Loan	Dec-08	May-19	2.13-3.94%	225,933	205,134
NMFA Loan	Dec-08	May-19	1.62-3.80%	205,315	188,358
NMFA Loan	Sep-09	May-20	1.03-3.78%	203,000	203,000
NMFA Loan	Nov-09	May-20	0.64-2.87%	152,250	152,250
Total NMFA Loans					<u>\$ 1,183,590</u>

**Capital Leases:**

Description	Date of Issue	Balloon Payment Due	Interest Rate	Original Amount of Issue	Balance June 30, 2010
Caterpillar Financial Services	June 2006	-	7.97%	\$ 113,906	\$ 45,767
Total Capital Leases					<u>\$ 45,767</u>

The annual requirements to amortize the Loans and Capital Leases Payable as of June 30, 2010, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2011	\$ 154,070	\$ 26,742	\$ 180,812
2012	157,497	19,663	177,160
2013	138,674	16,680	155,354
2014	138,884	14,596	153,480
2015	141,330	12,922	154,252
2016-2020	<u>498,902</u>	<u>28,038</u>	<u>526,940</u>
	<u>\$ 1,229,357</u>	<u>\$ 118,641</u>	<u>\$ 1,347,998</u>

**STATE OF NEW MEXICO**  
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 Notes to the Financial Statements  
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**NOTE 7. Long-term Debt (continued)**

Loans and capital leases have been liquidated by the Fire and Road Special Revenue 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, 2010, compensated absences decreased \$23,405 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 funds reflected a deficit fund balance as of June 30, 2010:

**Non Major Funds**

Special Programs Special Revenue Fund	\$ (16,101)
Agreements Special Revenue Fund	<u>(8,750)</u>

<b>Total Governmental Funds</b>	<b><u><u>\$ (24,851)</u></u></b>
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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.

**STATE OF NEW MEXICO**  
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**NOTE 9. Other Required Individual Fund Disclosures (continued)**

C. Designated cash appropriations in excess of available balances. The following fund's budget exceeded approved budgetary authority for the year ended June 30, 2010:

	<b>Designated Cash</b>	<b>Beginning Year Cash &amp; AR Available</b>	<b>Cash Appropriation in excess of available balance</b>
Misdemeanor Compliance Special Revenue Fund	\$ 4,532	\$ 1,470	\$ (3,062)

**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 benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, P. O. Box 2123, Santa Fe, New Mexico 87504-2123. The report is also available on PERA's website at [www.pera.state.nm.us](http://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 9.15% for county 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 9.15% for county 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 fiscal years ended June 30, 2010, 2009, and 2008 were \$470,663, \$405,491, and \$359,892, respectively, which equal 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 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.

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 Notes to the Financial Statements  
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**NOTE 11. Post-Employment Benefits – Retiree Health Care Plan (continued)**

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](http://www.nmrhca.state.nm.us).

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. During the fiscal year ended June 30, 2010, the statute required each participating employer to contribute 1.3% of each participating employee’s annual salary; each participating employee was required to contribute .65% of their salary. In the fiscal years ending June 30, 2011 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

(1)  
 For employees who are not members of an enhanced retirement plan the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY11	1.666%	.833%
FY12	1.834%	.917%
FY13	2.000%	1.000%

(2)  
 For employees who are members of an enhanced retirement (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4, and 5; municipal fire member coverage plan 3, 4 and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA 1978]) the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY11	2.084%	1.042%
FY12	2.292%	1.146%
FY13	2.500%	1.250%

Also, employers joining the program after 1/1/98 are 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, 2010, 2009, and 2008 were \$86,456, \$77,616, and \$71,104, respectively which equal the required contribution for each year.

**STATE OF NEW MEXICO**  
 Lincoln County  
 Notes to the Financial Statements  
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**NOTE 12. Joint Powers Agreements**

**Solid Waste Collection Services**

Participants	Lincoln County Lincoln County Solid Waste Authority
Responsible party	Lincoln County Lincoln County Solid Waste Authority
Description	The Lincoln County Solid Waste Authority has the exclusive rights, licensee, and privilege to provide solid waste collection, removal and disposal services of materials for the County of Lincoln. The County will pay a monthly fee based on collections.
Term of agreement	May 16, 2006 until cancelled
Amount of project	Unknown
County contributions	Unknown
Audit responsibility	Lincoln County

**Medical Services at the Hondo Schools Clinic**

Participants	Lincoln County La Casa de Buena Salud, Inc.
Responsible party	Lincoln County La Casa de Buena Salud, Inc.
Description	Lincoln County agrees to contract with La Casa de Buena Salud, Inc. to provide medical services at the Hondo Schools Clinic.
Term of agreement	July 1, 2009 to June 30, 2010
Amount of project	\$85,000
County contributions	\$85,000
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.



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 Notes to the Financial Statements  
 June 30, 2010

**NOTE 14. Commitments**

The County's commitments as of June 30, 2010 are as follows:

<u>Project</u>	<u>Year Ending</u>	<u>Amount</u>
County Fire Station - Hondo Valley	2011	\$ 5,167
Detention Center Management Contract	2011	2,455,538
Detention Center Management Contract	2012	2,455,538
Total commitments		<u>\$ 4,916,243</u>

**NOTE 15. Restricted Net Assets**

The government-wide statement of net assets reports \$8,027,962 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 40, and 62-63.

**NOTE 16. Subsequent Events**

**LGIP Investment in the Reserve Primacy Fund**

The New Mexico State Treasurer's Office invested a portion of the LGIP in The Reserve Primary Fund ("the Fund"), a money market fund, in fiscal years 2006, 2007, 2008 and 2009. On September 15, 2008, the balance of the LGIP's investment in the Fund was \$381.7 million. On September 16, 2008, The Reserve Primary Fund's net asset value fell below \$1.00 and holdings in the Fund were frozen.

On July 15, 2010, the Reserve announced that it will begin its seventh distribution to Primary Fund shareholders on or about July 16, 2010. The distribution, in the amount of approximately \$215 million, represents approximately 67% of the Fund's remaining asset value of \$323 million as of the close of business on July 9, 2010. Including this seventh distribution, \$50.7 billion of Fund assets as of the close of business on September 15, 2008, will have been returned to investors. There is \$108 million still remaining with the Reserve at this time and the State Treasurer's Office has no information about timing nor amounts of potential future distributions. As a result, the State Treasurer's Office cannot anticipate what the actual loss to the LGIP from The Reserve Primary Fund may be or when the actual loss may be realized. No actual loss has been realized to date.

The date to which events occurring after June 30, 2010, the date of the most recent statement of net assets, have been evaluated for possible adjustment to the financial statements or disclosures is November 5, 2010 which is the date on which the financial statements were issued.

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**SUPPLEMENTARY INFORMATION**

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**NONMAJOR GOVERNMENTAL FUNDS**

**STATE OF NEW MEXICO**  
Lincoln County  
Nonmajor Governmental Funds  
June 30, 2010

**Road Special Revenue Fund** – To account for revenues and expenditures 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 statute (see Section 67-3-1, NMSA 1978 Compilation).

**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.

**Clerk's 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).

**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 Appropriation 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 Fund** - To account for funds appropriated to the County for Homeland Security by the federal government authority.

**Sheriff's 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.

**STATE OF NEW MEXICO**  
Lincoln County  
Nonmajor Governmental Funds  
June 30, 2010

**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.

**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. The authority for this fund is the Cooperative Forestry Assistance Act of 1998 , Public Law 95-313.

**Misdemeanor Compliance Special Revenue Fund** - To account for funds awarded to the County by the authority of the New Mexico Department of Public Safety. The authority for this fund is established at 31-20-5.1 NMSA 1978.

**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.

**1<sup>st</sup> 1/8 GRT Reserve Debt Service Fund** – To account for 1/8<sup>th</sup> 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.

**1<sup>st</sup> 1/8 GRT Income Debt Service Fund** – To account for 1/8<sup>th</sup> 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.

**1<sup>st</sup> 1/8 GRT Debt Reserve Debt Service Fund** – To account for 1/8<sup>th</sup> 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.

**STATE OF NEW MEXICO**  
Lincoln County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2010

Special Revenue

	Road	Recreation	Special Programs	Clerk's Equipment
<i>Assets</i>				
Cash and cash equivalents	\$ 156,362	\$ 168	\$ 3,899	\$ 243,229
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	132	-	-
Other	219,416	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 375,778</u>	<u>\$ 300</u>	<u>\$ 3,899</u>	<u>\$ 243,229</u>
<i>Liabilities</i>				
Accounts payable	\$ 195	\$ -	\$ 20,000	\$ 159
Accrued payroll	9,616	-	-	-
Deferred revenue	-	-	-	-
<i>Total liabilities</i>	<u>9,811</u>	<u>-</u>	<u>20,000</u>	<u>159</u>
<i>Fund balances</i>				
Reserved for:				
Prepaid expenses	-	-	-	-
Unreserved, reported in				
Special revenue	365,967	300	(16,101)	243,070
Debt service	-	-	-	-
<i>Total fund balances</i>	<u>365,967</u>	<u>300</u>	<u>(16,101)</u>	<u>243,070</u>
<i>Total liabilities and fund balances</i>	<u>\$ 375,778</u>	<u>\$ 300</u>	<u>\$ 3,899</u>	<u>\$ 243,229</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>
\$ -	\$ -	\$ 21,373	\$ 7,008	\$ 78,675
-	-	-	-	-
-	-	-	2,137	-
-	-	17,828	-	-
-	49,292	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 49,292</u>	<u>\$ 39,201</u>	<u>\$ 9,145</u>	<u>\$ 78,675</u>
\$ 8,750	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	2,124	-
<u>8,750</u>	<u>-</u>	<u>-</u>	<u>2,124</u>	<u>-</u>
-	-	-	-	-
(8,750)	49,292	39,201	7,021	78,675
-	-	-	-	-
<u>(8,750)</u>	<u>49,292</u>	<u>39,201</u>	<u>7,021</u>	<u>78,675</u>
<u>\$ -</u>	<u>\$ 49,292</u>	<u>\$ 39,201</u>	<u>\$ 9,145</u>	<u>\$ 78,675</u>

**STATE OF NEW MEXICO**  
Lincoln County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2010

Special Revenue

	Lodgers' Tax	Drug Enforcement Grant	Homeland Security Grant	Sheriff's Seizure
<i>Assets</i>				
Cash and cash equivalents	\$ 95,042	\$ 7,654	\$ -	\$ 50,633
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other	-	-	-	-
Prepaid expenses	-	-	13,116	-
<i>Total assets</i>	<u>\$ 95,042</u>	<u>\$ 7,654</u>	<u>\$ 13,116</u>	<u>\$ 50,633</u>
<i>Liabilities</i>				
Accounts payable	\$ 2,400	\$ -	\$ -	\$ -
Accrued payroll	-	552	-	-
Deferred revenue	-	-	-	-
<i>Total liabilities</i>	<u>2,400</u>	<u>552</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Reserved for:				
Prepaid expenses	-	-	13,116	-
Unreserved, reported in				
Special revenue	92,642	7,102	-	50,633
Debt service	-	-	-	-
<i>Total fund balances</i>	<u>92,642</u>	<u>7,102</u>	<u>13,116</u>	<u>50,633</u>
<i>Total liabilities and fund balances</i>	<u>\$ 95,042</u>	<u>\$ 7,654</u>	<u>\$ 13,116</u>	<u>\$ 50,633</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
\$ 295,476	\$ 719	\$ 329,925	\$ 10,312	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	31,400	77,554
-	-	-	-	-
<u>\$ 295,476</u>	<u>\$ 719</u>	<u>\$ 329,925</u>	<u>\$ 41,712</u>	<u>\$ 77,554</u>
\$ 267	\$ -	\$ 3,747	\$ -	\$ 22,850
1,212	-	-	-	5,820
-	-	-	-	-
<u>1,479</u>	<u>-</u>	<u>3,747</u>	<u>-</u>	<u>28,670</u>
-	-	-	-	-
293,997	719	326,178	41,712	48,884
-	-	-	-	-
<u>293,997</u>	<u>719</u>	<u>326,178</u>	<u>41,712</u>	<u>48,884</u>
<u>\$ 295,476</u>	<u>\$ 719</u>	<u>\$ 329,925</u>	<u>\$ 41,712</u>	<u>\$ 77,554</u>

**STATE OF NEW MEXICO**  
Lincoln County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2010

Special Revenue

	Environmental Gross Receipts	Enhanced 911	Forest Health	Misdemeanor Compliance
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ 2,951	\$ 59,490	\$ -
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	20,649	-	-	-
Other	-	-	2,864	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 20,649</u>	<u>\$ 2,951</u>	<u>\$ 62,354</u>	<u>\$ -</u>
<i>Liabilities</i>				
Accounts payable	\$ 20,649	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue	-	-	-	-
<i>Total liabilities</i>	<u>20,649</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Reserved for:				
Prepaid expenses	-	-	-	-
Unreserved, reported in				
Special revenue	-	2,951	62,354	-
Debt service	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>2,951</u>	<u>62,354</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 20,649</u>	<u>\$ 2,951</u>	<u>\$ 62,354</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

<u>Special Revenue</u>				<u>Debt Service</u>
<u>CDBG Grant</u>	<u>Indigent Health Care</u>	<u>Juvenile Justice Grant</u>	<u>HIDTA Partnership</u>	<u>1st 1/8 GRT Reserve</u>
\$ -	\$ 149,741	\$ 4,236	\$ -	\$ 157,730
-	-	-	-	-
-	-	-	-	-
-	93,479	-	-	-
-	-	10,884	18,985	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 243,220</u>	<u>\$ 15,120</u>	<u>\$ 18,985</u>	<u>\$ 157,730</u>
\$ -	\$ 14,029	\$ 6,606	\$ 528	\$ -
-	613	-	-	-
-	-	-	-	-
-	14,642	6,606	528	-
-	-	-	-	-
-	228,578	8,514	18,457	-
-	-	-	-	157,730
-	228,578	8,514	18,457	157,730
<u>\$ -</u>	<u>\$ 243,220</u>	<u>\$ 15,120</u>	<u>\$ 18,985</u>	<u>\$ 157,730</u>

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**STATE OF NEW MEXICO**  
 Lincoln County  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2010

	Debt Service		
	1st 1/8 GRT Income	1st 1/8 GRT Debt Reserve	Total Nonmajor Governmental Funds
<i>Assets</i>			
Cash and cash equivalents	\$ -	\$ 10,991	\$ 1,685,614
Investments	-	271,565	271,565
Receivables:			
Property taxes	-	-	2,137
Other taxes	93,478	-	225,566
Other	-	8,656	419,051
Prepaid expenses	-	-	13,116
<i>Total assets</i>	\$ 93,478	\$ 291,212	\$ 2,617,049
<i>Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ 100,180
Accrued payroll	-	-	17,813
Deferred revenue	-	-	2,124
<i>Total liabilities</i>	-	-	120,117
<i>Fund balances</i>			
Reserved for:			
Prepaid expenses	-	-	13,116
Unreserved, reported in			
Special revenue	-	-	1,941,396
Debt service	93,478	291,212	542,420
<i>Total fund balances</i>	93,478	291,212	2,496,932
<i>Total liabilities and fund balances</i>	\$ 93,478	\$ 291,212	\$ 2,617,049

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 Ended June 30, 2010

	Special Revenue			
	Road	Recreation	Special Programs	Clerk's Equipment
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	-	1,355	-	-
Intergovernmental:				
Federal operating grants	302,829	-	-	-
State operating grants	185,680	-	-	3,301
State capital grants	287,663	-	-	-
Local sources	-	-	-	-
Charges for services	351,456	-	-	33,298
Investment income	-	-	-	1,880
Miscellaneous	1,104	-	225	84
<i>Total revenues</i>	1,128,732	1,355	225	38,563
<i>Expenditures:</i>				
Current:				
General government	-	-	-	40,212
Public safety	-	-	-	-
Public works	1,127,794	-	-	-
Culture and recreation	-	1,360	81,376	-
Health and welfare	-	-	70,025	-
Capital outlay	747,701	-	-	-
Debt service:				
Principal	19,418	-	-	-
Interest	16,796	-	-	-
<i>Total expenditures</i>	1,911,709	1,360	151,401	40,212
<i>Excess (deficiency) of revenues over expenditures</i>	(782,977)	(5)	(151,176)	(1,649)
<i>Other financing sources (uses)</i>				
Transfers in	1,027,056	-	130,588	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	1,027,056	-	130,588	-
<i>Net change in fund balances</i>	244,079	(5)	(20,588)	(1,649)
<i>Fund balances - beginning of year</i>	121,888	305	4,487	244,719
<i>Fund balances - end of year</i>	\$ 365,967	\$ 300	\$ (16,101)	\$ 243,070

The accompanying notes are an integral part of these financial statements



Special Revenue

Agreements	Legislative Appropriation	Gas Tax	Predatory Animal Control	Forest Reserve
\$ -	\$ -	\$ -	\$ 23,927	\$ -
-	-	-	-	-
-	-	169,806	-	-
-	-	-	-	-
-	-	-	-	49,878
-	66,135	-	37,077	-
-	386,578	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
41,500	-	-	-	-
41,500	452,713	169,806	61,004	49,878
310,344	-	-	-	-
-	106,359	-	-	-
-	-	190,325	-	-
-	4,502	-	-	-
-	-	-	84,000	25,000
-	365,000	-	-	-
-	-	-	-	-
-	-	-	-	-
310,344	475,861	190,325	84,000	25,000
(268,844)	(23,148)	(20,519)	(22,996)	24,878
202,812	92,358	-	29,252	31,839
-	(123,352)	-	-	-
202,812	(30,994)	-	29,252	31,839
(66,032)	(54,142)	(20,519)	6,256	56,717
57,282	103,434	59,720	765	21,958
\$ (8,750)	\$ 49,292	\$ 39,201	\$ 7,021	\$ 78,675

**STATE OF NEW MEXICO**  
Lincoln County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2010

	<u>Special Revenue</u>			
	<u>Lodgers' Tax</u>	<u>Drug Enforcement Grant</u>	<u>Homeland Security Grant</u>	<u>Sheriff's Seizure</u>
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	55,192	-	-	-
Intergovernmental:				
Federal operating grants	-	-	25,118	-
State operating grants	-	34,885	40,842	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	661	-	-	385
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>55,853</u>	<u>34,885</u>	<u>65,960</u>	<u>385</u>
<i>Expenditures:</i>				
Current:				
General government	47,510	-	-	-
Public safety	-	38,014	41,116	267
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	32,040	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>47,510</u>	<u>38,014</u>	<u>73,156</u>	<u>267</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>8,343</u>	<u>(3,129)</u>	<u>(7,196)</u>	<u>118</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	377	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>377</u>	<u>-</u>
<i>Net change in fund balances</i>	8,343	(3,129)	(6,819)	118
<i>Fund balances - beginning of year</i>	<u>84,299</u>	<u>10,231</u>	<u>19,935</u>	<u>50,515</u>
<i>Fund balances - end of year</i>	<u>\$ 92,642</u>	<u>\$ 7,102</u>	<u>\$ 13,116</u>	<u>\$ 50,633</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
\$ -	\$ -	\$ 572,612	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	123,424
-	62,297	-	31,400	381,040
-	-	-	-	-
-	-	-	-	127,501
216,321	-	-	-	-
-	-	2,543	-	-
-	-	-	-	370
<u>216,321</u>	<u>62,297</u>	<u>575,155</u>	<u>31,400</u>	<u>632,335</u>
125,782	-	-	-	-
-	61,096	-	33,128	-
-	-	-	-	-
-	-	-	-	-
-	-	551,734	-	726,865
37,956	123,365	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>163,738</u>	<u>184,461</u>	<u>551,734</u>	<u>33,128</u>	<u>726,865</u>
<u>52,583</u>	<u>(122,164)</u>	<u>23,421</u>	<u>(1,728)</u>	<u>(94,530)</u>
-	-	-	-	159,474
-	-	-	-	(49,256)
-	-	-	-	<u>110,218</u>
52,583	(122,164)	23,421	(1,728)	15,688
<u>241,414</u>	<u>122,883</u>	<u>302,757</u>	<u>43,440</u>	<u>33,196</u>
<u>\$ 293,997</u>	<u>\$ 719</u>	<u>\$ 326,178</u>	<u>\$ 41,712</u>	<u>\$ 48,884</u>

**STATE OF NEW MEXICO**  
Lincoln County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2010

	Special Revenue			
	Environmental Gross Receipts	Enhanced 911	Forest Health	Misdemeanor Compliance
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	120,870	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	417,153	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	98,062
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	120,870	-	417,153	98,062
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	99,532
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	120,870	-	378,388	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	120,870	-	378,388	99,532
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	38,765	(1,470)
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers (out)	-	-	(11,904)	-
<i>Total other financing sources (uses)</i>	-	-	(11,904)	-
<i>Net change in fund balances</i>	-	-	26,861	(1,470)
<i>Fund balances - beginning of year</i>	-	2,951	35,493	1,470
<i>Fund balances - end of year</i>	\$ -	\$ 2,951	\$ 62,354	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue				Debt Service
CDBG Grant	Indigent Health Care	Juvenile Justice Grant	HIDTA Partnership	1st 1/8 GRT Reserve
\$ -	\$ -	\$ -	\$ -	\$ -
-	554,174	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	46,848	-
-	-	100,389	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	57	-
-	554,174	100,389	46,905	-
2,180	-	-	-	-
-	-	209,121	54,062	-
-	-	-	-	-
-	490,928	-	-	-
-	-	-	-	-
-	-	-	-	-
2,180	490,928	209,121	54,062	-
(2,180)	63,246	(108,732)	(7,157)	-
2,180	-	80,000	9,573	289,240
-	-	-	-	(291,890)
2,180	-	80,000	9,573	(2,650)
-	63,246	(28,732)	2,416	(2,650)
-	165,332	37,246	16,041	160,380
\$ -	\$ 228,578	\$ 8,514	\$ 18,457	\$ 157,730

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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 Ended June 30, 2010

	<u>Debt Service</u>		Total Nonmajor Governmental Funds
	1st 1/8 GRT Income	1st 1/8 GRT Debt Reserve	
<i>Revenues:</i>			
Taxes:			
Property	\$ -	\$ -	\$ 596,539
Gross receipts	554,173	-	1,229,217
Gasoline and motor vehicle taxes	-	-	169,806
Other	-	-	56,547
Intergovernmental:			
Federal operating grants	-	-	965,250
State operating grants	-	-	943,046
State capital grants	-	-	674,241
Local sources	-	-	127,501
Charges for services	-	-	699,137
Investment income	-	21,520	26,989
Miscellaneous	-	-	43,340
<i>Total revenues</i>	<u>554,173</u>	<u>21,520</u>	<u>5,531,613</u>
<i>Expenditures:</i>			
Current:			
General government	-	-	526,028
Public safety	-	-	642,695
Public works	-	-	1,318,119
Culture and recreation	-	-	87,238
Health and welfare	-	-	2,447,810
Capital outlay	-	-	1,306,062
Debt service:			
Principal	100,000	-	119,418
Interest	170,780	-	187,576
<i>Total expenditures</i>	<u>270,780</u>	<u>-</u>	<u>6,634,946</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>283,393</u>	<u>21,520</u>	<u>(1,103,333)</u>
<i>Other financing sources (uses)</i>			
Transfers in	-	-	2,054,749
Transfers (out)	(289,240)	(4,258)	(769,900)
<i>Total other financing sources (uses)</i>	<u>(289,240)</u>	<u>(4,258)</u>	<u>1,284,849</u>
<i>Net change in fund balances</i>	(5,847)	17,262	181,516
<i>Fund balances - beginning of year</i>	<u>99,325</u>	<u>273,950</u>	<u>2,315,416</u>
<i>Fund balances - end of year</i>	<u>\$ 93,478</u>	<u>\$ 291,212</u>	<u>\$ 2,496,932</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-1

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 Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	326,636	326,636	302,829	-
Federal capital grants	-	-	-	-
State operating grants	108,647	108,647	100,769	(7,878)
State capital grants	137,973	137,973	180,218	42,245
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	327,500	327,500	355,884	28,384
Investment income	-	-	-	-
Miscellaneous	8,000	8,000	1,104	(6,896)
<i>Total revenues</i>	<u>908,756</u>	<u>908,756</u>	<u>940,804</u>	<u>55,855</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	1,370,792	1,411,345	1,155,812	255,533
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,223,249	1,202,796	750,469	452,327
Debt service:				
Principal	165,156	165,156	19,418	145,738
Interest	-	-	16,796	(16,796)
<i>Total expenditures</i>	<u>2,759,197</u>	<u>2,779,297</u>	<u>1,942,495</u>	<u>836,802</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,850,441)</u>	<u>(1,870,541)</u>	<u>(1,001,691)</u>	<u>892,657</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(119,935)	(121,610)	-	121,610
Transfers in	1,970,376	1,992,151	1,027,056	(965,095)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,850,441</u>	<u>1,870,541</u>	<u>1,027,056</u>	<u>(843,485)</u>
<i>Net change in fund balance</i>	-	-	25,365	25,365
<i>Fund balance - beginning of year</i>	-	-	130,997	130,997
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 156,362</u>	<u>\$ 156,362</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 25,365
Adjustments to revenues for state grant revenues				187,928
Adjustments to expenditures for supplies and payroll				30,786
Net change in fund balance (GAAP)				<u>\$ 244,079</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-2

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	1,600	1,600	1,263	(337)
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,600</u>	<u>1,600</u>	<u>1,263</u>	<u>(337)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	1,600	1,600	1,360	240
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,600</u>	<u>1,600</u>	<u>1,360</u>	<u>240</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(97)</u>	<u>(97)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in 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>	<u>-</u>	<u>-</u>	<u>(97)</u>	<u>(97)</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>265</u>	<u>265</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168</u>	<u>\$ 168</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (97)
Adjustments to revenues for cigarette tax revenues				92
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (5)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-3

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	225	225
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>225</u>	<u>225</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	61,550	61,550	61,376	174
Health and welfare	73,525	73,525	70,025	3,500
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>135,075</u>	<u>135,075</u>	<u>131,401</u>	<u>3,674</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(135,075)</u>	<u>(135,075)</u>	<u>(131,176)</u>	<u>3,899</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,487	4,487	-	(4,487)
Transfers in	130,588	130,588	130,588	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>135,075</u>	<u>135,075</u>	<u>130,588</u>	<u>(4,487)</u>
<i>Net change in fund balance</i>	-	-	(588)	(588)
<i>Fund balance - beginning of year</i>	-	-	4,487	4,487
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,899</u>	<u>\$ 3,899</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (588)
No adjustments to revenues				-
Adjustments to expenditures for supplies				(20,000)
Net change in fund balance (GAAP)				<u>\$ (20,588)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-4

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	8,000	8,000	3,301	(4,699)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	37,500	37,500	33,298	(4,202)
Investment income	4,000	4,000	1,880	(2,120)
Miscellaneous	-	-	229	229
<i>Total revenues</i>	<u>49,500</u>	<u>49,500</u>	<u>38,708</u>	<u>(10,792)</u>
<i>Expenditures:</i>				
Current:				
General government	192,600	192,600	40,145	152,455
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>192,600</u>	<u>192,600</u>	<u>40,145</u>	<u>152,455</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(143,100)</u>	<u>(143,100)</u>	<u>(1,437)</u>	<u>141,663</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	143,100	143,100	-	(143,100)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>143,100</u>	<u>143,100</u>	<u>-</u>	<u>(143,100)</u>
<i>Net change in fund balance</i>	-	-	(1,437)	(1,437)
<i>Fund balance - beginning of year</i>	-	-	244,666	244,666
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 243,229</u>	<u>\$ 243,229</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (1,437)
Adjustments to revenue for reimbursement revenue recognized in the prior year				(145)
Adjustments to expenditures for fuel costs				(67)
Net change in fund balance (GAAP)				<u>\$ (1,649)</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	29,000	29,000	19,532	(9,468)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	51,000	51,000	41,500	(9,500)
<i>Total revenues</i>	<u>80,000</u>	<u>80,000</u>	<u>61,032</u>	<u>(18,968)</u>
<i>Expenditures:</i>				
Current:				
General government	388,811	388,836	316,234	72,602
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>388,811</u>	<u>388,836</u>	<u>316,234</u>	<u>72,602</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(308,811)</u>	<u>(308,836)</u>	<u>(255,202)</u>	<u>53,634</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(2,110)	52,390	-	(52,390)
Transfers in	310,921	256,446	202,812	(53,634)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>308,811</u>	<u>308,836</u>	<u>202,812</u>	<u>(106,024)</u>
<i>Net change in fund balance</i>	-	-	(52,390)	(52,390)
<i>Fund balance - beginning of year</i>	-	-	52,390	52,390
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (52,390)
Adjustments to revenue for FEMA grant revenue recognized in the prior year				(19,532)
Adjustments to expenditures for materials and other charges				5,890
Net change in fund balance (GAAP)				<u>\$ (66,032)</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	155,292	155,292	90,277	(65,015)
State capital grants	519,043	519,043	416,578	(102,465)
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>674,335</u>	<u>674,335</u>	<u>506,855</u>	<u>(167,480)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	83,366	123,366	106,359	17,007
Public works	-	-	-	-
Culture and recreation	17,257	17,257	4,502	12,755
Health and welfare	-	-	-	-
Capital outlay	465,000	465,000	365,000	100,000
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>565,623</u>	<u>605,623</u>	<u>475,861</u>	<u>129,762</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>108,712</u>	<u>68,712</u>	<u>30,994</u>	<u>(37,718)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	92,358	92,358
Transfers (out)	(108,712)	(68,712)	(123,352)	(54,640)
<i>Total other financing sources (uses)</i>	<u>(108,712)</u>	<u>(68,712)</u>	<u>(30,994)</u>	<u>37,718</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 revenues for state grant revenue				(54,142)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (54,142)</u>

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	184,000	184,000	165,731	(18,269)
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>184,000</u>	<u>184,000</u>	<u>165,731</u>	<u>(18,269)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	252,000	252,000	190,325	61,675
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>252,000</u>	<u>252,000</u>	<u>190,325</u>	<u>61,675</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(68,000)</u>	<u>(68,000)</u>	<u>(24,594)</u>	<u>43,406</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	45,967	45,967	-	(45,967)
Transfers in	22,033	22,033	-	(22,033)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>68,000</u>	<u>68,000</u>	<u>-</u>	<u>(68,000)</u>
<i>Net change in fund balance</i>	-	-	(24,594)	(24,594)
<i>Fund balance - beginning of year</i>	-	-	45,967	45,967
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,373</u>	<u>\$ 21,373</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (24,594)
Adjustments to revenues for gas taxes				4,075
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (20,519)</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 24,759	\$ 24,759	\$ 24,121	\$ (638)
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	29,431	29,431	37,077	7,646
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>54,190</u>	<u>54,190</u>	<u>61,198</u>	<u>7,008</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	84,000	84,000	84,000	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>84,000</u>	<u>84,000</u>	<u>84,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(29,810)</u>	<u>(29,810)</u>	<u>(22,802)</u>	<u>7,008</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	558	558	-	(558)
Transfers in	29,252	29,252	29,252	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>29,810</u>	<u>29,810</u>	<u>29,252</u>	<u>(558)</u>
<i>Net change in fund balance</i>	-	-	6,450	6,450
<i>Fund balance - beginning of year</i>	-	-	558	558
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,008</u>	<u>\$ 7,008</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 6,450
Adjustments to revenues for property tax revenues				(194)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 6,256</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	53,797	53,797	49,878	(3,919)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>53,797</u>	<u>53,797</u>	<u>49,878</u>	<u>(3,919)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	107,594	107,594	25,000	82,594
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>107,594</u>	<u>107,594</u>	<u>25,000</u>	<u>82,594</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(53,797)</u>	<u>(53,797)</u>	<u>24,878</u>	<u>78,675</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	21,958	21,958	-	(21,958)
Transfers in	31,839	31,839	31,839	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>53,797</u>	<u>53,797</u>	<u>31,839</u>	<u>(21,958)</u>
<i>Net change in fund balance</i>	-	-	56,717	56,717
<i>Fund balance - beginning of year</i>	-	-	21,958	21,958
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 78,675</u>	<u>\$ 78,675</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 56,717
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 56,717</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-10

Lincoln County

Lodgers' 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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	60,000	60,000	63,774	3,774
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	1,000	1,000	661	(339)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>61,000</u>	<u>61,000</u>	<u>64,435</u>	<u>3,435</u>
<i>Expenditures:</i>				
Current:				
General government	124,371	124,371	45,110	79,261
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>124,371</u>	<u>124,371</u>	<u>45,110</u>	<u>79,261</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(63,371)</u>	<u>(63,371)</u>	<u>19,325</u>	<u>82,696</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	63,371	63,371	-	(63,371)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>63,371</u>	<u>63,371</u>	<u>-</u>	<u>(63,371)</u>
<i>Net change in fund balance</i>	-	-	19,325	19,325
<i>Fund balance - beginning of year</i>	-	-	75,717	75,717
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 95,042</u>	<u>\$ 95,042</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 19,325
Adjustments to revenues for lodgers tax revenues				(8,582)
Adjustments to expenditures for materials and other charges				(2,400)
Net change in fund balance (GAAP)				<u>\$ 8,343</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-11

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	65,183	65,183	36,468	(28,715)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	2	2
<i>Total revenues</i>	<u>65,183</u>	<u>65,183</u>	<u>36,470</u>	<u>(28,713)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	61,205	61,205	38,394	22,811
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>61,205</u>	<u>61,205</u>	<u>38,394</u>	<u>22,811</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,978</u>	<u>3,978</u>	<u>(1,924)</u>	<u>(5,902)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(3,978)	(3,978)	-	3,978
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(3,978)</u>	<u>(3,978)</u>	<u>-</u>	<u>3,978</u>
<i>Net change in fund balance</i>	-	-	(1,924)	(1,924)
<i>Fund balance - beginning of year</i>	-	-	9,578	9,578
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,654</u>	<u>\$ 7,654</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (1,924)
Adjustments to revenue for state grant revenue				(1,585)
Adjustments to expenditures for payroll				380
Net change in fund balance (GAAP)				<u>\$ (3,129)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-12

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	248,000	248,000	46,245	(201,755)
Federal capital grants	-	-	-	-
State operating grants	72,500	72,500	40,842	(31,658)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>320,500</u>	<u>320,500</u>	<u>87,087</u>	<u>(233,413)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	121,462	155,462	55,424	100,038
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	114,273	152,773	32,040	120,733
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>235,735</u>	<u>308,235</u>	<u>87,464</u>	<u>220,771</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>84,765</u>	<u>12,265</u>	<u>(377)</u>	<u>(12,642)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(72,500)	(377)	-	377
Transfers in	-	377	377	-
Transfers (out)	(12,265)	(12,265)	-	12,265
<i>Total other financing sources (uses)</i>	<u>(84,765)</u>	<u>(12,265)</u>	<u>377</u>	<u>12,642</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 federal grant revenues recognized in the prior year				(21,127)
Adjustments to expenditures for contract costs				14,308
Net change in fund balance (GAAP)				<u>\$ (6,819)</u>

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	800	800	385	(415)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>800</u>	<u>800</u>	<u>385</u>	<u>(415)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	10,000	10,000	267	9,733
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	41,315	41,315	-	41,315
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>51,315</u>	<u>51,315</u>	<u>267</u>	<u>51,048</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(50,515)</u>	<u>(50,515)</u>	<u>118</u>	<u>50,633</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	50,515	50,515	-	(50,515)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>50,515</u>	<u>50,515</u>	<u>-</u>	<u>(50,515)</u>
<i>Net change in fund balance</i>	-	-	118	118
<i>Fund balance - beginning of year</i>	-	-	50,515	50,515
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,633</u>	<u>\$ 50,633</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 118
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 118</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-14

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	190,000	190,000	216,321	26,321
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>190,000</u>	<u>190,000</u>	<u>216,321</u>	<u>26,321</u>
<i>Expenditures:</i>				
Current:				
General government	341,102	341,102	127,766	213,336
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	79,982	79,982	37,956	42,026
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>421,084</u>	<u>421,084</u>	<u>165,722</u>	<u>255,362</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(231,084)</u>	<u>(231,084)</u>	<u>50,599</u>	<u>281,683</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	231,084	231,084	-	(231,084)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>231,084</u>	<u>231,084</u>	<u>-</u>	<u>(231,084)</u>
<i>Net change in fund balance</i>	-	-	50,599	50,599
<i>Fund balance - beginning of year</i>	-	-	244,877	244,877
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 295,476</u>	<u>\$ 295,476</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 50,599
No adjustments to revenues				-
Adjustments to expenditures for materials, other charges, and payroll expenditures				1,984
Net change in fund balance (GAAP)				<u>\$ 52,583</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-15

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	53,573	62,297	62,297	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>53,573</u>	<u>62,297</u>	<u>62,297</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	34,727	49,529	49,529	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	141,729	135,284	134,932	352
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>176,456</u>	<u>184,813</u>	<u>184,461</u>	<u>352</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(122,883)</u>	<u>(122,516)</u>	<u>(122,164)</u>	<u>352</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	122,883	122,516	-	(122,516)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>122,883</u>	<u>122,516</u>	<u>-</u>	<u>(122,516)</u>
<i>Net change in fund balance</i>	-	-	(122,164)	(122,164)
<i>Fund balance - beginning of year</i>	-	-	122,883	122,883
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 719</u>	<u>\$ 719</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (122,164)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (122,164)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-16

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 615,055	\$ 615,055	\$ 572,612	\$ (42,443)
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	5,000	5,000	2,543	(2,457)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>620,055</u>	<u>620,055</u>	<u>575,155</u>	<u>(44,900)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	562,000	562,000	547,319	14,681
Capital outlay	224,422	224,422	668	223,754
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>786,422</u>	<u>786,422</u>	<u>547,987</u>	<u>238,435</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(166,367)</u>	<u>(166,367)</u>	<u>27,168</u>	<u>193,535</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(33,633)	(33,633)	-	33,633
Transfers in	200,000	200,000	-	(200,000)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>166,367</u>	<u>166,367</u>	<u>-</u>	<u>(166,367)</u>
<i>Net change in fund balance</i>	-	-	27,168	27,168
<i>Fund balance - beginning of year</i>	-	-	302,757	302,757
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 329,925</u>	<u>\$ 329,925</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 27,168
No adjustments to revenues				-
Adjustments to expenditures for materials and other charges				(3,747)
Net change in fund balance (GAAP)				<u>\$ 23,421</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	29,600	29,600	29,600	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>29,600</u>	<u>29,600</u>	<u>29,600</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	43,440	43,440	33,128	10,312
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>43,440</u>	<u>43,440</u>	<u>33,128</u>	<u>10,312</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(13,840)</u>	<u>(13,840)</u>	<u>(3,528)</u>	<u>10,312</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	13,840	13,840	-	(13,840)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>13,840</u>	<u>13,840</u>	<u>-</u>	<u>(13,840)</u>
<i>Net change in fund balance</i>	-	-	(3,528)	(3,528)
<i>Fund balance - beginning of year</i>	-	-	13,840	13,840
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,312</u>	<u>\$ 10,312</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (3,528)
Adjustments to revenues for state grant revenue				1,800
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (1,728)</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	108,031	114,763	116,239	1,476
Federal capital grants	-	-	-	-
State operating grants	393,717	403,717	326,583	(77,134)
State capital grants	744	744	-	(744)
Payment in lieu of taxes	-	-	-	-
Local sources	105,426	125,426	134,247	8,821
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	434	434
<i>Total revenues</i>	<u>607,918</u>	<u>644,650</u>	<u>577,503</u>	<u>(67,147)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	783,650	793,491	729,030	64,461
Capital outlay	-	2,900	-	2,900
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>783,650</u>	<u>796,391</u>	<u>729,030</u>	<u>67,361</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(175,732)</u>	<u>(151,741)</u>	<u>(151,527)</u>	<u>214</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	41,311	41,523	-	(41,523)
Transfers in	134,421	110,218	159,474	49,256
Transfers (out)	-	-	(49,256)	(49,256)
<i>Total other financing sources (uses)</i>	<u>175,732</u>	<u>151,741</u>	<u>110,218</u>	<u>(41,523)</u>
<i>Net change in fund balance</i>	-	-	(41,309)	(41,309)
<i>Fund balance - beginning of year</i>	-	-	41,309	41,309
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (41,309)
Adjustments to revenues for state and federal grant revenues				54,832
Adjustments to expenditures for materials, other charges, and payroll expenditures				2,165
Net change in fund balance (GAAP)				<u>\$ 15,688</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	150,000	150,000	122,200	(27,800)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>150,000</u>	<u>150,000</u>	<u>122,200</u>	<u>(27,800)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	150,000	150,000	122,200	27,800
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>150,000</u>	<u>150,000</u>	<u>122,200</u>	<u>27,800</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 (budgeted increase in 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>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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 revenues for gross receipts tax revenue				(1,330)
Adjustments to expenditures for materials and other charges				1,330
Net change in fund balance (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-20

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	10,000	10,000	-	(10,000)
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	10,000	10,000	-	10,000
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</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 (budgeted increase in 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>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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

Statement B-21

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	640,000	640,000	480,156	(159,844)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>640,000</u>	<u>640,000</u>	<u>480,156</u>	<u>(159,844)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	588,096	628,096	408,762	219,334
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>588,096</u>	<u>628,096</u>	<u>408,762</u>	<u>219,334</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>51,904</u>	<u>11,904</u>	<u>71,394</u>	<u>59,490</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(40,000)	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(11,904)	(11,904)	(11,904)	-
<i>Total other financing sources (uses)</i>	<u>(51,904)</u>	<u>(11,904)</u>	<u>(11,904)</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	59,490	59,490
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,490</u>	<u>\$ 59,490</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 59,490
Adjustments to revenues for state grant revenue				(63,003)
Adjustments to expenditures for materials and other charges				30,374
Net change in fund balance (GAAP)				<u>\$ 26,861</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-22

## 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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	95,000	95,000	98,062	3,062
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>95,000</u>	<u>95,000</u>	<u>98,062</u>	<u>3,062</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	96,470	99,532	99,532	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>96,470</u>	<u>99,532</u>	<u>99,532</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,470)</u>	<u>(4,532)</u>	<u>(1,470)</u>	<u>3,062</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,470	4,532	-	(4,532)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,470</u>	<u>4,532</u>	<u>-</u>	<u>(4,532)</u>
<i>Net change in fund balance</i>	-	-	(1,470)	(1,470)
<i>Fund balance - beginning of year</i>	-	-	1,470	1,470
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (1,470)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (1,470)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-23

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	500,000	500,000	-	(500,000)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>(500,000)</u>
<i>Expenditures:</i>				
Current:				
General government	500,000	500,000	2,180	497,820
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>500,000</u>	<u>500,000</u>	<u>2,180</u>	<u>497,820</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,180)</u>	<u>(2,180)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(2,180)	-	2,180
Transfers in	-	2,180	2,180	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>2,180</u>	<u>2,180</u>
<i>Net change in fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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)				\$ -
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

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	645,000	645,000	560,020	(84,980)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>645,000</u>	<u>645,000</u>	<u>560,020</u>	<u>(84,980)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	746,448	746,447	511,727	234,720
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>746,448</u>	<u>746,447</u>	<u>511,727</u>	<u>234,720</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(101,448)</u>	<u>(101,447)</u>	<u>48,293</u>	<u>149,740</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	101,448	101,447	-	(101,447)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>101,448</u>	<u>101,447</u>	<u>-</u>	<u>(101,447)</u>
<i>Net change in fund balance</i>	-	-	48,293	48,293
<i>Fund balance - beginning of year</i>	-	-	101,448	101,448
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 149,741</u>	<u>\$ 149,741</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 48,293
Adjustments to revenues for gross receipts tax revenues				(5,846)
Adjustments to expenditures for materials and other charges				20,799
Net change in fund balance (GAAP)				<u>\$ 63,246</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-25

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	125,000	125,000	103,619	(21,381)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>125,000</u>	<u>125,000</u>	<u>103,619</u>	<u>(21,381)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	254,000	257,432	209,208	48,224
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>254,000</u>	<u>257,432</u>	<u>209,208</u>	<u>48,224</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(129,000)</u>	<u>(132,432)</u>	<u>(105,589)</u>	<u>26,843</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	29,825	29,825	-	(29,825)
Transfers in	99,175	102,607	80,000	(22,607)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>129,000</u>	<u>132,432</u>	<u>80,000</u>	<u>(52,432)</u>
<i>Net change in fund balance</i>	-	-	(25,589)	(25,589)
<i>Fund balance - beginning of year</i>	-	-	29,825	29,825
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,236</u>	<u>\$ 4,236</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (25,589)
Adjustments to revenues for state grant revenues				(3,230)
Adjustments to expenditures for materials and other charges				87
Net change in fund balance (GAAP)				<u>\$ (28,732)</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-26

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	92,665	92,665	46,173	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	58	58
<i>Total revenues</i>	<u>92,665</u>	<u>92,665</u>	<u>46,231</u>	<u>58</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	74,871	74,871	55,804	19,067
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>74,871</u>	<u>74,871</u>	<u>55,804</u>	<u>19,067</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>17,794</u>	<u>17,794</u>	<u>(9,573)</u>	<u>19,125</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(8,642)	(8,642)	-	8,642
Transfers in	-	-	9,573	9,573
Transfers (out)	(9,152)	(9,152)	-	9,152
<i>Total other financing sources (uses)</i>	<u>(17,794)</u>	<u>(17,794)</u>	<u>9,573</u>	<u>27,367</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 revenues for federal grants revenues				674
Adjustments to expenditures for payroll expenses				1,742
Net change in fund balance (GAAP)				<u>\$ 2,416</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
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 (budgeted increase in cash)	3,750	(5,823)	-	5,823
Transfers in	-	9,573	289,240	279,667
Transfers (out)	(3,750)	(3,750)	(291,890)	(288,140)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(2,650)</u>	<u>(2,650)</u>
<i>Net change in fund balance</i>	-	-	(2,650)	(2,650)
<i>Fund balance - beginning of year</i>	-	-	160,380	160,380
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157,730</u>	<u>\$ 157,730</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (2,650)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (2,650)</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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	645,000	645,000	560,020	(84,980)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>645,000</u>	<u>645,000</u>	<u>560,020</u>	<u>(84,980)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	270,780	270,780	100,000	170,780
Interest	-	-	170,780	(170,780)
<i>Total expenditures</i>	<u>270,780</u>	<u>270,780</u>	<u>270,780</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>374,220</u>	<u>374,220</u>	<u>289,240</u>	<u>(84,980)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(374,220)	(374,220)	(289,240)	84,980
<i>Total other financing sources (uses)</i>	<u>(374,220)</u>	<u>(374,220)</u>	<u>(289,240)</u>	<u>84,980</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 revenues for gross receipts tax revenues				(5,847)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (5,847)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-29

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	4,258	4,258	12,864	8,606
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>4,258</u>	<u>4,258</u>	<u>12,864</u>	<u>8,606</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>4,258</u>	<u>4,258</u>	<u>12,864</u>	<u>8,606</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	3,742	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(8,000)	(4,258)	(4,258)	-
<i>Total other financing sources (uses)</i>	<u>(4,258)</u>	<u>(4,258)</u>	<u>(4,258)</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	8,606	8,606
<i>Fund balance - beginning of year</i>	-	-	273,950	273,950
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 282,556</u>	<u>\$ 282,556</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 8,606
Adjustments to revenues for investment income				8,656
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 17,262</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-30

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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final		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	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	10,459	10,459	981	9,478
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	3,616,283	4,811,648	1,489,782	3,321,866
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,626,742</u>	<u>4,822,107</u>	<u>1,490,763</u>	<u>3,331,344</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,626,742)</u>	<u>(4,822,107)</u>	<u>(1,490,763)</u>	<u>3,331,344</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	552	551	-	(551)
Transfers in	3,626,190	4,821,556	1,600,000	(3,221,556)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>3,626,742</u>	<u>4,822,107</u>	<u>1,600,000</u>	<u>(3,222,107)</u>
<i>Net change in fund balance</i>	-	-	109,237	109,237
<i>Fund balance - beginning of year</i>	-	-	551	551
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,788</u>	<u>\$ 109,788</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 109,237
No adjustments to revenues				-
Adjustments to expenditures for capital outlay expenditures				(84,531)
Net change in fund balance (GAAP)				<u>\$ 24,706</u>

The accompanying notes are an integral part of these financial statements

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**SUPPORTING SCHEDULES**

**STATE OF NEW MEXICO**  
Lincoln County  
Schedule of Collateral Pledged by Depository For Public Funds  
June 30, 2010

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2010
<b>City Bank</b>				
	FHLB LOC	11/26/2010		\$ 200,000
	FHLB LOC	12/22/2010		750,000
	<b>Total City Bank</b>			<b>950,000</b>
<b>Compass Bank</b>				
	Danbury Tex Higher ED Auth Rev	2/15/2022	236035AL5	57,528
	Danbury Tex Higher ED Auth Rev	2/15/2022	236035AL5	41,091
	FNMA #889339	12/1/2028	31410KBG8	319,600
	FNMA #889339	12/1/2028	31410KBG8	760,069
	FHLMC ARM #780996	10/1/2033	31349SC92	351,624
	FNMA #888346	9/1/2034	31410FSF8	239,161
	FNMA ARM #886344	7/1/2036	31410DWD8	629,078
	FNR 2006-81 FA	9/25/2036	31396KM33	202,132
	<b>Total Compass Bank</b>			<b>2,600,283</b>
<b>First Federal Bank</b>				
	FNMA 312/19-11	12/17/2019	3136FJVZ1	4,000,000
	<b>Total First Federal Bank</b>			<b>4,000,000</b>
<b>First National Bank</b>				
	FHLMC Pool #P20687	5/1/2035	31263YR34	978,786
	FHLMC Pool #N31323	9/1/2036	31261BPG9	405,391
	FNMA Pool #256530	12/1/2036	31371M4P9	732,912
	FNMA Pool #256530	12/1/2036	31371M4P9	671,836
	FNMA Pool #H19815	5/1/2037	3128NAAQ1	690,408
	GNMA II Pool #4363	2/20/2039	36202EZ44	600,273
	FNMA Pool #778991	5/1/2034	31404UM64	269,237
	Ruidoso NM Mun Sch Dist No 3**	8/1/2010	781338HE1	500,000
	Taos NM Gas Tax Rev**	10/1/2010	875917AP1	170,000
	FHLMC Callable	2/4/2025	3126X9VU1	506,093
	<b>Total First National Bank</b>			<b>5,524,936</b>
<b>First Savings Bank</b>				
	Lake Superior MN ISD 38	1/15/2012	510897ET4	61,067
	MBS FNMA 10-YR	7/1/2017	31371NGQ2	8,693
	FHR 2841 BJ	4/15/2018	31395ES32	226,063
	Bexley Ohio-AGM INSD	12/1/2018	088581DA8	206,048
	MBS FHLMC Gold 15-YR	12/1/2020	61336WAL3	910,696
	FHR 3117 PC	6/15/2031	31396HVV8	430,003
	<b>Total First Savings Bank</b>			<b>1,842,570</b>
<b>Pioneer Bank</b>				
	GNMA II	6/20/2030	080418/001	98,222
	GNMA	12/20/2030	080477/001	14,554
	FHLMC 3-1	7/1/2033	1b0951/001	675,537
	FNMA ARM	9/1/2032	661745/001	32,077
	FNMA	12/1/2035	845529/001	697,511
	<b>Total Pioneer Bank</b>			<b>1,517,901</b>
<b>Wells Fargo Bank</b>				
	FNMA Pool 256349	7/1/2036	31371MWJ2	148,944
	FNMA Pool 891601	6/1/2036	31410MRW2	1,133,569
	FNMA Pool 963321	5/1/2038	31414DVN3	175,533
	FNMA Pool 984645	7/1/2038	31415PBN7	88,358
	GNSF 781038	5/15/2029	36225BEK0	4,979
	GNSF 781321	12/15/2029	36225BG69	6,441
	GNSF 781148	7/15/2029	36225BHZ4	10,134
	GNSF 781259	3/15/2031	36225BMG0	11,050
	GNSF 781264	3/15/2031	36225BMM7	28,256
	<b>Total Wells Fargo Bank</b>			<b>1,607,264</b>
	<b>Total Pledged Collateral</b>			<b>\$ 18,042,954</b>

\*\* As per NMSA 2.2.2.10 (N) (4), the value of collateral consisting of obligations of the State of New Mexico, its agencies, institutions, counties, municipalities or other subdivisions shall be par value.

See accompanying independent auditors' report



**Name and Location of Safekeeper**

---

Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX

15 South 20th Street, Birmingham, Alabama 35233  
15 South 20th Street, Birmingham, Alabama 35233  
15 South 20th Street, Birmingham, Alabama 35233  
15 South 20th Street, Birmingham, Alabama 35233  
15 South 20th Street, Birmingham, Alabama 35233  
15 South 20th Street, Birmingham, Alabama 35233  
15 South 20th Street, Birmingham, Alabama 35233  
15 South 20th Street, Birmingham, Alabama 35233

Federal Home Loan Bank - Dallas, TX

Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX

125 W. Sioux Ave., Pierre, SD 57501  
125 W. Sioux Ave., Pierre, SD 57501  
125 W. Sioux Ave., Pierre, SD 57501  
125 W. Sioux Ave., Pierre, SD 57501  
125 W. Sioux Ave., Pierre, SD 57501  
125 W. Sioux Ave., Pierre, SD 57501

Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX  
Federal Home Loan Bank - Dallas, TX

333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105  
333 Market Street, 17th Floor, San Fransico, CA 94105

**STATE OF NEW MEXICO**  
Lincoln County  
Schedule of Deposit and Investment Accounts  
June 30, 2010

Bank Account Type/Name	City Bank	Compass Bank	First Federal Bank	First National Bank	First Savings Bank
Money Market Account	\$ 1,175,999	\$ -	\$ -	\$ -	\$ -
Money Market Account	-	1,502,802	-	-	-
Certificate of Deposit	-	250,085	-	-	-
Money Market Account	-	-	1,508,478	-	-
Certificate of Deposit	-	-	400,000	-	-
Certificate of Deposit	-	-	500,000	-	-
Certificate of Deposit	-	-	500,000	-	-
Checking - Operational	-	-	-	4,188,828	-
Checking - Sheriff Seizure	-	-	-	51,282	-
Checking - Detention Trust	-	-	-	13,960	-
Checking - Sheriff's petty cash	-	-	-	1,000	-
Checking - Narcotic	-	-	-	400	-
Checking - HIDTA	-	-	-	420	-
Money Market Account	-	-	-	-	1,002,205
Certificate of Deposit	-	-	-	-	250,000
Certificate of Deposit	-	-	-	-	250,000
Certificate of Deposit	-	-	-	-	245,000
Certificate of Deposit	-	-	-	-	250,000
Certificate of Deposit	-	-	-	-	9,938
Investment**	-	-	-	-	-
Money Market Account	-	-	-	-	-
Investment	-	-	-	-	-
Money Market Account	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Money Market Account	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
NMFA Reserve Account**	-	-	-	-	-
<b>Total</b>	<b>1,175,999</b>	<b>1,752,887</b>	<b>2,908,478</b>	<b>4,255,890</b>	<b>2,007,143</b>
Reconciling items	1,450	-	-	(401,790)	-
<b>Reconciled balance</b>	<b>\$ 1,177,449</b>	<b>\$ 1,752,887</b>	<b>\$ 2,908,478</b>	<b>\$ 3,854,100</b>	<b>\$ 2,007,143</b>

Petty cash

Less: investments per Exhibit A-1

Less: agency funds cash per Exhibit D-1

Less: agency funds investment per Exhibit D-1

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

Total unrestricted cash and cash equivalents per Exhibit A-1

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

See accompanying independent auditors' report

LPL Financial Services	LGIP	Pioneer Bank	Southwest Securities	Wells Fargo Bank	Bank of NY Mellon	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,175,999
-	-	-	-	-	-	1,502,802
-	-	-	-	-	-	250,085
-	-	-	-	-	-	1,508,478
-	-	-	-	-	-	400,000
-	-	-	-	-	-	500,000
-	-	-	-	-	-	500,000
-	-	-	-	-	-	4,188,828
-	-	-	-	-	-	51,282
-	-	-	-	-	-	13,960
-	-	-	-	-	-	1,000
-	-	-	-	-	-	400
-	-	-	-	-	-	420
-	-	-	-	-	-	1,002,205
-	-	-	-	-	-	250,000
-	-	-	-	-	-	250,000
-	-	-	-	-	-	245,000
-	-	-	-	-	-	250,000
-	-	-	-	-	-	9,938
271,565	-	-	-	-	-	271,565
11,041	-	-	-	-	-	11,041
-	17,386	-	-	-	-	17,386
-	-	1,001,794	-	-	-	1,001,794
-	-	-	245,000	-	-	245,000
-	-	-	-	1,251,397	-	1,251,397
-	-	-	-	300,000	-	300,000
-	-	-	-	250,000	-	250,000
-	-	-	-	-	65,469	65,469
<u>282,606</u>	<u>17,386</u>	<u>1,001,794</u>	<u>245,000</u>	<u>1,801,397</u>	<u>65,469</u>	<u>15,514,049</u>
-	-	-	-	-	-	(400,340)
<u>\$ 282,606</u>	<u>\$ 17,386</u>	<u>\$ 1,001,794</u>	<u>\$ 245,000</u>	<u>\$ 1,801,397</u>	<u>\$ 65,469</u>	<u>15,113,709</u>
						3,040
						(3,711,565)
						(192,313)
						(9,938)
						<u>(65,469)</u>
						<u>\$ 11,137,464</u>

**STATE OF NEW MEXICO**  
Lincoln County  
Reconciliation of Property Tax Rolls  
For the Year Ended June 30, 2010

Uncollected taxes, July 1, 2009	\$ 1,338,040
Net taxes charged to treasurer for current year	22,884,179
Current year tax collections	(22,604,683)
Adjustments	19,938
	1,637,474
Uncollected taxes June 30, 2010	\$ 1,637,474

**Detail of taxes distributed by agency:**

**School districts**

Ruidoso Schools	\$ 4,594,205
Carrizozo Schools	355,334
Corona Schools	180,159
Hondo Schools	274,783
Capitan Schools	973,503

**Municipalities**

Village of Capitan	27,533
Town of Carrizozo	41,994
Town of Corona	10,284
Village of Ruidoso	2,122,368
Village of Ruidoso Downs	392,185

**Other**

State of New Mexico	1,221,433
County of Lincoln	8,563,876
Predatory Animal Control	24,364
ENMU Ruidoso	970,764
Alpine Village Sanitation	35,472
Sun Valley Sanitation	57,037
Alto Lakes Cons. Dist.	49
Carrizozo Soil and Water	35,742
Chaves County Soil and Water	2,277
Upper Hondo Soil and Water	207,223
Claunch Pinto Soil and Water	2,725
Rural Clinics	578,439
Lincoln County Medical Center	1,932,934
	1,932,934

<b>Total Distributed Taxes</b>	<b>\$ 22,604,683</b>
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See accompanying independent auditors' report

## Schedule of receivables - delinquent property tax by year

2009	\$	1,229,082
2008		307,691
2007		77,297
2006		11,153
2005		5,304
2004		3,495
2003		1,536
2002		1,275
2001		488
2000		153
		<hr/>
Total	\$	<u><u>1,637,474</u></u>

**Reconciliation of undistributed taxes**

Undistributed taxes 7-1-09	\$	-
Current year collections		22,604,683
Current year collections distributed		(22,604,683)
Collections held for future periods		-
		<hr/>
Undistributed taxes 6-30-10	\$	<u><u>-</u></u>

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

Statement of Net Assets - Exhibit A-1	\$	744,425
Statement of Fiduciary Assets and Liabilities - Agency Funds - Exhibit D-1		893,049
		<hr/>
Total property taxes receivable	\$	<u><u>1,637,474</u></u>

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Lincoln County</b>				
County Operational 2009	\$5,859,286	\$6,431	\$5,865,717	\$0
County Operational 2008	\$5,430,142	-\$247	\$5,429,895	\$5,164,661
County Operational 2007	\$4,866,627	\$774	\$4,867,401	\$4,787,365
County Operational 2006	\$4,314,739	\$6,174	\$4,320,913	\$4,303,426
County Operational 2005	\$3,896,377	\$18,501	\$3,914,878	\$3,913,105
County Operational 2004	\$3,639,565	\$18,582	\$3,658,147	\$3,656,815
County Operational 2003	\$3,303,970	-\$4,974	\$3,298,996	\$3,298,354
County Operational 2002	\$3,191,574	-\$3,227	\$3,188,347	\$3,188,023
County Operational 2001	\$3,084,232	-\$12,209	\$3,072,023	\$3,071,919
County Operational 2000	\$2,872,848	-\$4,208	\$2,868,640	\$2,868,570
<b>Total Lincoln County</b>	<b>\$40,459,360</b>	<b>\$25,598</b>	<b>\$40,484,958</b>	<b>\$34,252,238</b>
Special Projects 2009	\$2,795,176	\$2,036	\$2,797,212	\$0
Special Projects 2008	\$2,444,117	-\$31	\$2,444,086	\$2,339,246
Special Projects 2007	\$2,269,405	-\$636	\$2,268,769	\$2,237,193
Special Projects 2006	\$1,989,340	\$605	\$1,989,945	\$1,983,777
Special Projects 2005	\$1,883,172	\$5,210	\$1,888,382	\$1,887,665
Special Projects 2004	\$1,700,161	\$6,028	\$1,706,189	\$1,705,561
Special Projects 2003	\$1,621,690	-\$1,123	\$1,620,567	\$1,620,255
Special Projects 2002	\$1,503,751	-\$1,177	\$1,502,574	\$1,502,407
Special Projects 2001	\$1,459,947	-\$4,157	\$1,455,790	\$1,455,723
Special Projects 2000	\$1,357,159	-\$1,620	\$1,355,539	\$1,355,495
<b>Total Special Projects</b>	<b>\$19,023,918</b>	<b>\$5,135</b>	<b>\$19,029,053</b>	<b>\$16,087,322</b>
<b>State of New Mexico</b>				
Debt Service 2009	\$1,168,892	\$851	\$1,169,743	\$0
Debt Service 2008	\$1,112,058	-\$14	\$1,112,044	\$1,063,290
Debt Service 2007	\$1,007,667	-\$300	\$1,007,367	\$993,309
Debt Service 2006	\$933,890	\$277	\$934,167	\$931,291
Debt Service 2005	\$844,826	\$2,320	\$847,146	\$846,842
Debt Service 2004	\$635,552	\$2,238	\$637,790	\$637,571
Debt Service 2003	\$896,352	-\$626	\$895,726	\$895,559
Debt Service 2002	\$614,077	-\$479	\$613,598	\$613,530
Debt Service 2001	\$937,020	-\$2,667	\$934,353	\$934,310
Debt Service 2000	\$754,581	-\$903	\$753,678	\$753,655
<b>Total State of NM</b>	<b>\$8,904,915</b>	<b>\$697</b>	<b>\$8,905,612</b>	<b>\$7,669,357</b>

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$5,546,495	\$5,546,495	\$319,222	\$5,546,495	\$5,546,495	\$319,222
\$181,650	\$5,346,311	\$83,584	\$181,650	\$5,346,311	\$83,584
\$59,509	\$4,846,874	\$20,527	\$59,509	\$4,846,874	\$20,527
\$13,313	\$4,316,739	\$4,174	\$13,313	\$4,316,739	\$4,174
\$254	\$3,913,359	\$1,519	\$254	\$3,913,359	\$1,519
\$367	\$3,657,182	\$965	\$367	\$3,657,182	\$965
\$218	\$3,298,572	\$424	\$218	\$3,298,572	\$424
\$39	\$3,188,062	\$285	\$39	\$3,188,062	\$285
\$27	\$3,071,946	\$77	\$27	\$3,071,946	\$77
\$42	\$2,868,612	\$28	\$42	\$2,868,612	\$28
\$5,801,915	\$40,054,153	\$430,805	\$5,801,915	\$40,054,153	\$430,805
\$2,656,725	\$2,656,725	\$140,487	\$2,656,725	\$2,656,725	\$140,487
\$73,939	\$2,413,185	\$30,901	\$73,939	\$2,413,185	\$30,901
\$23,504	\$2,260,697	\$8,072	\$23,504	\$2,260,697	\$8,072
\$5,479	\$1,989,256	\$689	\$5,479	\$1,989,256	\$689
\$145	\$1,887,810	\$573	\$145	\$1,887,810	\$573
\$208	\$1,705,769	\$420	\$208	\$1,705,769	\$420
\$132	\$1,620,387	\$180	\$132	\$1,620,387	\$180
\$20	\$1,502,427	\$147	\$20	\$1,502,427	\$147
\$17	\$1,455,740	\$51	\$17	\$1,455,740	\$51
\$26	\$1,355,521	\$18	\$26	\$1,355,521	\$18
\$2,760,193	\$18,847,515	\$181,537	\$2,760,193	\$18,847,515	\$181,537
\$1,110,994	\$1,110,994	\$58,749	\$1,110,994	\$1,110,994	\$58,749
\$33,608	\$1,096,898	\$15,145	\$33,608	\$1,096,898	\$15,145
\$10,436	\$1,003,745	\$3,623	\$10,436	\$1,003,745	\$3,623
\$2,572	\$933,863	\$304	\$2,572	\$933,863	\$304
\$65	\$846,907	\$239	\$65	\$846,907	\$239
\$78	\$637,649	\$141	\$78	\$637,649	\$141
\$73	\$895,632	\$94	\$73	\$895,632	\$94
\$8	\$613,538	\$59	\$8	\$613,538	\$59
\$11	\$934,321	\$33	\$11	\$934,321	\$33
\$14	\$753,669	\$9	\$14	\$753,669	\$9
\$1,157,859	\$8,827,216	\$78,396	\$1,157,859	\$8,827,216	\$78,396

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Livestock</b>					
Cattle	2009	\$56,714	-\$1,381	\$55,332	\$0
Cattle	2008	\$53,644	-\$586	\$53,058	\$51,394
Cattle	2007	\$50,119	\$72	\$50,191	\$49,942
Cattle	2006	\$41,744	-\$652	\$41,092	\$40,990
Cattle	2005	\$38,116	-\$237	\$37,879	\$37,855
Cattle	2004	\$30,882	-\$626	\$30,256	\$30,253
Cattle	2003	\$33,704	-\$239	\$33,465	\$33,463
Cattle	2002	\$39,847	-\$2,202	\$37,645	\$37,643
Cattle	2001	\$36,823	-\$503	\$36,320	\$36,320
Cattle	2000	\$37,716	-\$653	\$37,063	\$37,063
<b>Total Livestock</b>		\$419,309	-\$7,007	\$412,301	\$354,923
<b>Dairy Cattle</b>					
Dairy Cattle	2009	\$51	\$0	\$51	\$0
Dairy Cattle	2008	\$43	\$0	\$43	\$43
Dairy Cattle	2007	\$50	-\$16	\$34	\$34
Dairy Cattle	2006	\$79	\$0	\$79	\$79
Dairy Cattle	2005	\$116	\$0	\$116	\$116
Dairy Cattle	2004	\$159	-\$5	\$154	\$154
Dairy Cattle	2003	\$165	-\$7	\$158	\$158
Dairy Cattle	2002	\$165	-\$3	\$162	\$162
Dairy Cattle	2001	\$294	\$0	\$294	\$294
Dairy Cattle	2000	\$266	\$0	\$266	\$266
<b>Total Dairy Cattle</b>		\$1,388	-\$31	\$1,357	\$1,306
<b>Sheep &amp; Goats</b>					
Sheep & Goats	2009	\$1,374	\$0	\$1,374	\$0
Sheep & Goats	2008	\$1,489	-\$7	\$1,482	\$1,197
Sheep & Goats	2007	\$1,535	-\$3	\$1,532	\$1,527
Sheep & Goats	2006	\$2,312	-\$7	\$2,305	\$2,305
Sheep & Goats	2005	\$2,052	-\$5	\$2,047	\$2,047
Sheep & Goats	2004	\$2,782	-\$128	\$2,654	\$2,653
Sheep & Goats	2003	\$3,169	-\$100	\$3,069	\$3,069
Sheep & Goats	2002	\$5,300	-\$338	\$4,962	\$4,962
Sheep & Goats	2001	\$4,454	-\$97	\$4,357	\$4,357
Sheep & Goats	2000	\$4,587	-\$163	\$4,424	\$4,424
<b>Total Sheep &amp; Goats</b>		\$29,054	-\$848	\$28,206	\$26,541

See accompanying independent auditors' report



Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$53,883	\$53,883	\$1,449	\$53,883	\$53,883	\$1,449
\$1,277	\$52,671	\$387	\$1,277	\$52,671	\$387
\$53	\$49,995	\$196	\$53	\$49,995	\$196
\$94	\$41,084	\$8	\$94	\$41,084	\$8
\$24	\$37,879	\$0	\$24	\$37,879	\$0
\$2	\$30,255	\$1	\$2	\$30,255	\$1
\$2	\$33,465	\$0	\$2	\$33,465	\$0
\$2	\$37,645	\$0	\$2	\$37,645	\$0
\$0	\$36,320	\$0	\$0	\$36,320	\$0
\$0	\$37,063	\$0	\$0	\$37,063	\$0
\$55,337	\$410,260	\$2,041	\$55,337	\$410,260	\$2,041
\$51	\$51	\$0	\$51	\$51	\$0
\$0	\$43	\$0	\$0	\$43	\$0
\$0	\$34	\$0	\$0	\$34	\$0
\$0	\$79	\$0	\$0	\$79	\$0
\$0	\$116	\$0	\$0	\$116	\$0
\$0	\$154	\$0	\$0	\$154	\$0
\$0	\$158	\$0	\$0	\$158	\$0
\$0	\$162	\$0	\$0	\$162	\$0
\$0	\$294	\$0	\$0	\$294	\$0
\$0	\$266	\$0	\$0	\$266	\$0
\$51	\$1,357	\$0	\$51	\$1,357	\$0
\$1,071	\$1,071	\$302	\$1,071	\$1,071	\$302
\$282	\$1,479	\$3	\$282	\$1,479	\$3
\$4	\$1,531	\$1	\$4	\$1,531	\$1
\$0	\$2,305	\$0	\$0	\$2,305	\$0
\$0	\$2,047	\$0	\$0	\$2,047	\$0
\$0	\$2,653	\$1	\$0	\$2,653	\$1
\$0	\$3,069	\$0	\$0	\$3,069	\$0
\$0	\$4,962	\$0	\$0	\$4,962	\$0
\$0	\$4,357	\$0	\$0	\$4,357	\$0
\$0	\$4,424	\$0	\$0	\$4,424	\$0
\$1,357	\$27,898	\$308	\$1,357	\$27,898	\$308

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Equine</b>					
Equine	2009	\$6,813	-\$2	\$6,811	\$0
Equine	2008	\$0	\$0	\$0	\$0
Equine	2007	\$5,982	-\$60	\$5,922	\$5,738
Equine	2006	\$5,896	-\$93	\$5,803	\$5,695
Equine	2005	\$4,671	-\$151	\$4,520	\$4,485
Equine	2004	\$4,619	-\$162	\$4,457	\$4,426
Equine	2003	\$3,526	-\$59	\$3,467	\$3,457
Equine	2002	\$3,078	\$110	\$3,188	\$3,178
Equine	2001	\$2,625	-\$3	\$2,622	\$2,622
Equine	2000	\$2,206	-\$3	\$2,203	\$2,203
	<b>Total Equine</b>	<b>\$39,416</b>	<b>-\$422</b>	<b>\$38,993</b>	<b>\$31,804</b>
<b>Bison</b>					
Bison	2009	\$293	\$0	\$293	\$0
Bison	2008	\$489	\$0	\$489	\$489
Bison	2007	\$28	\$0	\$28	\$28
Bison	2006	\$35	\$0	\$35	\$35
Bison	2005	\$60	\$0	\$60	\$60
Bison	2004	\$154	-\$66	\$88	\$88
Bison	2003	\$139	\$0	\$139	\$139
Bison	2002	\$199	-\$13	\$186	\$186
Bison	2001	\$0	\$0	\$0	\$0
Bison	2000	\$0	\$0	\$0	\$0
	<b>Total Bison</b>	<b>\$1,397</b>	<b>-\$79</b>	<b>\$1,318</b>	<b>\$1,025</b>
<b>Predatory Control</b>					
Predatory Control	2009	\$24,761	-\$204	\$24,558	\$0
Predatory Control	2008	\$24,332	-\$31	\$24,301	\$22,483
Predatory Control	2007	\$23,067	\$122	\$23,189	\$23,102
Predatory Control	2006	\$22,047	-\$201	\$21,846	\$21,815
Predatory Control	2005	\$22,460	-\$42	\$22,418	\$22,411
Predatory Control	2004	\$12,897	-\$434	\$12,463	\$12,462
Predatory Control	2003	\$15,210	-\$325	\$14,885	\$14,885
Predatory Control	2002	\$19,286	-\$1,335	\$17,952	\$17,951
Predatory Control	2001	\$18,350	-\$327	\$18,023	\$18,023
Predatory Control	2000	\$18,911	-\$545	\$18,366	\$18,366
	<b>Total Predatory Control</b>	<b>\$201,321</b>	<b>-\$3,321</b>	<b>\$198,000</b>	<b>\$171,498</b>

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$6,335	\$6,335	\$476	\$6,335	\$6,335	\$476
\$0	\$0	\$0	\$0	\$0	\$0
\$103	\$5,841	\$81	\$103	\$5,841	\$81
\$33	\$5,728	\$76	\$33	\$5,728	\$76
\$20	\$4,505	\$16	\$20	\$4,505	\$16
\$31	\$4,457	\$0	\$31	\$4,457	\$0
\$10	\$3,467	\$0	\$10	\$3,467	\$0
\$10	\$3,188	\$0	\$10	\$3,188	\$0
\$0	\$2,622	\$0	\$0	\$2,622	\$0
\$0	\$2,203	\$0	\$0	\$2,203	\$0
<b>\$6,541</b>	<b>\$38,345</b>	<b>\$649</b>	<b>\$6,541</b>	<b>\$38,345</b>	<b>\$649</b>
\$286	\$286	\$6	\$286	\$0	\$6
\$0	\$489	\$0	\$0	\$0	\$0
\$0	\$28	\$0	\$0	\$0	\$0
\$0	\$35	\$0	\$0	\$35	\$0
\$0	\$60	\$0	\$0	\$60	\$0
\$0	\$88	\$0	\$0	\$88	\$0
\$0	\$139	\$0	\$0	\$139	\$0
\$0	\$186	\$0	\$0	\$186	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
<b>\$286</b>	<b>\$1,311</b>	<b>\$6</b>	<b>\$286</b>	<b>\$508</b>	<b>\$6</b>
\$22,680	\$22,680	\$1,878	\$22,680	\$22,680	\$1,878
\$1,621	\$24,104	\$197	\$1,621	\$24,104	\$197
\$27	\$23,129	\$60	\$27	\$23,129	\$60
\$29	\$21,844	\$2	\$29	\$21,844	\$2
\$7	\$22,418	\$0	\$7	\$22,418	\$0
\$1	\$12,463	\$1	\$1	\$12,463	\$1
\$1	\$14,886	\$0	\$1	\$14,886	\$0
\$0	\$17,951	\$1	\$0	\$17,951	\$1
\$0	\$18,023	\$0	\$0	\$18,023	\$0
\$0	\$18,366	\$0	\$0	\$18,366	\$0
<b>\$24,364</b>	<b>\$195,862</b>	<b>\$2,137</b>	<b>\$24,364</b>	<b>\$195,862</b>	<b>\$2,137</b>

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Village of Capitan</b>					
Operational	2009	\$30,142	-\$21	\$30,120	\$0
Operational	2008	\$25,756	-\$17	\$25,739	\$23,853
Operational	2007	\$23,907	\$3	\$23,910	\$23,260
Operational	2006	\$21,758	\$58	\$21,816	\$21,475
Operational	2005	\$20,173	-\$49	\$20,124	\$20,054
Operational	2004	\$19,210	-\$13	\$19,197	\$19,138
Operational	2003	\$17,925	-\$281	\$17,644	\$17,613
Operational	2002	\$16,998	-\$47	\$16,951	\$16,947
Operational	2001	\$16,553	-\$92	\$16,461	\$16,461
Operational	2000	\$15,705	-\$181	\$15,524	\$15,524
	<b>Total Operational</b>	\$208,127	-\$640	\$207,486	\$174,325
Debt	2009	\$0	\$0	\$0	\$0
Debt	2008	\$0	\$0	\$0	\$0
Debt	2007	\$0	\$0	\$0	\$0
Debt	2006	\$0	\$0	\$0	\$0
Debt	2005	\$0	\$0	\$0	\$0
Debt	2004	\$0	\$0	\$0	\$0
Debt	2003	\$0	\$0	\$0	\$0
Debt	2002	\$0	\$0	\$0	\$0
Debt	2001	\$0	\$0	\$0	\$0
Debt	2000	\$0	\$0	\$0	\$0
	<b>Total Debt</b>	\$0	\$0	\$0	\$0
<b>Village of Carrizozo</b>					
Operational	2009	\$44,194	-\$33	\$44,161	\$0
Operational	2008	\$39,310	-\$13	\$39,297	\$35,692
Operational	2007	\$36,567	-\$10	\$36,557	\$34,935
Operational	2006	\$34,013	-\$32	\$33,981	\$33,698
Operational	2005	\$32,594	\$161	\$32,755	\$32,729
Operational	2004	\$31,957	\$113	\$32,070	\$32,043
Operational	2003	\$31,647	-\$189	\$31,458	\$31,441
Operational	2002	\$30,347	-\$88	\$30,259	\$30,244
Operational	2001	\$28,661	\$317	\$28,978	\$28,964
Operational	2000	\$27,696	-\$112	\$27,584	\$27,571
	<b>Total Operational</b>	\$336,986	\$114	\$337,100	\$287,317

See accompanying independent auditors' report



**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Village of Carrizozo</b>					
Debt	2009	\$0	\$0	\$0	\$0
Debt	2008	\$0	\$0	\$0	\$0
Debt	2007	\$0	\$0	\$0	\$0
Debt	2006	\$0	\$0	\$0	\$0
Debt	2005	\$0	\$0	\$0	\$0
Debt	2004	\$0	\$0	\$0	\$0
Debt	2003	\$0	\$0	\$0	\$0
Debt	2002	\$0	\$0	\$0	\$0
Debt	2001	\$0	\$0	\$0	\$0
Debt	2000	\$0	\$0	\$0	\$0
	<b>Total Debt</b>	\$0	\$0	\$0	\$0
<b>Village of Corona</b>					
Operational	2009	\$10,485	\$0	\$10,485	\$0
Operational	2008	\$8,520	-\$5	\$8,515	\$8,456
Operational	2007	\$7,911	-\$52	\$7,859	\$7,789
Operational	2006	\$7,332	\$0	\$7,332	\$7,321
Operational	2005	\$8,920	\$151	\$9,071	\$9,070
Operational	2004	\$6,556	-\$3	\$6,553	\$6,553
Operational	2003	\$5,951	-\$6	\$5,945	\$5,945
Operational	2002	\$5,911	-\$5	\$5,906	\$5,906
Operational	2001	\$5,363	\$88	\$5,451	\$5,451
Operational	2000	\$5,517	-\$2	\$5,515	\$5,515
	<b>Total Operational</b>	\$72,466	\$167	\$72,633	\$62,006
Debt	2009	\$0	\$0	\$0	\$0
Debt	2008	\$0	\$0	\$0	\$0
Debt	2007	\$0	\$0	\$0	\$0
Debt	2006	\$0	\$0	\$0	\$0
Debt	2005	\$0	\$0	\$0	\$0
Debt	2004	\$0	\$0	\$0	\$0
Debt	2003	\$0	\$0	\$0	\$0
Debt	2002	\$0	\$0	\$0	\$0
Debt	2001	\$0	\$0	\$0	\$0
Debt	2000	\$0	\$0	\$0	\$0
	<b>Total Debt</b>	\$0	\$0	\$0	\$0

See accompanying independent auditors' report



**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Village of Ruidoso</b>					
Operational	2009	\$2,143,544	-\$4,969	\$2,138,575	\$0
Operational	2008	\$2,000,847	\$87	\$2,000,934	\$1,911,864
Operational	2007	\$1,810,503	-\$2,170	\$1,808,333	\$1,776,417
Operational	2006	\$1,583,772	-\$68	\$1,583,704	\$1,576,187
Operational	2005	\$1,450,824	-\$264	\$1,450,560	\$1,450,129
Operational	2004	\$1,383,656	\$1,010	\$1,384,666	\$1,384,237
Operational	2003	\$1,290,466	\$870	\$1,291,336	\$1,291,137
Operational	2002	\$1,246,706	-\$1,936	\$1,244,770	\$1,244,672
Operational	2001	\$1,192,127	-\$6,508	\$1,185,619	\$1,185,581
Operational	2000	\$1,118,680	-\$968	\$1,117,712	\$1,117,712
<b>Total Operational</b>		<b>\$15,221,125</b>	<b>-\$14,916</b>	<b>\$15,206,209</b>	<b>\$12,937,936</b>
Debt	2009	\$0	\$0	\$0	\$0
Debt	2008	\$0	\$0	\$0	\$0
Debt	2007	\$0	\$0	\$0	\$0
Debt	2006	\$0	\$0	\$0	\$0
Debt	2005	\$0	\$0	\$0	\$0
Debt	2004	\$0	\$0	\$0	\$0
Debt	2003	\$301,751	\$297	\$302,048	\$301,999
Debt	2002	\$672,409	-\$926	\$671,483	\$671,426
Debt	2001	\$658,654	-\$3,008	\$655,646	\$655,623
Debt	2000	\$282,875	-\$225	\$282,650	\$282,650
<b>Total Debt</b>		<b>\$1,915,689</b>	<b>-\$3,862</b>	<b>\$1,911,827</b>	<b>\$1,911,698</b>
<b>Village of Ruidoso Downs</b>					
Operational	2009	\$264,157	-\$800	\$263,357	\$0
Operational	2008	\$242,528	-\$1,988	\$240,540	\$219,812
Operational	2007	\$222,198	-\$268	\$221,930	\$215,559
Operational	2006	\$199,114	-\$260	\$198,854	\$197,656
Operational	2005	\$185,274	-\$739	\$184,535	\$184,336
Operational	2004	\$177,538	-\$439	\$177,099	\$176,981
Operational	2003	\$159,774	-\$292	\$159,482	\$159,420
Operational	2002	\$155,317	-\$447	\$154,870	\$154,832
Operational	2001	\$153,241	-\$452	\$152,789	\$152,751
Operational	2000	\$149,349	-\$449	\$148,900	\$148,863
<b>Total Operational</b>		<b>\$1,908,490</b>	<b>-\$6,134</b>	<b>\$1,902,356</b>	<b>\$1,610,210</b>

See accompanying independent auditors' report



Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$2,032,013	\$2,032,013	\$106,562	\$2,032,013	\$2,032,013	\$106,562
\$60,172	\$1,972,036	\$28,898	\$60,172	\$1,972,036	\$28,898
\$23,224	\$1,799,641	\$8,692	\$23,224	\$1,799,641	\$8,692
\$6,594	\$1,582,781	\$923	\$6,594	\$1,582,781	\$923
\$64	\$1,450,193	\$367	\$64	\$1,450,193	\$367
\$188	\$1,384,425	\$241	\$188	\$1,384,425	\$241
\$91	\$1,291,228	\$108	\$91	\$1,291,228	\$108
\$0	\$1,244,672	\$98	\$0	\$1,244,672	\$98
\$0	\$1,185,581	\$38	\$0	\$1,185,581	\$38
\$0	\$1,117,712	\$0	\$0	\$1,117,712	\$0
\$2,122,345	\$15,060,281	\$145,927	\$2,122,345	\$15,060,281	\$145,927
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$23	\$302,022	\$27	\$23	\$302,022	\$27
\$0	\$671,426	\$57	\$0	\$671,426	\$57
\$0	\$655,623	\$23	\$0	\$655,623	\$23
\$0	\$282,650	\$0	\$0	\$282,650	\$0
\$23	\$1,911,721	\$106	\$23	\$1,911,721	\$106
\$236,958	\$236,958	\$26,399	\$236,958	\$236,958	\$26,399
\$13,433	\$233,245	\$7,295	\$13,433	\$233,245	\$7,295
\$5,039	\$220,598	\$1,332	\$5,039	\$220,598	\$1,332
\$791	\$198,447	\$407	\$791	\$198,447	\$407
\$48	\$184,384	\$151	\$48	\$184,384	\$151
\$20	\$177,001	\$98	\$20	\$177,001	\$98
\$38	\$159,458	\$24	\$38	\$159,458	\$24
\$0	\$154,832	\$38	\$0	\$154,832	\$38
\$0	\$152,751	\$38	\$0	\$152,751	\$38
\$19	\$148,882	\$18	\$19	\$148,882	\$18
\$256,347	\$1,866,557	\$35,799	\$256,347	\$1,866,557	\$35,799

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Village of Ruidoso Downs</b>					
Debt	2009	\$143,186	-\$387	\$142,799	\$0
Debt	2008	\$110,560	-\$759	\$109,801	\$98,453
Debt	2007	\$48,165	-\$80	\$48,085	\$46,631
Debt	2006	\$0	\$0	\$0	\$0
Debt	2005	\$0	\$0	\$0	\$0
Debt	2004	\$0	\$0	\$0	\$0
Debt	2003	\$0	\$0	\$0	\$0
Debt	2002	\$0	\$0	\$0	\$0
Debt	2001	\$0	\$0	\$0	\$0
Debt	2000	\$0	\$0	\$0	\$0
	<b>Total Debt</b>	<b>\$301,911</b>	<b>-\$1,226</b>	<b>\$300,685</b>	<b>\$145,084</b>
<b>Eastern NM University - Ruidoso</b>					
Advalorem	2009	\$985,813	-\$2,527	\$983,286	\$0
Advalorem	2008	\$898,344	-\$316	\$898,028	\$852,810
Advalorem	2007	\$813,791	-\$853	\$812,938	\$797,653
Advalorem	2006	\$703,195	-\$30	\$703,165	\$699,808
Advalorem	2005	\$643,543	-\$679	\$642,864	\$642,557
Advalorem	2004	\$610,052	\$185	\$610,237	\$609,979
Advalorem	2003	\$565,306	\$392	\$565,698	\$565,594
Advalorem	2002	\$545,508	-\$714	\$544,794	\$544,738
Advalorem	2001	\$525,412	-\$2,449	\$522,963	\$522,929
Advalorem	2000	\$486,394	-\$812	\$485,582	\$485,562
	<b>Total Advalorem</b>	<b>\$6,777,358</b>	<b>-\$7,804</b>	<b>\$6,769,554</b>	<b>\$5,721,630</b>
<b>Capitan Schools</b>					
Operational	2009	\$85,249	-\$23	\$85,225	\$0
Operational	2008	\$77,852	\$24	\$77,876	\$75,113
Operational	2007	\$70,045	-\$27	\$70,018	\$69,478
Operational	2006	\$60,693	\$5	\$60,698	\$60,583
Operational	2005	\$53,983	-\$160	\$53,823	\$53,802
Operational	2004	\$48,912	-\$15	\$48,897	\$48,882
Operational	2003	\$44,764	-\$141	\$44,623	\$44,615
Operational	2002	\$42,612	-\$22	\$42,590	\$42,587
Operational	2001	\$39,894	-\$85	\$39,809	\$39,809
Operational	2000	\$36,607	-\$35	\$36,572	\$36,572
	<b>Total Operational</b>	<b>\$560,611</b>	<b>-\$479</b>	<b>\$560,132</b>	<b>\$471,441</b>

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$128,796	\$128,796	\$14,004	\$128,796	\$128,796	\$14,004
\$5,911	\$104,364	\$5,437	\$5,911	\$104,364	\$5,437
\$1,129	\$47,760	\$325	\$1,129	\$47,760	\$325
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$135,835	\$280,919	\$19,766	\$135,835	\$280,919	\$19,766
\$925,244	\$925,244	\$58,042	\$925,244	\$925,244	\$58,042
\$31,066	\$883,876	\$14,152	\$31,066	\$883,876	\$14,152
\$11,515	\$809,168	\$3,771	\$11,515	\$809,168	\$3,771
\$2,719	\$702,527	\$638	\$2,719	\$702,527	\$638
\$47	\$642,604	\$260	\$47	\$642,604	\$260
\$84	\$610,063	\$174	\$84	\$610,063	\$174
\$54	\$565,648	\$50	\$54	\$565,648	\$50
\$10	\$544,748	\$46	\$10	\$544,748	\$46
\$10	\$522,939	\$24	\$10	\$522,939	\$24
\$15	\$485,577	\$5	\$15	\$485,577	\$5
\$970,763	\$6,692,393	\$77,161	\$970,763	\$6,692,393	\$77,161
\$81,783	\$81,783	\$3,442	\$81,783	\$81,783	\$3,442
\$1,691	\$76,804	\$1,072	\$1,691	\$76,804	\$1,072
\$395	\$69,873	\$146	\$395	\$69,873	\$146
\$86	\$60,669	\$29	\$86	\$60,669	\$29
\$5	\$53,807	\$16	\$5	\$53,807	\$16
\$6	\$48,888	\$9	\$6	\$48,888	\$9
\$3	\$44,618	\$5	\$3	\$44,618	\$5
\$0	\$42,587	\$3	\$0	\$42,587	\$3
\$0	\$39,809	\$0	\$0	\$39,809	\$0
\$0	\$36,572	\$0	\$0	\$36,572	\$0
\$83,969	\$555,410	\$4,721	\$83,969	\$555,410	\$4,721

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Capitan Schools</b>				
Debt Service 2009	\$225,220	-\$26	\$225,194	\$0
Debt Service 2008	\$237,625	\$158	\$237,783	\$230,650
Debt Service 2007	\$245,636	-\$89	\$245,547	\$243,786
Debt Service 2006	\$255,406	\$2	\$255,408	\$254,966
Debt Service 2005	\$263,222	-\$601	\$262,621	\$262,522
Debt Service 2004	\$271,605	-\$67	\$271,538	\$271,460
Debt Service 2003	\$280,425	-\$749	\$279,676	\$279,629
Debt Service 2002	\$293,310	-\$68	\$293,242	\$293,223
Debt Service 2001	\$344,013	-\$528	\$343,485	\$343,485
Debt Service 2000	\$346,992	-\$297	\$346,695	\$346,695
<b>Total Debt Service</b>	\$2,763,454	-\$2,264	\$2,761,189	\$2,526,416
<b>Capital Improvments</b>				
Capital Improvments 2009	\$676,336	-\$78	\$676,258	\$0
Capital Improvments 2008	\$586,441	\$392	\$586,833	\$568,508
Capital Improvments 2007	\$539,859	-\$196	\$539,663	\$535,793
Capital Improvments 2006	\$472,975	\$4	\$472,979	\$472,163
Capital Improvments 2005	\$425,858	-\$983	\$424,875	\$424,713
Capital Improvments 2004	\$396,793	-\$97	\$396,696	\$396,581
Capital Improvments 2003	\$361,864	-\$909	\$360,955	\$360,894
Capital Improvments 2002	\$343,656	-\$82	\$343,574	\$343,552
Capital Improvments 2001	\$328,414	-\$504	\$327,910	\$327,910
Capital Improvments 2000	\$310,925	-\$266	\$310,659	\$310,659
<b>Total Cap. Imp.</b>	\$4,443,121	-\$2,720	\$4,440,401	\$3,740,773
<b>Carrizozo Schools</b>				
Operational 2009	\$17,421	\$57	\$17,478	\$0
Operational 2008	\$16,150	-\$510	\$15,640	\$14,816
Operational 2007	\$14,865	\$104	\$14,969	\$14,725
Operational 2006	\$13,820	\$11	\$13,831	\$13,784
Operational 2005	\$12,779	\$1,067	\$13,846	\$13,843
Operational 2004	\$12,931	\$397	\$13,328	\$13,326
Operational 2003	\$12,158	-\$77	\$12,081	\$12,080
Operational 2002	\$11,207	-\$9	\$11,198	\$11,197
Operational 2001	\$11,014	\$24	\$11,038	\$11,037
Operational 2000	\$9,513	-\$15	\$9,498	\$9,497
<b>Total Operational</b>	\$131,858	\$1,049	\$132,907	\$114,305

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$216,670	\$216,670	\$8,524	\$216,670	\$216,670	\$8,524
\$4,914	\$235,564	\$2,220	\$4,914	\$235,564	\$2,220
\$1,267	\$245,053	\$494	\$1,267	\$245,053	\$494
\$323	\$255,289	\$119	\$323	\$255,289	\$119
\$27	\$262,549	\$72	\$27	\$262,549	\$72
\$34	\$271,494	\$44	\$34	\$271,494	\$44
\$22	\$279,651	\$25	\$22	\$279,651	\$25
\$2	\$293,225	\$17	\$2	\$293,225	\$17
\$0	\$343,485	\$0	\$0	\$343,485	\$0
\$0	\$346,695	\$0	\$0	\$346,695	\$0
\$223,258	\$2,749,674	\$11,515	\$223,258	\$2,749,674	\$11,515
\$650,661	\$650,661	\$25,596	\$650,661	\$650,661	\$25,596
\$12,108	\$580,616	\$6,216	\$12,108	\$580,616	\$6,216
\$2,784	\$538,577	\$1,086	\$2,784	\$538,577	\$1,086
\$597	\$472,760	\$218	\$597	\$472,760	\$218
\$44	\$424,757	\$118	\$44	\$424,757	\$118
\$50	\$396,631	\$65	\$50	\$396,631	\$65
\$28	\$360,922	\$33	\$28	\$360,922	\$33
\$2	\$343,554	\$20	\$2	\$343,554	\$20
\$0	\$327,910	\$0	\$0	\$327,910	\$0
\$0	\$310,659	\$0	\$0	\$310,659	\$0
\$666,276	\$4,407,049	\$33,352	\$666,276	\$4,407,049	\$33,352
\$16,428	\$16,428	\$1,050	\$16,428	\$16,428	\$1,050
\$558	\$15,374	\$266	\$558	\$15,374	\$266
\$198	\$14,923	\$46	\$198	\$14,923	\$46
\$38	\$13,822	\$9	\$38	\$13,822	\$9
\$0	\$13,843	\$3	\$0	\$13,843	\$3
\$0	\$13,326	\$2	\$0	\$13,326	\$2
\$0	\$12,080	\$1	\$0	\$12,080	\$1
\$0	\$11,197	\$1	\$0	\$11,197	\$1
\$0	\$11,037	\$1	\$0	\$11,037	\$1
\$0	\$9,497	\$1	\$0	\$9,497	\$1
\$17,222	\$131,527	\$1,380	\$17,222	\$131,527	\$1,380

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Carrizozo Schools</b>				
Debt Service 2009	\$262,946	\$892	\$263,838	\$0
Debt Service 2008	\$247,154	-\$7,149	\$240,005	\$226,581
Debt Service 2007	\$196,435	\$1,225	\$197,660	\$194,060
Debt Service 2006	\$167,192	\$112	\$167,304	\$166,615
Debt Service 2005	\$173,117	\$12,427	\$185,544	\$185,506
Debt Service 2004	\$182,691	\$4,814	\$187,505	\$187,467
Debt Service 2003	\$177,534	-\$885	\$176,649	\$176,620
Debt Service 2002	\$168,078	-\$135	\$167,943	\$167,924
Debt Service 2001	\$140,757	\$208	\$140,965	\$140,949
Debt Service 2000	\$128,048	-\$213	\$127,835	\$127,819
<b>Total Debt Service</b>	\$1,843,952	\$11,296	\$1,855,249	\$1,573,541
Capital Improvements 2009	\$79,773	\$272	\$80,045	\$0
Capital Improvements 2008	\$73,893	-\$2,078	\$71,815	\$67,645
Capital Improvements 2007	\$67,736	\$423	\$68,159	\$66,917
Capital Improvements 2006	\$62,815	\$41	\$62,856	\$62,596
Capital Improvements 2005	\$58,887	\$4,249	\$63,136	\$63,123
Capital Improvements 2004	\$59,027	\$1,555	\$60,582	\$60,571
Capital Improvements 2003	\$56,414	-\$281	\$56,133	\$56,122
Capital Improvements 2002	\$50,848	-\$41	\$50,807	\$50,801
Capital Improvements 2001	\$50,118	\$75	\$50,193	\$50,187
Capital Improvements 2000	\$43,673	-\$74	\$43,599	\$43,594
<b>Total Cap. Imp.</b>	\$603,184	\$4,140	\$607,324	\$521,556
<b>Corona Schools</b>				
Operational 2009	\$15,172	\$988	\$16,160	\$0
Operational 2008	\$13,978	\$498	\$14,476	\$13,733
Operational 2007	\$12,150	\$55	\$12,205	\$12,181
Operational 2006	\$12,190	\$210	\$12,400	\$12,394
Operational 2005	\$11,512	\$379	\$11,891	\$11,891
Operational 2004	\$9,623	\$608	\$10,231	\$10,231
Operational 2003	\$9,829	-\$2	\$9,827	\$9,827
Operational 2002	\$9,306	\$103	\$9,409	\$9,409
Operational 2001	\$9,525	-\$17	\$9,508	\$9,508
Operational 2000	\$9,176	\$0	\$9,176	\$9,176
<b>Total Operational</b>	\$112,461	\$2,821	\$115,282	\$98,350

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$247,129	\$247,129	\$16,710	\$247,129	\$247,129	\$16,710
\$8,745	\$235,326	\$4,679	\$8,745	\$235,326	\$4,679
\$2,925	\$196,985	\$675	\$2,925	\$196,985	\$675
\$529	\$167,144	\$160	\$529	\$167,144	\$160
\$0	\$185,506	\$38	\$0	\$185,506	\$38
\$0	\$187,467	\$38	\$0	\$187,467	\$38
\$0	\$176,620	\$29	\$0	\$176,620	\$29
\$0	\$167,924	\$19	\$0	\$167,924	\$19
\$0	\$140,949	\$16	\$0	\$140,949	\$16
\$0	\$127,819	\$16	\$0	\$127,819	\$16
\$259,328	\$1,832,869	\$22,380	\$259,328	\$1,832,869	\$22,380
\$74,947	\$74,947	\$5,098	\$74,947	\$74,947	\$5,098
\$2,629	\$70,274	\$1,541	\$2,629	\$70,274	\$1,541
\$1,009	\$67,926	\$233	\$1,009	\$67,926	\$233
\$200	\$62,796	\$60	\$200	\$62,796	\$60
\$0	\$63,123	\$13	\$0	\$63,123	\$13
\$0	\$60,571	\$11	\$0	\$60,571	\$11
\$0	\$56,122	\$11	\$0	\$56,122	\$11
\$0	\$50,801	\$6	\$0	\$50,801	\$6
\$0	\$50,187	\$6	\$0	\$50,187	\$6
\$0	\$43,594	\$5	\$0	\$43,594	\$5
\$78,785	\$600,341	\$6,984	\$78,785	\$600,341	\$6,984
\$15,521	\$15,521	\$639	\$15,521	\$15,521	\$639
\$729	\$14,462	\$14	\$729	\$14,462	\$14
\$9	\$12,190	\$15	\$9	\$12,190	\$15
\$5	\$12,399	\$0	\$5	\$12,399	\$0
\$0	\$11,891	\$0	\$0	\$11,891	\$0
\$0	\$10,231	\$0	\$0	\$10,231	\$0
\$0	\$9,827	\$0	\$0	\$9,827	\$0
\$0	\$9,409	\$0	\$0	\$9,409	\$0
\$0	\$9,508	\$0	\$0	\$9,508	\$0
\$0	\$9,176	\$0	\$0	\$9,176	\$0
\$16,264	\$114,614	\$668	\$16,264	\$114,614	\$668

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Corona Schools</b>				
Debt Service 2009	\$88,388	\$5,722	\$94,109	\$0
Debt Service 2008	\$85,263	\$3,193	\$88,456	\$83,804
Debt Service 2007	\$82,460	\$370	\$82,830	\$82,675
Debt Service 2006	\$81,378	\$1,383	\$82,761	\$82,724
Debt Service 2005	\$79,465	\$2,562	\$82,027	\$82,027
Debt Service 2004	\$80,187	\$5,038	\$85,225	\$85,225
Debt Service 2003	\$51,150	-\$11	\$51,139	\$51,139
Debt Service 2002	\$76,641	\$840	\$77,481	\$77,481
Debt Service 2001	\$53,741	-\$97	\$53,644	\$53,644
Debt Service 2000	\$53,084	-\$3	\$53,081	\$53,081
<b>Total Debt Service</b>	<b>\$731,757</b>	<b>\$18,996</b>	<b>\$750,753</b>	<b>\$651,800</b>
Capital Improvements 2009	\$61,062	\$3,953	\$65,015	\$0
Capital Improvements 2008	\$56,066	\$1,952	\$58,018	\$55,044
Capital Improvements 2007	\$48,851	\$219	\$49,070	\$48,978
Capital Improvements 2006	\$49,290	\$838	\$50,128	\$50,106
Capital Improvements 2005	\$46,896	\$1,511	\$48,407	\$48,407
Capital Improvements 2004	\$38,831	\$2,440	\$41,271	\$41,271
Capital Improvements 2003	\$39,637	-\$9	\$39,628	\$39,628
Capital Improvements 2002	\$37,532	\$416	\$37,948	\$37,948
Capital Improvements 2001	\$38,400	-\$69	\$38,331	\$38,331
Capital Improvements 2000	\$36,702	-\$2	\$36,700	\$36,700
<b>Total Cap. Imp.</b>	<b>\$453,267</b>	<b>\$11,249</b>	<b>\$464,516</b>	<b>\$396,413</b>
<b>Hondo Valley Public Schools</b>				
Operational 2009	\$13,655	\$61	\$13,716	\$0
Operational 2008	\$12,438	\$52	\$12,490	\$11,881
Operational 2007	\$12,621	\$37	\$12,658	\$12,514
Operational 2006	\$10,468	\$45	\$10,513	\$10,488
Operational 2005	\$10,230	-\$13	\$10,217	\$10,202
Operational 2004	\$9,777	\$62	\$9,839	\$9,826
Operational 2003	\$8,812	-\$19	\$8,793	\$8,785
Operational 2002	\$8,026	-\$92	\$7,934	\$7,929
Operational 2001	\$7,985	\$4	\$7,989	\$7,989
Operational 2000	\$7,001	\$8	\$7,009	\$7,008
<b>Total Operational</b>	<b>\$101,013</b>	<b>\$143</b>	<b>\$101,156</b>	<b>\$86,622</b>

See accompanying independent auditors' report



Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$93,814	\$93,814	\$296	\$93,814	\$93,814	\$296
\$4,572	\$88,376	\$80	\$4,572	\$88,376	\$80
\$62	\$82,737	\$93	\$62	\$82,737	\$93
\$37	\$82,761	\$0	\$37	\$82,761	\$0
\$0	\$82,027	\$0	\$0	\$82,027	\$0
\$0	\$85,225	\$0	\$0	\$85,225	\$0
\$0	\$51,139	\$0	\$0	\$51,139	\$0
\$0	\$77,481	\$0	\$0	\$77,481	\$0
\$0	\$53,644	\$0	\$0	\$53,644	\$0
\$0	\$53,081	\$0	\$0	\$53,081	\$0
\$98,484	\$750,284	\$469	\$98,484	\$750,284	\$469
\$62,434	\$62,434	\$2,581	\$62,434	\$62,434	\$2,581
\$2,918	\$57,962	\$56	\$2,918	\$57,962	\$56
\$37	\$49,015	\$55	\$37	\$49,015	\$55
\$22	\$50,128	\$0	\$22	\$50,128	\$0
\$0	\$48,407	\$0	\$0	\$48,407	\$0
\$0	\$41,271	\$0	\$0	\$41,271	\$0
\$0	\$39,628	\$0	\$0	\$39,628	\$0
\$0	\$37,948	\$0	\$0	\$37,948	\$0
\$0	\$38,331	\$0	\$0	\$38,331	\$0
\$0	\$36,700	\$0	\$0	\$36,700	\$0
\$65,411	\$461,824	\$2,693	\$65,411	\$461,824	\$2,693
\$13,581	\$13,581	\$135	\$13,581	\$13,581	\$135
\$400	\$12,281	\$208	\$400	\$12,281	\$208
\$71	\$12,585	\$74	\$71	\$12,585	\$74
\$7	\$10,495	\$18	\$7	\$10,495	\$18
\$0	\$10,202	\$15	\$0	\$10,202	\$15
\$0	\$9,826	\$13	\$0	\$9,826	\$13
\$0	\$8,785	\$8	\$0	\$8,785	\$8
\$0	\$7,929	\$5	\$0	\$7,929	\$5
\$0	\$7,989	\$0	\$0	\$7,989	\$0
\$0	\$7,008	\$1	\$0	\$7,008	\$1
\$14,059	\$100,681	\$475	\$14,059	\$100,681	\$475

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Hondo Valley Public Schools</b>				
Debt Service 2009	\$207,777	\$967	\$208,744	\$0
Debt Service 2008	\$150,090	\$626	\$150,716	\$143,424
Debt Service 2007	\$171,017	\$507	\$171,524	\$169,551
Debt Service 2006	\$156,734	\$644	\$157,378	\$157,006
Debt Service 2005	\$143,941	-\$205	\$143,736	\$143,526
Debt Service 2004	\$111,667	\$756	\$112,423	\$112,300
Debt Service 2003	\$140,075	-\$302	\$139,773	\$139,624
Debt Service 2002	\$116,888	-\$1,284	\$115,604	\$115,525
Debt Service 2001	\$73,772	-\$23	\$73,749	\$73,744
Debt Service 2000	\$106,166	\$97	\$106,263	\$106,260
<b>Total Debt Service</b>	\$1,378,127	\$1,784	\$1,379,910	\$1,160,960
Capital Improvements 2009	\$54,637	\$244	\$54,881	\$0
Capital Improvements 2008	\$49,733	\$208	\$49,941	\$47,523
Capital Improvements 2007	\$50,966	\$151	\$51,117	\$50,529
Capital Improvements 2006	\$43,254	\$177	\$43,431	\$43,330
Capital Improvements 2005	\$43,193	-\$61	\$43,132	\$43,067
Capital Improvements 2004	\$40,568	\$277	\$40,845	\$40,799
Capital Improvements 2003	\$38,183	-\$82	\$38,101	\$38,059
Capital Improvements 2002	\$35,017	-\$385	\$34,632	\$34,610
Capital Improvements 2001	\$31,942	\$16	\$31,958	\$31,957
Capital Improvements 2000	\$0	\$0	\$0	\$0
<b>Total Cap. Imp.</b>	\$387,493	\$544	\$388,037	\$329,874
<b>Ruidoso Schools</b>				
Operational 2009	\$190,378	-\$589	\$189,788	\$0
Operational 2008	\$173,171	-\$48	\$173,123	\$163,545
Operational 2007	\$156,180	-\$139	\$156,041	\$152,689
Operational 2006	\$135,077	\$3	\$135,080	\$134,458
Operational 2005	\$125,130	-\$143	\$124,987	\$124,932
Operational 2004	\$117,820	\$26	\$117,846	\$117,801
Operational 2003	\$109,482	\$30	\$109,512	\$109,495
Operational 2002	\$105,609	-\$157	\$105,452	\$105,443
Operational 2001	\$100,289	-\$553	\$99,736	\$99,730
Operational 2000	\$92,695	-\$176	\$92,519	\$92,516
<b>Total Operational</b>	\$1,305,831	-\$1,747	\$1,304,084	\$1,100,609

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$198,627	\$198,627	\$10,117	\$198,627	\$198,627	\$10,117
\$4,742	\$148,166	\$2,550	\$4,742	\$148,166	\$2,550
\$964	\$170,515	\$1,009	\$964	\$170,515	\$1,009
\$113	\$157,119	\$259	\$113	\$157,119	\$259
\$0	\$143,526	\$210	\$0	\$143,526	\$210
\$0	\$112,300	\$123	\$0	\$112,300	\$123
\$0	\$139,624	\$149	\$0	\$139,624	\$149
\$0	\$115,525	\$79	\$0	\$115,525	\$79
\$0	\$73,744	\$5	\$0	\$73,744	\$5
\$0	\$106,260	\$3	\$0	\$106,260	\$3
\$204,447	\$1,365,407	\$14,504	\$204,447	\$1,365,407	\$14,504
\$54,356	\$54,356	\$525	\$54,356	\$54,356	\$525
\$1,602	\$49,125	\$816	\$1,602	\$49,125	\$816
\$288	\$50,817	\$299	\$288	\$50,817	\$299
\$31	\$43,361	\$70	\$31	\$43,361	\$70
\$0	\$43,067	\$65	\$0	\$43,067	\$65
\$0	\$40,799	\$46	\$0	\$40,799	\$46
\$0	\$38,059	\$42	\$0	\$38,059	\$42
\$0	\$34,610	\$22	\$0	\$34,610	\$22
\$0	\$31,957	\$1	\$0	\$31,957	\$1
\$0	\$0	\$0	\$0	\$0	\$0
\$56,277	\$386,151	\$1,886	\$56,277	\$386,151	\$1,886
\$177,655	\$177,655	\$12,133	\$177,655	\$177,655	\$12,133
\$6,482	\$170,027	\$3,096	\$6,482	\$170,027	\$3,096
\$2,523	\$155,212	\$828	\$2,523	\$155,212	\$828
\$571	\$135,029	\$51	\$571	\$135,029	\$51
\$9	\$124,941	\$46	\$9	\$124,941	\$46
\$14	\$117,815	\$30	\$14	\$117,815	\$30
\$9	\$109,504	\$8	\$9	\$109,504	\$8
\$2	\$105,445	\$7	\$2	\$105,445	\$7
\$2	\$99,732	\$5	\$2	\$99,732	\$5
\$3	\$92,519	\$0	\$3	\$92,519	\$0
\$187,269	\$1,287,878	\$16,206	\$187,269	\$1,287,878	\$16,206

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Ruidoso Schools</b>				
Debt Service 2009	\$2,662,125	-\$6,839	\$2,655,286	\$0
Debt Service 2008	\$2,967,321	-\$1,086	\$2,966,235	\$2,819,042
Debt Service 2007	\$2,784,900	-\$3,008	\$2,781,892	\$2,731,026
Debt Service 2006	\$2,414,806	-\$120	\$2,414,686	\$2,404,269
Debt Service 2005	\$1,321,608	-\$1,380	\$1,320,228	\$1,319,590
Debt Service 2004	\$1,218,784	\$408	\$1,219,192	\$1,218,657
Debt Service 2003	\$1,202,703	\$1,026	\$1,203,729	\$1,203,499
Debt Service 2002	\$1,544,527	-\$1,887	\$1,542,640	\$1,542,474
Debt Service 2001	\$1,494,570	-\$6,190	\$1,488,380	\$1,488,278
Debt Service 2000	\$1,481,940	-\$2,271	\$1,479,669	\$1,479,604
<b>Total Debt Service</b>	\$19,093,284	-\$21,347	\$19,071,937	\$16,206,439
Capital Improvements 2009	\$1,105,390	-\$1,835	\$1,103,555	\$0
Capital Improvements 2008	\$1,007,841	-\$369	\$1,007,472	\$957,394
Capital Improvements 2007	\$943,075	-\$1,018	\$942,057	\$924,832
Capital Improvements 2006	\$797,405	-\$50	\$797,355	\$793,969
Capital Improvements 2005	\$741,470	-\$755	\$740,715	\$740,348
Capital Improvements 2004	\$701,256	\$234	\$701,490	\$701,182
Capital Improvements 2003	\$669,843	\$571	\$670,414	\$670,285
Capital Improvements 2002	\$626,583	-\$766	\$625,817	\$625,750
Capital Improvements 2001	\$611,996	-\$2,538	\$609,458	\$609,417
Capital Improvements 2000	\$565,626	-\$866	\$564,760	\$564,735
<b>Total Cap. Imp.</b>	\$7,770,485	-\$7,391	\$7,763,094	\$6,587,912
Ed Tech Debt 2009	\$714,159	-\$2,730	\$711,428	\$0
Ed Tech Debt 2008	\$0	\$0	\$0	\$0
Ed Tech Debt 2007	\$0	\$0	\$0	\$0
Ed Tech Debt 2006	\$0	\$0	\$0	\$0
Ed Tech Debt 2005	\$0	\$0	\$0	\$0
Ed Tech Debt 2004	\$0	\$0	\$0	\$0
Ed Tech Debt 2003	\$0	\$0	\$0	\$0
Ed Tech Debt 2002	\$0	\$0	\$0	\$0
Ed Tech Debt 2001	\$0	\$0	\$0	\$0
Ed Tech Debt 2000	\$0	\$0	\$0	\$0
<b>Total Ed. Tech Debt</b>	\$714,159	-\$2,730	\$711,428	\$0

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$2,498,400	\$2,498,400	\$156,886	\$2,498,400	\$2,498,400	\$156,886
\$101,108	\$2,920,150	\$46,085	\$101,108	\$2,920,150	\$46,085
\$38,318	\$2,769,344	\$12,548	\$38,318	\$2,769,344	\$12,548
\$9,256	\$2,413,525	\$1,161	\$9,256	\$2,413,525	\$1,161
\$106	\$1,319,696	\$532	\$106	\$1,319,696	\$532
\$176	\$1,218,833	\$359	\$176	\$1,218,833	\$359
\$120	\$1,203,619	\$110	\$120	\$1,203,619	\$110
\$30	\$1,542,504	\$136	\$30	\$1,542,504	\$136
\$30	\$1,488,308	\$72	\$30	\$1,488,308	\$72
\$49	\$1,479,653	\$16	\$49	\$1,479,653	\$16
\$2,647,592	\$18,854,031	\$217,906	\$2,647,592	\$18,854,031	\$217,906
\$1,038,524	\$1,038,524	\$65,032	\$1,038,524	\$1,038,524	\$65,032
\$34,338	\$991,732	\$15,740	\$34,338	\$991,732	\$15,740
\$12,976	\$937,808	\$4,249	\$12,976	\$937,808	\$4,249
\$2,991	\$796,960	\$395	\$2,991	\$796,960	\$395
\$59	\$740,407	\$308	\$59	\$740,407	\$308
\$101	\$701,283	\$207	\$101	\$701,283	\$207
\$67	\$670,352	\$62	\$67	\$670,352	\$62
\$12	\$625,762	\$55	\$12	\$625,762	\$55
\$12	\$609,429	\$29	\$12	\$609,429	\$29
\$19	\$564,754	\$6	\$19	\$564,754	\$6
\$1,089,099	\$7,677,011	\$86,083	\$1,089,099	\$7,677,011	\$86,083
\$670,242	\$670,242	\$41,186	\$670,242	\$670,242	\$41,186
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$670,242	\$670,242	\$41,186	\$670,242	\$670,242	\$41,186

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Lincoln County Medical Center</b>					
Levy	2009	\$1,952,772	\$1,354	\$1,954,126	\$0
Levy	2008	\$1,779,389	-\$8	\$1,779,381	\$1,701,405
Levy	2007	\$1,732,400	-\$441	\$1,731,959	\$1,707,809
Levy	2006	\$1,519,158	\$1,073	\$1,520,231	\$1,515,053
Levy	2005	\$1,403,217	\$3,981	\$1,407,198	\$1,406,571
Levy	2004	\$1,297,710	\$4,550	\$1,302,260	\$1,301,749
Levy	2003	\$646,429	-\$430	\$645,999	\$645,891
Levy	2002	\$1,148,255	-\$898	\$1,147,357	\$1,147,232
Levy	2001	\$1,115,300	-\$3,257	\$1,112,043	\$1,111,992
Levy	2000	\$887,389	-\$1,113	\$886,276	\$886,250
	<b>Total LCMC</b>	\$13,482,019	\$4,812	\$13,486,831	\$11,423,952
<b>Rural Clinics</b>					
Levy	2009	\$585,689	\$407	\$586,095	\$0
Levy	2008	\$533,701	-\$19	\$533,682	\$510,306
Levy	2007	\$412,626	-\$105	\$412,521	\$406,769
Levy	2006	\$361,712	\$253	\$361,965	\$360,734
Levy	2005	\$333,517	\$954	\$334,471	\$334,316
Levy	2004	\$308,980	\$1,082	\$310,062	\$309,942
Levy	2003	\$518,549	-\$339	\$518,210	\$518,112
Levy	2002	\$492,121	-\$374	\$491,747	\$491,694
Levy	2001	\$477,995	-\$1,392	\$476,603	\$476,581
Levy	2000	\$240,420	-\$319	\$240,101	\$240,094
	<b>Total Rural Clinics</b>	\$4,265,310	\$149	\$4,265,459	\$3,648,548
<b>Alpine Village Sanitation</b>					
Levy	2009	\$36,168	\$0	\$36,168	\$0
Levy	2008	\$34,506	-\$5	\$34,501	\$33,979
Levy	2007	\$32,515	\$0	\$32,515	\$32,311
Levy	2006	\$31,324	\$704	\$32,028	\$32,028
Levy	2005	\$29,844	\$2	\$29,846	\$29,844
Levy	2004	\$28,852	\$0	\$28,852	\$28,852
Levy	2003	\$27,986	\$0	\$27,986	\$27,986
Levy	2002	\$27,655	\$0	\$27,655	\$27,655
Levy	2001	\$27,381	\$0	\$27,381	\$27,381
Levy	2000	\$26,714	\$0	\$26,714	\$26,714
	<b>Total Alpine Village</b>	\$302,945	\$701	\$303,646	\$266,750

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$1,856,712	\$1,856,712	\$97,414	\$1,856,712	\$1,856,712	\$97,414
\$53,773	\$1,755,178	\$24,204	\$53,773	\$1,755,178	\$24,204
\$17,944	\$1,725,753	\$6,206	\$17,944	\$1,725,753	\$6,206
\$4,184	\$1,519,237	\$994	\$4,184	\$1,519,237	\$994
\$108	\$1,406,679	\$519	\$108	\$1,406,679	\$519
\$123	\$1,301,872	\$388	\$123	\$1,301,872	\$388
\$45	\$645,936	\$63	\$45	\$645,936	\$63
\$15	\$1,147,247	\$110	\$15	\$1,147,247	\$110
\$13	\$1,112,005	\$38	\$13	\$1,112,005	\$38
\$16	\$886,266	\$10	\$16	\$886,266	\$10
<b>\$1,932,933</b>	<b>\$13,356,885</b>	<b>\$129,946</b>	<b>\$1,932,933</b>	<b>\$13,356,885</b>	<b>\$129,946</b>
\$556,872	\$556,872	\$29,224	\$556,872	\$556,872	\$29,224
\$16,132	\$526,438	\$7,244	\$16,132	\$526,438	\$7,244
\$4,274	\$411,043	\$1,479	\$4,274	\$411,043	\$1,479
\$996	\$361,730	\$235	\$996	\$361,730	\$235
\$26	\$334,342	\$129	\$26	\$334,342	\$129
\$74	\$310,016	\$47	\$74	\$310,016	\$47
\$50	\$518,162	\$48	\$50	\$518,162	\$48
\$7	\$491,701	\$47	\$7	\$491,701	\$47
\$5	\$476,586	\$17	\$5	\$476,586	\$17
\$5	\$240,099	\$3	\$5	\$240,099	\$3
<b>\$578,439</b>	<b>\$4,226,987</b>	<b>\$38,472</b>	<b>\$578,439</b>	<b>\$4,226,987</b>	<b>\$38,472</b>
\$35,260	\$35,260	\$908	\$35,260	\$35,260	\$908
\$211	\$34,190	\$311	\$211	\$34,190	\$311
\$0	\$32,311	\$204	\$0	\$32,311	\$204
\$0	\$32,028	\$0	\$0	\$32,028	\$0
\$0	\$29,844	\$2	\$0	\$29,844	\$2
\$0	\$28,852	\$0	\$0	\$28,852	\$0
\$0	\$27,986	\$0	\$0	\$27,986	\$0
\$0	\$27,655	\$0	\$0	\$27,655	\$0
\$0	\$27,381	\$0	\$0	\$27,381	\$0
\$0	\$26,714	\$0	\$0	\$26,714	\$0
<b>\$35,472</b>	<b>\$302,222</b>	<b>\$1,425</b>	<b>\$35,472</b>	<b>\$302,222</b>	<b>\$1,425</b>

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Sun Valley Sanitation</b>					
Levy	2009	\$57,823	\$0	\$57,823	\$0
Levy	2008	\$55,070	\$0	\$55,070	\$53,325
Levy	2007	\$56,326	\$0	\$56,326	\$54,867
Levy	2006	\$46,409	-\$130	\$46,279	\$46,279
Levy	2005	\$37,686	\$0	\$37,686	\$37,686
Levy	2004	\$37,111	\$0	\$37,111	\$37,111
Levy	2003	\$35,975	-\$543	\$35,432	\$35,432
Levy	2002	\$35,571	\$0	\$35,571	\$35,571
Levy	2001	\$39,178	\$0	\$39,178	\$39,178
Levy	2000	\$29,963	\$0	\$29,963	\$29,963
	<b>Total Sun Valley</b>	\$431,112	-\$673	\$430,439	\$369,412
<b>Alto Lakes Conserv. Dist.</b>					
Levy	2009	\$0	\$0	\$0	\$0
Levy	2008	\$0	\$0	\$0	\$0
Levy	2007	\$43,605	\$0	\$43,605	\$43,549
Levy	2006	\$43,671	-\$35	\$43,636	\$43,626
Levy	2005	\$40,019	-\$54	\$39,965	\$39,964
Levy	2004	\$0	\$0	\$0	\$0
Levy	2003	\$0	\$0	\$0	\$0
Levy	2002	\$0	\$0	\$0	\$0
Levy	2001	\$0	\$0	\$0	\$0
Levy	2000	\$0	\$0	\$0	\$0
	<b>Total Alto Lakes</b>	\$127,295	-\$89	\$127,206	\$127,139
<b>Carrizozo Soil &amp; Water</b>					
Levy	2009	\$34,670	\$833	\$35,503	\$0
Levy	2008	\$41,313	-\$631	\$40,682	\$39,590
Levy	2007	\$27,273	\$247	\$27,520	\$27,400
Levy	2006	\$27,125	\$321	\$27,446	\$27,412
Levy	2005	\$24,934	\$2,101	\$27,035	\$27,035
Levy	2004	\$22,812	\$1,487	\$24,299	\$24,299
Levy	2003	\$22,157	-\$4	\$22,153	\$22,153
Levy	2002	\$20,022	\$55	\$20,077	\$20,077
Levy	2001	\$19,693	-\$7	\$19,686	\$19,686
Levy	2000	\$19,512	\$36	\$19,548	\$19,548
	<b>Total Carrizozo S &amp; W</b>	\$259,511	\$4,439	\$263,949	\$227,200

See accompanying independent auditors' report



Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$55,409	\$55,409	\$2,414	\$55,409	\$55,409	\$2,414
\$218	\$53,543	\$1,527	\$218	\$53,543	\$1,527
\$1,410	\$56,277	\$49	\$1,410	\$56,277	\$49
\$0	\$46,279	\$0	\$0	\$46,279	\$0
\$0	\$37,686	\$0	\$0	\$37,686	\$0
\$0	\$37,111	\$0	\$0	\$37,111	\$0
\$0	\$35,432	\$0	\$0	\$35,432	\$0
\$0	\$35,571	\$0	\$0	\$35,571	\$0
\$0	\$39,178	\$0	\$0	\$39,178	\$0
\$0	\$29,963	\$0	\$0	\$29,963	\$0
\$57,037	\$426,449	\$3,990	\$57,037	\$426,449	\$3,990
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$45	\$43,594	\$11	\$45	\$43,594	\$11
\$4	\$43,630	\$6	\$4	\$43,630	\$6
\$0	\$39,964	\$1	\$0	\$39,964	\$1
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$49	\$127,188	\$18	\$49	\$127,188	\$18
\$34,814	\$34,814	\$689	\$34,814	\$34,814	\$689
\$798	\$40,388	\$294	\$798	\$40,388	\$294
\$105	\$27,505	\$15	\$105	\$27,505	\$15
\$26	\$27,438	\$8	\$26	\$27,438	\$8
\$0	\$27,035	\$0	\$0	\$27,035	\$0
\$0	\$24,299	\$0	\$0	\$24,299	\$0
\$0	\$22,153	\$0	\$0	\$22,153	\$0
\$0	\$20,077	\$0	\$0	\$20,077	\$0
\$0	\$19,686	\$0	\$0	\$19,686	\$0
\$0	\$19,548	\$0	\$0	\$19,548	\$0
\$35,742	\$262,942	\$1,007	\$35,742	\$262,942	\$1,007

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Chaves County Soil &amp; Water</b>					
Levy	2009	\$2,347	\$0	\$2,347	\$0
Levy	2008	\$2,021	\$0	\$2,021	\$1,904
Levy	2007	\$1,987	\$0	\$1,987	\$1,976
Levy	2006	\$1,971	\$0	\$1,971	\$1,968
Levy	2005	\$1,909	\$0	\$1,909	\$1,909
Levy	2004	\$1,863	\$0	\$1,863	\$1,863
Levy	2003	\$1,871	\$0	\$1,871	\$1,871
Levy	2002	\$1,918	\$0	\$1,918	\$1,918
Levy	2001	\$1,909	\$0	\$1,909	\$1,909
Levy	2000	\$2,633	\$0	\$2,633	\$2,633
<b>Total Chaves County SW</b>		<b>\$20,429</b>	<b>\$0</b>	<b>\$20,429</b>	<b>\$17,951</b>
<b>Claunch/Pinto Soil &amp; Water</b>					
Levy	2009	\$2,484	\$0	\$2,484	\$0
Levy	2008	\$1,597	\$0	\$1,597	\$1,312
Levy	2007	\$1,230	\$0	\$1,230	\$1,225
Levy	2006	\$1,345	\$0	\$1,345	\$1,345
Levy	2005	\$1,266	\$0	\$1,266	\$1,266
Levy	2004	\$1,220	-\$1	\$1,219	\$1,219
Levy	2003	\$1,137	-\$1	\$1,136	\$1,136
Levy	2002	\$1,127	-\$1	\$1,126	\$1,126
Levy	2001	\$1,112	-\$29	\$1,083	\$1,083
Levy	2000	\$970	-\$28	\$942	\$942
<b>Total Claunch/Pinto</b>		<b>\$13,488</b>	<b>-\$60</b>	<b>\$13,428</b>	<b>\$10,654</b>
<b>Upper Hondo Soil &amp; Water</b>					
Levy	2009	\$213,135	\$45	\$213,180	\$0
Levy	2008	\$100,244	\$47	\$100,291	\$96,138
Levy	2007	\$94,828	-\$8	\$94,820	\$93,875
Levy	2006	\$90,053	\$14	\$90,067	\$89,978
Levy	2005	\$85,948	-\$275	\$85,673	\$85,653
Levy	2004	\$83,765	-\$11	\$83,754	\$83,740
Levy	2003	\$78,852	-\$137	\$78,715	\$78,708
Levy	2002	\$66,270	-\$15	\$66,255	\$66,252
Levy	2001	\$64,883	-\$136	\$64,747	\$64,745
Levy	2000	\$62,593	-\$17	\$62,576	\$62,574
<b>Total Upper Hondo</b>		<b>\$940,571</b>	<b>-\$493</b>	<b>\$940,079</b>	<b>\$721,663</b>

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$2,162	\$2,162	\$184	\$2,162	\$2,162	\$184
\$107	\$2,011	\$10	\$107	\$2,011	\$10
\$6	\$1,982	\$5	\$6	\$1,982	\$5
\$1	\$1,969	\$2	\$1	\$1,969	\$2
\$0	\$1,909	\$0	\$0	\$1,909	\$0
\$0	\$1,863	\$0	\$0	\$1,863	\$0
\$0	\$1,871	\$0	\$0	\$1,871	\$0
\$0	\$1,918	\$0	\$0	\$1,918	\$0
\$0	\$1,909	\$0	\$0	\$1,909	\$0
\$0	\$2,633	\$0	\$0	\$2,633	\$0
\$2,277	\$20,228	\$201	\$2,277	\$20,228	\$201
\$2,455	\$2,455	\$30	\$2,455	\$2,455	\$30
\$266	\$1,578	\$19	\$266	\$1,578	\$19
\$4	\$1,229	\$1	\$4	\$1,229	\$1
\$0	\$1,345	\$0	\$0	\$1,345	\$0
\$0	\$1,266	\$0	\$0	\$1,266	\$0
\$0	\$1,219	\$0	\$0	\$1,219	\$0
\$0	\$1,136	\$0	\$0	\$1,136	\$0
\$0	\$1,126	\$0	\$0	\$1,126	\$0
\$0	\$1,083	\$0	\$0	\$1,083	\$0
\$0	\$942	\$0	\$0	\$942	\$0
\$2,725	\$13,379	\$49	\$2,725	\$13,379	\$49
\$203,478	\$203,478	\$9,702	\$203,478	\$203,478	\$9,702
\$2,912	\$99,050	\$1,242	\$2,912	\$99,050	\$1,242
\$751	\$94,626	\$195	\$751	\$94,626	\$195
\$72	\$90,050	\$17	\$72	\$90,050	\$17
\$2	\$85,655	\$18	\$2	\$85,655	\$18
\$2	\$83,742	\$12	\$2	\$83,742	\$12
\$2	\$78,710	\$5	\$2	\$78,710	\$5
\$2	\$66,254	\$1	\$2	\$66,254	\$1
\$2	\$64,747	\$0	\$2	\$64,747	\$0
\$2	\$62,576	\$0	\$2	\$62,576	\$0
\$207,223	\$928,886	\$11,193	\$207,223	\$928,886	\$11,193

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>Administrative Fee</b>					
Advalorem	2009	\$1,849	\$11	\$1,860	\$0
Advalorem	2008	\$2,003	\$4	\$2,007	\$1,802
Advalorem	2007	\$2,050	-\$5	\$2,045	\$2,004
Advalorem	2006	\$2,184	-\$3	\$2,181	\$2,159
Advalorem	2005	\$2,336	-\$30	\$2,306	\$2,306
Advalorem	2004	\$2,428	-\$37	\$2,391	\$2,391
Advalorem	2003	\$2,344	-\$28	\$2,316	\$2,316
Advalorem	2002	\$2,134	-\$36	\$2,098	\$2,097
Advalorem	2001	\$2,010	-\$19	\$1,991	\$1,990
Advalorem	2000	\$1,987	-\$14	\$1,973	\$1,972
<b>Total Administrative Fees</b>		<b>\$21,325</b>	<b>-\$157</b>	<b>\$21,168</b>	<b>\$19,037</b>
<b>Non Rendition Fees</b>					
Advalorem	2009	\$0	\$0	\$0	\$0
Advalorem	2008	\$0	\$243	\$243	\$243
Advalorem	2007	\$0	\$0	\$0	\$0
Advalorem	2006	\$0	\$0	\$0	\$0
Advalorem	2005	\$0	\$298	\$298	\$298
Advalorem	2004	\$0	\$367	\$367	\$367
Advalorem	2003	\$0	\$371	\$371	\$371
Advalorem	2002	\$0	\$37	\$37	\$37
Advalorem	2001	\$0	\$31	\$31	\$31
Advalorem	2000	\$0	\$21	\$21	\$21
<b>Total Non Rendition Fees</b>		<b>\$0</b>	<b>\$1,368</b>	<b>\$1,368</b>	<b>\$1,368</b>

See accompanying independent auditors' report

Collected In Current Year	Collected To Date	Sum Levy Less Collection	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$1,635	\$1,635	\$225	\$1,635	\$0	\$225
\$85	\$1,887	\$119	\$85	\$0	\$119
\$25	\$2,029	\$16	\$25	\$0	\$16
\$19	\$2,178	\$4	\$19	\$2,178	\$4
\$0	\$2,306	\$0	\$0	\$2,306	\$0
\$0	\$2,391	\$0	\$0	\$2,391	\$0
\$0	\$2,316	\$0	\$0	\$2,316	\$0
\$0	\$2,097	\$1	\$0	\$2,097	\$1
\$0	\$1,990	\$1	\$0	\$1,990	\$1
\$0	\$1,972	\$1	\$0	\$1,972	\$1
\$1,764	\$20,801	\$367	\$1,764	\$15,250	\$367
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$243	\$0	\$0	\$243	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$298	\$0	\$0	\$298	\$0
\$0	\$367	\$0	\$0	\$367	\$0
\$0	\$371	\$0	\$0	\$371	\$0
\$0	\$37	\$0	\$0	\$37	\$0
\$0	\$31	\$0	\$0	\$31	\$0
\$0	\$21	\$0	\$0	\$21	\$0
\$0	\$1,368	\$0	\$0	\$1,368	\$0

**STATE OF NEW MEXICO**  
 Lincoln County  
 Lincoln County Treasurer Property Tax Schedule  
 For the Year Ended June 30, 2010

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
<b>GRAND TOTALS</b>	\$158,080,289	\$8,761	\$158,089,050	\$133,846,905
2009	\$22,881,503	\$2,676	\$22,884,179	\$0
2008	\$20,697,039	-\$8,432	\$20,688,607	\$19,712,450
2007	\$18,989,158	-\$5,174	\$18,983,984	\$18,682,001
2006	\$16,717,721	\$11,273	\$16,728,994	\$16,665,591
2005	\$14,505,145	\$49,050	\$14,554,195	\$14,547,808
2004	\$13,340,953	\$50,153	\$13,391,106	\$13,386,026
2003	\$12,788,918	-\$9,614	\$12,779,304	\$12,776,765
2002	\$13,315,386	-\$17,629	\$13,297,757	\$13,296,319
2001	\$13,209,647	-\$47,152	\$13,162,495	\$13,161,879
2000	\$11,634,819	-\$16,379	\$11,618,440	\$11,618,066
	<u>\$158,080,289</u>	<u>\$8,773</u>	<u>\$158,089,062</u>	<u>\$133,846,905</u>

See accompanying independent auditors' report

<b>Collected In Current Year</b>	<b>Collected To Date</b>	<b>Sum Levy Less Collection</b>	<b>Distributed In Current Year</b>	<b>Distributed To Date</b>	<b>County Receivable at Year End</b>
<u>\$22,604,671</u>	<u>\$156,451,576</u>	<u>\$1,637,475</u>	<u>\$22,604,671</u>	<u>\$156,445,221</u>	<u>\$1,637,475</u>
\$21,655,097	\$21,655,097	\$1,229,082	\$21,655,097	\$21,653,176	\$1,229,082
\$668,467	\$20,380,917	\$307,690	\$668,467	\$20,378,540	\$307,690
\$224,687	\$18,906,688	\$77,296	\$224,687	\$18,904,631	\$77,296
\$52,250	\$16,717,841	\$11,153	\$52,250	\$16,717,841	\$11,153
\$1,082	\$14,548,890	\$5,304	\$1,082	\$14,548,890	\$5,304
\$1,585	\$13,387,611	\$3,495	\$1,585	\$13,387,611	\$3,495
\$1,003	\$12,777,768	\$1,536	\$1,003	\$12,777,768	\$1,536
\$162	\$13,296,481	\$1,275	\$162	\$13,296,481	\$1,275
\$128	\$13,162,007	\$488	\$128	\$13,162,007	\$488
\$222	\$11,618,288	\$152	\$222	\$11,618,276	\$152
<u>\$22,604,683</u>	<u>\$156,451,588</u>	<u>\$1,637,474</u>	<u>\$22,604,683</u>	<u>\$156,445,221</u>	<u>\$1,637,474</u>

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**STATE OF NEW MEXICO**  
Lincoln County  
Schedule of Changes in Fiduciary Assets and Liabilities - Agency Funds  
For the Year Ended June 30, 2010

Schedule V

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
<i>Assets</i>				
Cash	\$ 216,988	\$ 546,748	\$ 571,423	\$ 192,313
Investments	9,670	9,938	9,670	9,938
Property taxes receivable	729,612	12,224,711	12,061,274	893,049
Accounts receivable	145	-	145	-
<i>Total assets</i>	<u>\$ 956,415</u>	<u>\$ 12,781,397</u>	<u>\$ 12,642,512</u>	<u>\$ 1,095,300</u>
 <i>Liabilities</i>				
Deposits held in trust	\$ 226,658	\$ 556,686	\$ 581,093	\$ 202,251
Due to other taxing entities	729,757	12,224,711	12,061,419	893,049
<i>Total liabilities</i>	<u>\$ 956,415</u>	<u>\$ 12,781,397</u>	<u>\$ 12,642,512</u>	<u>\$ 1,095,300</u>

See accompanying independent auditors' report

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**COMPLIANCE SECTION**



Accounting & Consulting Group, LLP  
Certified Public Accountants

**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  
The Office of Management and Budget  
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, the aggregate remaining fund information, budgetary comparisons for the general fund and major special revenue funds and the combining and individual funds and related budgetary comparisons presented as supplementary information of Lincoln County, New Mexico (County), as of and for the year ended June 30, 2010, and have issued our report thereon dated November 5, 2010. We qualified our opinion because we were unable to verify capital assets, accumulated depreciation and current year depreciation. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items FS 07-01 and FS 08-01 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as item FS 07-03 and FS 10-02 to be significant deficiencies.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item FS 07-01.

We noted a certain matter that is required to be reported under *Government Auditing Standards January 2009 Revision* paragraphs 5.14 and 5.16, and Section 12-6-5, NMSA 1978, which is described in the accompanying schedule of findings and questioned costs as item FS 10-01.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's 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, LLP*

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
November 5, 2010

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**FEDERAL FINANCIAL ASSISTANCE**



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

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
Board of Lincoln County Commissioners  
Lincoln County  
Carrizozo, New Mexico

Compliance

We have audited Lincoln County, New Mexico's (County) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular *A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2010. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, Lincoln County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test an report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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



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

This report is intended solely for the information and use of the audit committee, 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 federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
November 5, 2010

**STATE OF NEW MEXICO**  
Lincoln County  
Schedule of Expenditures of Federal Awards  
For the year ended June 30, 2010

Federal Grantor/Passthrough Grantor/Program Title	Grant Number	Federal C.F.D.A. Number	Federal Expenditures
<b>U.S. Department of Agriculture</b>			
Hazardous Fuel Reduction (1)	04-521-0486-0049	10.664	\$ 408,762
Secure Payments for Counties Containing Federal Land (1)	P.L 100-343 (1424)	10.665	327,829
US Forest Service Patrol Reimbursement	10-LE-11030800-002	10.670	24,648
Taylor Grazing Act	P.L. 73-482	15.227	37,077
<b>Total U.S. Department of Agriculture</b>			<u>798,316</u>
<b>U.S. Department of Justice</b>			
2009 Byrne Justice Asst Grant	2009-SB-B9-2313	16.738	21,578
Drug Enforcement	08-JAG-FEGVI-FY09	16.738	30,883
Drug Enforcement	09-JAG-FEGVI-FY10	16.738	5,585
HIDTA	G09SN0007A	16.738	46,173
<b>Total U.S. Department of Justice</b>			<u>104,219</u>
<b>Department of Human Services</b>			
Federal Title III Senior Citizen	2009-10 68030	93.044	68,084
Nutrition Services Incentive Program NSIP	2009-10 68030	93.053	41,811
ARRA - Senior Citizens	2009-10 68030	93.705	6,344
<b>Total Department of Human Services</b>			<u>116,239</u>
<b>Department of Homeland Security</b>			
Emergency Management EMPG	2009-EMPG-Lincoln	97.042	33,975
Emergency Management SHSGP	2009-SS-T9-000030	97.042	87,087
FEMA Grant	EMT-2007-PC-0007-007	97.108	15,624
<b>Total Department of Homeland Security</b>			<u>136,686</u>
Total Federal Financial Assistance			<u>\$ 1,155,460</u>

(1) Major program

See accompanying independent auditor's report

**Notes to Schedule of Expenditures of Federal Awards**1 Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Lincoln County, New Mexico (County) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

2 Subrecipients

The County did not provide any federal awards to subrecipients during the year.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 1,155,460
Total expenditures funded by other sources	<u>18,665,378</u>
Total expenditures	<u><u>\$ 19,820,838</u></u>

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**STATE OF NEW MEXICO**  
 Lincoln County  
 Schedule of Findings and Questioned Costs  
 June 30, 2010

**Section I – Summary or Audit Results:**

*Financial Statements:*

- |  |                                  |
|--|----------------------------------|
| 1. Type of auditors' report issued   | Qualified, due to capital assets |
| 2. Internal control over financial reporting:                                    |                                  |
| a. Material weaknesses identified?   | Yes                              |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes                              |
| c. Noncompliance material to the financial statements noted?                     | Yes                              |

*Federal Awards:*

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

CFDA Number	Federal Program
10.664	Hazardous Fuel Reduction
10.665	Secure Payments for Counties Containing Federal Land

- |  |           |
|--|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs:                                    | \$300,000 |
| 6. Auditee qualified as a low-risk auditee under the requirements set forth by OMB Circular A-133 section 530? | No        |

**Section II – Financial Statement Findings**

**FS 07-01 – Incorrect Capital Asset Inventory Detail (Repeated/Modified)**

*Condition:* According to the 2009 Audit Report, net capital assets totaled \$34,846,664. However, we obtained a 2010 capital asset depreciation detail from the County and found that the County's beginning balance for net assets July 1, 2009 was \$30,607,381. The differences in the beginning amounts per the capital asset inventory schedule and the prior year audited financial statements was \$4,239,283.

*Criteria:* The County must have proper internal control to safeguard assets and provide accountability for the capital assets being depreciated and capital assets not being depreciated in accordance with GASB 34 and NMSA 1978 Section 12-6-10.

*Effect:* Lack of sufficient records could result in assets that are not properly safeguarded. Asset identification and location are essential in the prevention of theft and loss of assets due to fraudulent activity. Capital assets balances could not be properly tracked from one year to another, nor could accurate accumulated depreciation be calculated due to the lack of information that is being maintained. As a result, the financial statements of the County could be materially misstated because the balances of capital assets and accumulated depreciation are not audited.

*Cause:* The County does not have internal controls in place to ensure the capital assets and depreciation schedule is maintained and accurate during the year.

*Auditors' Recommendations:* We recommend for the County to implement internal controls to accurately maintain its capital asset inventory and related depreciation and regularly check that additions and disposals are correctly accounted for on the capital asset inventory.

*Agency's Response:* The County acknowledged the issue with its inventory practices last year and hired a County employee who is focused on maintaining inventory issues. This employee conducted a physical inventory of all fixed assets, instituted an automated tagging/inventory program, refined the status of all of the County's property which included adding assets (some of which were acquired as far back as 1970), valuing and depreciating assets, and deleting assets (some of which had been gone for up to five years). The complexities of this project, coupled with the computerization of much of the input, were understandable reasons for differences. All significant additions and deletions are now remedied and the County has established a new system that it will maintain going forward.

**Section II – Financial Statement Findings (continued)**

**FS 07-03 – Preparation of Financial Statements (Repeated)**

*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.

*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.

*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.

*Auditors' Recommendation:* We recommend the County's 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.

*Agency's Response:* As stated in prior year audits, management disagrees with this finding because we believe that we have competent staff to the extent necessary to review financials, but perhaps not qualified enough under GASB to prepare financials. County will send staff to appropriate training recommended by the auditor.

**Section II – Financial Statement Findings (continued)**

**FS 08-01 – Capital Assets Additions, Repairs, & Maintenance (Repeated)**

*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.

*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.

*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.

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

*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.

*Agency's Response:* The County acknowledged the issue with its inventory practices last year and hired a County employee who is focused on maintaining inventory issues. This employee conducted a physical inventory of all fixed assets, instituted an automated tagging/inventory program, refined the status of all of the County's property which included adding assets (some of which were acquired as far back as 1970), valuing and depreciating assets, and deleting assets (some of which had been gone for up to five years). The complexities of this project, coupled with the computerization of much of the input, were understandable reasons for differences. All significant additions and deletions are now remedied and the County has established a new system that it will maintain going forward.

Annual physical inventories will be conducted and are simplified by the new tagging system.



**Section II – Financial Statement Findings (continued)**

**FS 10-01 – Cash Appropriations in Excess of Available Cash Balances**

*Condition:* The County rebudgeted “cash balances” in excess of available cash balances in the following funds:

	<b>Designated Cash</b>	<b>Beginning Year Cash &amp; AR Available</b>	<b>Cash Appropriation in excess of available balance</b>
Misdemeanor Compliance Special Revenue Fund	\$ 4,532	\$ 1,470	\$ (3,062)

*Criteria:* Per Section 6-6-11 NMSA, it is unlawful for any board of county commissioners, municipal governing body...for any purpose whatsoever to become indebted or contract any debts of any kind or mature whatsoever during any current year which, at the end of such current year, is not and cannot then be paid out of the money actually collected and belonging to that current year.

*Effect:* The County has budgeted cash balances that do not exist. If the County expends all budgeted expenditures it could incur debt if the budgeted designated cash does not exist.

*Cause:* Inadequate monitoring of ending cash balances and budgeting are the cause of this problem.

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

*Agency’s Response:* The County protests this finding because the program is a state mandated program which runs totally through the Magistrate Court and all the funds do exist. It is a fund established to track the collections of the Misdemeanor Compliance Program Officer. The Misdemeanor Compliance officer collects administrative fees from the drug/alcohol related offenders for his supervision of their activities as mandated by the court, and then deposits these collected fees with the County. Then the officer draws out a total check for the fees he collected and deposited with the County within a few days. The recap report by the Treasurer dated June 30, 2010 indicates tracking of the total funds paid out, including the \$1,470 collected in one fiscal year and paid out the next. In essence, there is no appropriation in excess of available cash balances.

*Auditors’ Response:* As the budgeted expenditures increased in this fund, a DFA resolution to increase the budgeted revenues should also have been completed to manage the budget deficit and ensure it was equal to or below the beginning cash balance.

**Section II – Financial Statement Findings (continued)**

**FS 10-02 – Deficiencies in Design over Internal Controls**

*Condition:* The County's internal control structure is inadequate. The County does not have a comprehensive documented internal control system over financial information. The County does not maintain proper oversight or monitoring in regards to the County's accounting activities. The County has not taken the proper counter measures to monitor and mitigate the risk for fraud, misappropriation of assets, or misstatement of financial statements. During our audit, we noted the following internal control deficiencies:

- The County does not have a conflict of interest policy implemented in order to verify that transactions with related parties, if any, are conducted in accordance with the current procurement/purchasing process and occur in an arm's length fashion.
- The County has no mechanism in place to verify that ALL changes made to the payroll master and vendor master files have been reviewed.
- The County does not review the Capital Asset information prior to entry into the system, in order to verify that the asset's cost, classification, depreciation, useful life, capital lease vs. operating lease, and compliance with capitalization policies are correct.

*Criteria:* NMAC 6.20.2.11 states:

A. Every County shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP, and that state and federal programs are managed in compliance with applicable laws and regulations. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.

B. Each County shall develop, establish and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions. The duties to be segregated are the authorization to execute a transaction, recording the transaction, and custody of assets involved in the transaction.

- (1) County management must ensure that protection of the public trust is a major focus when granting the authorization to execute business of the County.
- (2) Employees handling significant amounts of cash must be adequately bonded. Access to assets is permitted only in accordance with County authorization.
- (3) Receipts, checks or warrants, purchase orders, and vouchers shall be sequentially pre-numbered.
- (4) The County shall have proper safeguards to protect unused checks and other pre-numbered forms, undeposited cash and other receipts, and facsimile signature plates.
- (5) Transactions are to be recorded as necessary to permit preparation of financial statements in conformity with GAAP. In addition, Counties shall establish any other criteria applicable to such statements to maintain accountability for assets.
- (6) Counties shall conduct independent checks on performance and proper valuation of recorded amounts, such as clerical checks, reconciliations, comparison of assets with recorded accountability, computer-programmed controls, management review of reports that summarize the detail of account balances, and user review of computer generated reports.

**Section II – Financial Statement Findings (continued)**

**FS 10-02 – Deficiencies in Design over Internal Controls (continued)**

C. An internal control structure is required to demonstrate the County’s ability to record, process, summarize and report financial data consistent with the following financial statement assertions:

- (1) rights and ownership;
- (2) existence and occurrence;
- (3) valuation and allocations;
- (4) completeness; and,
- (5) presentation and disclosure.

D. The internal control structure shall demonstrate that the County identifies applicable laws and regulations, and that procedures are designed to provide reasonable assurance that the County complies with those laws and regulations. Internal control procedures shall be established, implemented and documented through County correspondence, manuals, training, and other additional methods. Appropriate internal control procedures shall be adopted by the local board within a County to safeguard its assets, check the accuracy and reliability of its accounting data, promote operational efficiency, and encourage adherence to prescribed managerial policies. The internal control structure shall address all County transactions.

The SAS No. 112 Appendix lists the following circumstances as possible control deficiency, significant deficiency, or material weakness, “inadequate documentation of the components of internal control.” SAS 112 paragraph 19 states that ineffective oversight of the agency’s financial reporting and internal control by those charged with governance should be regarded as at least a significant deficiency and a strong indicator of a material weakness in internal control.

*Effect:* Because certain internal controls have weaknesses in design, key controls are not in place to properly safeguard assets and prevent or detect misstatements within the areas above.

*Cause:* The County has not performed a recent risk assessment for those key controls in place to prevent and detect errors or fraud.

*Auditors’ Recommendations:* The County should ensure that a comprehensive internal control structure over financial information is designed, documented, and implemented. Management should follow and ensure that all staff follows the County’s documented internal control procedures. The County Commission is charged with governance and should provide effective oversight of the internal control and financial reporting process.

*Agency’s Response:* The County realizes that SAS 115 has significantly added to the reporting of control deficiencies by auditors when the deficiency is determined based on what potentially could go wrong in the opinion of the auditor, and not just on any number of actual misstatements. In this case, the County believes, that except for getting its inventory and the associated depreciation under control, there are no misstatements of government funds. The County will take the items listed in this finding and work on solutions over the course of the coming year.

**STATE OF NEW MEXICO**  
Lincoln County  
Schedule of Findings and Questioned Costs  
June 30, 2010

Schedule VII  
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**Section III – Federal Award Findings**

None

**Section IV – Prior Year Audit Findings**

FS 07-01 – Incorrect Capital Assets Inventory Detail – Repeated/Modified

FS 07-03 – Preparation of Financial Statements – Repeated

FS 08-01 – Capital Assets Additions, Repairs & Maintenance – Repeated

FS 09-01 – Travel & Per Diem Expenditures – Resolved

FS 09-02 – Anti-Donation – Purchase of party supplies using governmental funds – Resolved

**STATE OF NEW MEXICO**

Lincoln County  
Other Disclosures  
June 30, 2010

**OTHER DISCLOSURES**

**Exit Conference**

An exit conference was held on November 10, 2010. In attendance were the following:

**Representing Lincoln County:**

Thomas F. Stewart, County Manager  
Charlene "Punkin" Schlarb, Finance Director  
Beverly Calaway, County Treasurer  
Glenna Robbins, County Deputy Treasurer  
Rachel Monreal, Finance Officer  
Michele Caskey, Inventory Specialist  
William Battin, County Commissioner – Chairman  
Jackie Powell, County Commissioner

**Representing Accounting & Consulting Group, LLP:**

Ray Roberts, CPA, Managing Partner

**Auditor Prepared 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 time to prepare them. Therefore, the outside auditor, Accounting and Consulting Group, LLP prepared the financial statements of Lincoln County from the original books and records provided to them by the management of the County. The responsibility for the financial statements remains with the County.