

Accounting & Consulting Group, LLP

Certified Public Accountants

STATE OF NEW MEXICO
LINCOLN COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2011



STATE OF NEW MEXICO
LINCOLN COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2011

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INTRODUCTORY SECTION

STATE OF NEW MEXICO

Lincoln County
Table of Contents
June 30, 2011

	<u>Exhibit</u>	<u>Page</u>
INTRODUCTORY SECTION		
Table of Contents		4-5
Official Roster		7
FINANCIAL SECTION		
Independent Auditors' Report		10-11
Management's Discussion and Analysis		12-18
BASIC FINANCIAL STATEMENTS		
Government-wide Financial Statements:		
Statement of Net Assets	A-1	20
Statement of Activities	A-2	21
Fund Financial Statements:		
Balance Sheet – Governmental Funds	B-1	22-23
Reconciliation of the Balance Sheet to the Statement of Net Assets		25
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	B-2	26-27
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities		29
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual – General Fund	C-1	30
Corrections Special Revenue Fund	C-2	31
Lincoln County Medical Center Special Revenue Fund	C-3	32
Statement of Fiduciary Assets and Liabilities – Agency Funds	D-1	33
 NOTES TO FINANCIAL STATEMENTS		 35-58
SUPPLEMENTARY INFORMATION		
Nonmajor Fund Descriptions		62-63
COMBINING AND INDIVIDUAL FUND STATEMENTS:		
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	64-71
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	A-2	72-79
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Road Special Revenue Fund	B-1	80
Recreation Special Revenue Fund	B-2	81
Special Programs Special Revenue Fund	B-3	82
Clerk's Equipment Special Revenue Fund	B-4	83
Agreements Special Revenue Fund	B-5	84
Legislative Appropriation Special Revenue Fund	B-6	85
Gas Tax Special Revenue Fund	B-7	86
Predatory Animal Control Special Revenue Fund	B-8	87
Fire Special Revenue Fund	B-9	88
Forest Reserve Special Revenue Fund	B-10	89
Lodgers' Tax Special Revenue Fund	B-11	90
Drug Enforcement Grant Special Revenue Fund	B-12	91
Homeland Security Grant Special Revenue Fund	B-13	92
Sheriff's Seizure Special Revenue Fund	B-14	93
Reappraisal Special Revenue Fund	B-15	94
Emergency Medical Services Special Revenue Fund	B-16	95

STATE OF NEW MEXICO
 Lincoln County
 Table of Contents
 June 30, 2011

	<u>Statement</u>	<u>Page</u>
SUPPLEMENTARY INFORMATION (continued)		
COMBINING AND INDIVIDUAL FUND STATEMENTS (continued):		
Statement of Revenues, Expenditures, and Changes in Fund Balance –		
Budget (Non-GAAP Budgetary Basis) and Actual:		
Rural Health Clinic Special Revenue Fund	B-17	96
Law Enforcement Protection Special Revenue Fund	B-18	97
Senior Citizen’s Special Revenue Fund	B-19	98
Environmental Gross Receipts Special Revenue Fund	B-20	99
Enhanced 911 Special Revenue Fund	B-21	100
Forest Health Special Revenue Fund	B-22	101
Misdemeanor Compliance Special Revenue Fund	B-23	102
CDBG Grant Special Revenue Fund	B-24	103
Indigent Health Care Special Revenue Fund	B-25	104
Juvenile Justice Grant Special Revenue Fund	B-26	105
HIDTA Partnership Special Revenue Fund	B-27	106
1st 1/8 GRT Reserve Debt Service Fund	B-28	107
1st 1/8 GRT Income Debt Service Fund	B-29	108
1st 1/8 GRT Debt Reserve Debt Service Fund	B-30	109
Capital Improvements Capital Projects Fund	B-31	110
Deer Park Special Assessment Income Debt Service Fund	B-32	111
Deer Park Special Assessment Capital Projects Fund	B-33	112
<u>Schedule</u>		
SUPPORTING SCHEDULES		
Schedule of Collateral Pledged by Depository for Public Funds	I	114-115
Schedule of Deposit and Investment Accounts	II	116-117
Reconciliation of Property Tax Rolls	III	118-119
County Treasurer’s Property Tax Schedule	IV	120-153
Schedule of Changes in Fiduciary Assets and Liabilities – Agency Funds	V	155
COMPLIANCE SECTION		
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		158-159
FEDERAL FINANCIAL ASSISTANCE		
Independent Auditors’ 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		162-163
Schedule of Expenditures of Federal Awards	VI	164-165
Schedule of Findings and Questioned Costs	VII	166-170
OTHER DISCLOSURES		171

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STATE OF NEW MEXICO

Lincoln County

Official Roster

June 30, 2011

<u>Name</u>	<u>Elected Officials</u>	<u>Title</u>
Eileen M. Sedillo		County Commissioner - Chairman
Jackie M. Powell		County Commissioner – Vice Chairman
William T. Battin		County Commissioner
Mark Doth		County Commissioner
Kathryn Minter		County Commissioner
Rhonda B. Burrows		County Clerk
Glenna Robbins		County Treasurer
Paul Baca		County Assessor
Richard Virden		County Sheriff
Carrie Sue Spencer		County Probate Judge

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

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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, 2011, 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 major debt service fund, major 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, 2011 as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Lincoln County, as of June 30, 2011, 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, 2011, and the respective changes in financial position thereof, and the budgetary comparisons for the major debt service fund, major 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 October 21, 2011 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The *Management's Discussion and Analysis* presented on pages 12 through 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
October 21, 2011

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2011

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, 2011. 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 \$44,160,546 (*net assets*). Of this amount, \$8,224,703 (*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 \$4,742,104. The increase is primarily due to an increase in property tax revenue and the addition of the Deer Park Special Assessment District.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$6,161,351 or 105 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.

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2011

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-six 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 Corrections Special Revenue Fund, the Lincoln County Medical Center Special Revenue Fund, the Deer Park Special Assessment Income Debt Service Fund, and the Deer Park Special Assessment Capital Projects Fund, all of which are considered to be major funds. Data from the other thirty-one 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, the Lincoln County Medical Center Special Revenue Fund, the Deer Park Special Assessment Income Debt Service Fund, and the Deer Park Special Assessment Capital Projects 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 35-58 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 62-112 of this report.

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2011

Government-wide Financial Analysis

Since this is the fifth 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 \$44,160,546 and \$48,640,158 at the close of the fiscal years ended June 30, 2011 and June 30, 2010, respectively. The County also had revenues that exceeded expenditures during the year in the amount of \$4,742,104 which increased net assets in the current year. The County restated net assets in the amount of \$9,221,716 for the correction of capital asset balances which decreased the beginning net assets in the current year.

A large portion of the County's net assets (55 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 (\$11,701,547) 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* (\$8,224,703) 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, 2011.

Lincoln County's Net Assets
June 30, 2011

	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2010</u>
Current and other assets	\$ 22,224,115	\$ 16,581,155
Capital assets	<u>31,293,100</u>	<u>37,343,397</u>
Total assets	<u><u>53,517,215</u></u>	<u><u>53,924,552</u></u>
Current Liabilities	2,623,145	939,107
Non-current liabilities	<u>6,733,524</u>	<u>4,345,287</u>
Total liabilities	<u><u>9,356,669</u></u>	<u><u>5,284,394</u></u>
Net assets:		
Invested in capital assets, net of related debt	24,234,296	32,739,040
Restricted for:		
Debt service	503,602	420,457
Capital projects	-	25,257
Other purposes - special revenue	11,197,945	7,582,248
Unrestricted	<u>8,224,703</u>	<u>7,873,156</u>
Total net assets	<u><u>44,160,546</u></u>	<u><u>48,640,158</u></u>
Total liabilities and net assets	<u><u>\$ 53,517,215</u></u>	<u><u>\$ 53,924,552</u></u>

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2011

Changes in Net Assets

The County's total revenues of \$23,326,609 and program expenses of \$18,584,505 resulted in a change in net assets of \$4,742,104. 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, 2011 and June 30, 2010.

Lincoln County's Change in Net Assets
June 30, 2011

	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2010</u>
Program revenues:		
Charges for service	\$ 2,679,219	\$ 2,492,461
Operating grants and contributions	3,494,767	3,279,123
Capital grants and contributions	23,857	674,241
General revenues:		
Taxes		
Property	11,636,534	11,317,591
Gross receipts	1,385,764	1,334,032
Gasoline and motor vehicle	197,338	169,806
Other	67,328	59,139
Payment in lieu of taxes	1,483,286	1,444,875
Local sources	-	127,501
Interest income	120,517	137,751
Special assessment	2,536,995	-
Special assessment - interest	68,440	-
Miscellaneous income	14,275	98,329
(Loss) Gain on disposal of capital assets	(836,461)	338,037
Special item - donated asset	454,750	56,371
	<u>23,326,609</u>	<u>21,529,257</u>
Program expenses:		
General government	\$ 4,672,490	\$ 6,029,280
Public safety	6,468,019	5,551,233
Public works	2,271,473	1,312,842
Culture and recreation	149,992	87,238
Health and welfare	4,766,701	3,233,852
Interest on long-term debt	255,830	213,606
	<u>18,584,505</u>	<u>16,428,051</u>
Change in net assets	<u>\$ 4,742,104</u>	<u>\$ 5,101,206</u>
Net assets - beginning	48,640,158	43,538,952
Net assets - restatement	<u>(9,221,716)</u>	<u>-</u>
Net assets - as restated	<u>39,418,442</u>	<u>43,538,952</u>
Net assets - ending	<u>\$ 44,160,546</u>	<u>\$ 48,640,158</u>

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2011

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, *unassigned 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 \$17,814,370, an increase of \$2,354,058 in comparison with the prior year. Approximately 33 percent of this total amount, \$5,976,248, constitutes *unassigned fund balance*, which is available for spending at the government's discretion, while approximately 66 percent of this total amount, \$11,832,160, is *restricted* or *committed* for specific purposes, and less than 1 percent of this total amount, \$5,962, is *nonspendable for prepaid expenses*.

The general fund is the chief operating fund of Lincoln County. At the end of the current fiscal year, *unassigned* fund balance of the General Fund was \$6,161,351, while total fund balance was \$7,803,563. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 105 percent of total General Fund expenditures, while total fund balance represents 133 percent of that same amount. Fund balance of Lincoln County's General Fund increased by \$268,416 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 Corrections Fund has a total fund balance of \$198,177. At the end of the current fiscal year, *committed* fund balance of the corrections fund was \$198,177 for the detention facility. The net increase in fund balance during the current year in the corrections fund was \$75,488. This increase is due primarily to transfers made into the fund.

The Lincoln County Medical Center Fund has a total fund balance of \$5,447,415, of which \$5,447,415 is *committed*. The net increase in the current year was \$1,036,644. This increase was due primarily to the County saving for anticipated construction of a new professional office building in the coming year.

The Deer Park Special Assessment Income Debt Service Fund has a total fund balance of \$633,701, of which \$633,701 is *restricted* for the Deer Park special assessment district. The net increase in the current year was \$633,701. This increase was due to the revenue received from residents of the special assessment district.

The Deer Park Special Assessment Capital Projects Fund has a total fund balance of \$628,801, of which \$628,801 is *restricted* for the Deer Park special assessment district. The net increase in the current year was \$628,801. This increase was due to the loan proceeds received in order to finance the paving project.

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 \$39,326. The significant variations were in general government and public safety, which were increases of \$18,327 and \$20,999, 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, 2011. 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.

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2011

Fund Expenditure Budget Performance

	<u>Final Budget</u>	<u>Actual on Cash (Budgetary) Basis</u>	<u>Favorable (Unfavorable) Variance</u>
General Fund	\$ 6,568,847	\$ 5,829,785	\$ 739,062
Corrections Fund	3,030,651	2,793,828	236,823
Lincoln County Medical Center Fund	6,387,691	1,101,176	5,286,515
Deer Park Special Assessment Income Debt Service Fund	89,258	89,258	-
Deer Park Special Assessment Capital Projects Fund	3,321,946	1,920,550	1,401,396
Other Governmental Funds	<u>18,111,680</u>	<u>9,575,538</u>	<u>8,536,142</u>
 Total for Governmental Funds	 <u>\$ 37,510,073</u>	 <u>\$ 21,310,135</u>	 <u>\$ 16,199,938</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, 2011, amounts to \$31,293,100 (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, 2011 and June 30, 2010.

**Lincoln County's Capital Assets, Net of Depreciation
June 30, 2011**

	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2010</u>
Property, plan and equipment		
Land	\$ 1,610,068	\$ 1,500,528
Constuction in progress	2,720,937	-
Buildings and improvements	17,252,687	17,184,186
Equipment	16,247,009	16,125,039
Infrastructure	29,012,669	29,282,239
Other improvements	<u>115,796</u>	<u>157,669</u>
 Total property, plant and equipment	 <u>66,959,166</u>	 <u>64,249,661</u>
 Less: accumulated depreciation	 <u>(35,666,066)</u>	 <u>(26,906,264)</u>
 Total property, plant and equipment, net of accumulated depreciation	 <u>\$ 31,293,100</u>	 <u>\$ 37,343,397</u>

STATE OF NEW MEXICO
Lincoln County
Management's Discussion and Analysis
June 30, 2011

The County recognized \$2,206,578 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, 2011. Additional information on Lincoln County's commitments can be found in the note 14 of the financial statements.

Long-term debt

At June 30, 2011, Lincoln County had total gross receipt revenue bonds outstanding of \$3,270,000, secured by pledged gross receipts taxes, loans and capital leases outstanding of \$3,788,804, secured by a Deer Park special assessment district levy on property owners and pledged recurring fire fund appropriations.

**Lincoln County's Outstanding Debt
June 30, 2011**

	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2010</u>
Gross Receipts Revenue Bonds	\$ 3,270,000	\$ 3,375,000
NMFA Loans	3,764,061	1,183,590
Capital Leases	24,743	45,767
Compensated Absences	189,483	141,122
	<u> </u>	<u> </u>
Total outstanding debt	<u>\$ 7,248,287</u>	<u>\$ 4,745,479</u>

The County reduced bonds payable by their principal payment of \$105,000. The County also added one NMFA loans for the financing of the Deer Park special assessment district paving project in the amount of \$2,819,028. The County made principal payments towards loans and capital leases payable in the amount of \$259,581. 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 2011 fiscal year.

During the current fiscal year, fund balance in the general fund increased to \$7,803,563. It is intended that the use of this available fund balance will avoid the need to raise taxes or charges during the 2011 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, 2011

	<u>Governmental Activities</u>
Assets	
Current assets	
Cash and cash equivalents	\$ 13,846,998
Investments	4,797,014
Receivables:	
Property taxes	916,435
Other taxes	268,227
Other receivables	428,409
Special assessment - current portion	124,906
Prepaid expenses	<u>5,962</u>
Total current assets	<u>20,387,951</u>
Noncurrent assets	
Restricted cash and cash equivalents	50,370
Special assessment - noncurrent receivable	1,692,847
Bond issuance costs, net of accumulated amortization of \$4,892	92,947
Capital assets	66,959,166
Less: accumulated depreciation	<u>(35,666,066)</u>
Total noncurrent assets	<u>33,129,264</u>
Total assets	<u><u>\$ 53,517,215</u></u>
Liabilities	
Current liabilities	
Accounts payable	\$ 1,708,915
Accrued payroll	87,478
Accrued interest	29,956
Deferred revenue - special assessment district	282,033
Current portion of accrued compensated absences	186,227
Current portion of loans payable, bonds payable and capital leases	<u>328,536</u>
Total current liabilities	<u>2,623,145</u>
Noncurrent liabilities	
Accrued compensated absences	3,256
Loans and capital leases	3,570,268
Bonds payable	<u>3,160,000</u>
Total noncurrent liabilities	<u>6,733,524</u>
Total liabilities	<u>9,356,669</u>
Net assets	
Invested in capital assets, net of related debt	24,234,296
Restricted for:	
Debt service	503,602
Other purposes - special revenue	11,197,945
Unrestricted	<u>8,224,703</u>
Total net assets	<u>44,160,546</u>
Total liabilities and net assets	<u><u>\$ 53,517,215</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, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
General government	\$ 4,672,490	\$ 514,216	\$ 120,545	\$ -	\$ (4,037,729)
Public safety	6,468,019	898,989	1,327,636	2,465	(4,238,929)
Public works	2,271,473	351,969	241,470	-	(1,678,034)
Culture and recreation	149,992	32,636	39,771	-	(77,585)
Health and welfare	4,766,701	881,409	1,765,345	21,392	(2,098,555)
Interest on long-term debt	255,830	-	-	-	(255,830)
<i>Total governmental activities</i>	<u>\$ 18,584,505</u>	<u>\$ 2,679,219</u>	<u>\$ 3,494,767</u>	<u>\$ 23,857</u>	(12,386,662)

General revenues:

Taxes:

Property	11,636,534
Gross Receipts	1,385,764
Gasoline and motor vehicle	197,338
Other	67,328
Payment in lieu of taxes	1,483,286
Interest income	120,517
Special assessment	2,536,995
Special assessment - interest	68,440
Miscellaneous income	14,275
Loss on disposal of capital assets	(836,461)
Special item - donated assets	454,750

Total general revenues and special item 17,128,766

Change in net assets 4,742,104

Net assets - beginning 48,640,158

Net assets - restatement (Note 6) (9,221,716)

Net assets - as restated 39,418,442

Net assets - ending \$ 44,160,546

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Lincoln County
Balance Sheet
Governmental Funds
June 30, 2011

	General Fund	Corrections	Lincoln County Medical Center	Deer Park Special Assessment Income Debt Service Fund
<i>Assets</i>				
Cash and cash equivalents	\$ 3,233,445	\$ 308,862	\$ 5,286,662	\$ 578,876
Investments	4,517,707	-	-	-
Current receivables:				
Property taxes	757,659	-	156,799	-
Other taxes	257	-	-	-
Other	21,066	108,034	133,334	-
Special assessment	-	-	-	124,906
Prepaid expenses	-	-	-	-
Noncurrent receivables - special assessment	-	-	-	1,692,847
<i>Total assets</i>	<u>\$ 8,530,134</u>	<u>\$ 416,896</u>	<u>\$ 5,576,795</u>	<u>\$ 2,396,629</u>
<i>Liabilities and fund balances</i>				
<i>Liabilities</i>				
Accounts payable	\$ 34,957	\$ 218,719	\$ 20	\$ -
Accrued payroll	65,465	-	-	-
Deferred revenue - property taxes	626,149	-	129,360	-
Deferred revenue - special assessment	-	-	-	1,762,928
<i>Total liabilities</i>	<u>726,571</u>	<u>218,719</u>	<u>129,380</u>	<u>1,762,928</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Deer park special assessment district	-	-	-	633,701
Debt service expenditures	-	-	-	-
Committed to:				
Detention facility	-	198,177	-	-
Lincoln county medical center	-	-	5,447,415	-
Animal control	-	-	-	-
Senior center	-	-	-	-
Minimum fund balance	1,642,212	-	-	-
Unassigned	6,161,351	-	-	-
<i>Total fund balances</i>	<u>7,803,563</u>	<u>198,177</u>	<u>5,447,415</u>	<u>633,701</u>
<i>Total liabilities and fund balances</i>	<u>\$ 8,530,134</u>	<u>\$ 416,896</u>	<u>\$ 5,576,795</u>	<u>\$ 2,396,629</u>

The accompanying notes are an integral part of these financial statements

Deer Park Special Assessment Capital Projects Fund	Other Governmental Funds	Total
\$ 1,190,070	\$ 3,299,453	\$ 13,897,368
-	279,307	4,797,014
-	1,977	916,435
-	267,970	268,227
-	165,975	428,409
-	-	124,906
-	5,962	5,962
-	-	1,692,847
<u>\$ 1,190,070</u>	<u>\$ 4,020,644</u>	<u>\$ 22,131,168</u>
\$ 561,269	\$ 893,950	\$ 1,708,915
-	22,013	87,478
-	1,968	757,477
-	-	1,762,928
<u>561,269</u>	<u>917,931</u>	<u>4,316,798</u>
-	5,962	5,962
-	873,956	873,956
-	68,439	68,439
-	724,663	724,663
-	219,692	219,692
-	81,157	81,157
-	142,569	142,569
-	546,419	546,419
628,801	-	1,262,502
-	538,450	538,450
-	-	198,177
-	-	5,447,415
-	9	9
-	86,500	86,500
-	-	1,642,212
-	(185,103)	5,976,248
<u>628,801</u>	<u>3,102,713</u>	<u>17,814,370</u>
<u>\$ 1,190,070</u>	<u>\$ 4,020,644</u>	<u>\$ 22,131,168</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, 2011

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

Fund balances - total governmental funds	\$	17,814,370
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		31,293,100
Other noncurrent assets are not available to pay for current period expenditures and therefore, are deferred in the funds:		
Bond issuance costs		92,947
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		757,477
Special assessment district revenue not collected within sixty days after year end are not considered "available" revenues and are not considered to be deferred revenue in the fund financial statements, but the amount earned is considered revenue in the Statement of Activities		1,480,895
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		(29,956)
Current and noncurrent portion of accrued compensated absences		(189,483)
Bonds payable		(3,270,000)
Loans and capital leases		(3,788,804)
		44,160,546
Net assets - governmental activities	\$	44,160,546

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, 2011

	<u>General Fund</u>	<u>Corrections</u>	<u>Lincoln County Medical Center</u>	<u>Deer Park Special Assessment Income Debt Service Fund</u>
<i>Revenues:</i>				
Taxes:				
Property	\$ 8,901,925	\$ -	\$ 1,959,665	\$ -
Gross receipts	106,330	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	1	-	-	-
Intergovernmental:				
Federal operating grants	55,238	-	-	-
State operating grants	62,944	108,373	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	1,483,286	-	-	-
Charges for services	230,568	770,514	800,000	-
Investment income	75,592	-	19,346	7,423
Special assessment	-	-	-	1,056,100
Special assessment - interest	-	-	-	68,440
Miscellaneous	603	617	-	-
<i>Total revenue</i>	<u>10,916,487</u>	<u>879,504</u>	<u>2,779,011</u>	<u>1,131,963</u>
<i>Expenditures:</i>				
Current:				
General government	3,668,000	-	-	-
Public safety	2,107,923	2,770,440	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	985,695	-
Capital outlay	78,728	23,295	115,501	-
Debt service:				
Principal	-	-	-	42,721
Interest	-	-	-	46,537
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>5,854,651</u>	<u>2,793,735</u>	<u>1,101,196</u>	<u>89,258</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,061,836</u>	<u>(1,914,231)</u>	<u>1,677,815</u>	<u>1,042,705</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Proceeds from sale of equipment	38,097	-	13,829	-
Transfers in	169,169	1,989,719	-	-
Transfers (out)	(5,000,686)	-	(655,000)	(409,004)
<i>Total other financing sources (uses)</i>	<u>(4,793,420)</u>	<u>1,989,719</u>	<u>(641,171)</u>	<u>(409,004)</u>
<i>Net change in fund balances</i>	268,416	75,488	1,036,644	633,701
<i>Fund balances - beginning of year</i>	<u>7,535,147</u>	<u>122,689</u>	<u>4,410,771</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 7,803,563</u>	<u>\$ 198,177</u>	<u>\$ 5,447,415</u>	<u>\$ 633,701</u>

The accompanying notes are an integral part of these financial statements

Deer Park Special Assessment Capital Projects Fund	Other Governmental Funds	Total
\$ -	\$ 612,445	\$ 11,474,035
-	1,279,434	1,385,764
-	197,338	197,338
-	67,327	67,328
-	1,723,769	1,779,007
-	1,544,443	1,715,760
-	23,857	23,857
-	-	1,483,286
-	878,137	2,679,219
-	18,156	120,517
-	-	1,056,100
-	-	68,440
-	13,055	14,275
-	<u>6,357,961</u>	<u>22,064,926</u>
-	657,341	4,325,341
-	964,897	5,843,260
-	1,416,162	1,416,162
2,338	96,404	98,742
-	3,399,133	4,384,828
2,381,642	3,218,463	5,817,629
-	321,860	364,581
-	192,898	239,435
97,839	-	97,839
<u>2,481,819</u>	<u>10,267,158</u>	<u>22,587,817</u>
<u>(2,481,819)</u>	<u>(3,909,197)</u>	<u>(522,891)</u>
2,819,028	-	2,819,028
-	5,995	57,921
409,004	4,271,259	6,839,151
(117,412)	(657,049)	(6,839,151)
<u>3,110,620</u>	<u>3,620,205</u>	<u>2,876,949</u>
628,801	(288,992)	2,354,058
-	3,391,705	15,460,312
<u>\$ 628,801</u>	<u>\$ 3,102,713</u>	<u>\$ 17,814,370</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, 2011

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	\$	2,354,058
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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		5,817,629
Depreciation expense		(2,206,578)
Loss on disposal of capital assets		(836,461)
Donated capital assets		454,750
Proceeds from sale of capital assets		(57,921)

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		162,499
Change in special assessment district		1,480,895

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

Increase in accrued compensated absences not due and payable		(53,764)
Increase in accrued interest payable		(11,503)
Bond issuance costs capitalized		97,839
Amortization of bond issuance costs		(4,892)
Loan proceeds		(2,819,028)
Principal payments on bonds		105,000
Principal payments on notes and leases payable		259,581

Change in net assets of governmental activities	\$	<u><u>4,742,104</u></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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ 8,377,227	\$ 8,602,227	\$ 8,893,734	\$ 291,507
Gross receipts	104,815	105,815	106,073	258
Gasoline and motor vehicle	-	-	-	-
Other	-	-	498	498
Intergovernmental income:				
Federal operating grants	22,500	22,500	58,228	35,728
State operating grants	-	-	48,892	48,892
State capital grants	-	-	-	-
Payment in lieu of taxes	1,444,875	1,444,875	1,483,286	38,411
Charges for services	208,115	210,425	232,834	22,409
Investment income	80,000	80,000	75,592	(4,408)
Miscellaneous	-	-	603	603
<i>Total revenues</i>	<u>10,237,532</u>	<u>10,465,842</u>	<u>10,899,740</u>	<u>433,898</u>
<i>Expenditures:</i>				
Current:				
General government	4,074,295	4,092,622	3,657,641	434,981
Public safety	2,395,226	2,416,225	2,115,641	300,584
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	60,000	60,000	56,503	3,497
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,529,521</u>	<u>6,568,847</u>	<u>5,829,785</u>	<u>739,062</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,708,011</u>	<u>3,896,995</u>	<u>5,069,955</u>	<u>1,172,960</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	6,070,659	5,844,675	-	(5,844,675)
Proceeds from sale of equipment	-	37,000	38,097	1,097
Transfers in	-	-	169,169	169,169
Transfers (out)	(9,778,670)	(9,778,670)	(5,000,686)	4,777,984
<i>Total other financing sources (uses)</i>	<u>(3,708,011)</u>	<u>(3,896,995)</u>	<u>(4,793,420)</u>	<u>(896,425)</u>
<i>Net change in fund balance</i>	-	-	276,535	276,535
<i>Fund balance - beginning of year</i>	-	-	7,474,617	7,474,617
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,751,152</u>	<u>\$ 7,751,152</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 276,535
Adjustments to revenues for property tax and grant revenues				16,747
Adjustments to expenditures for insurance, materials, other charges, and payroll expenditures				(24,866)
Net change in fund balance (GAAP)				<u>\$ 268,416</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-2

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, 2011

	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	-	-	-	-
State operating grants	102,173	102,173	108,373	6,200
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	655,500	655,500	728,167	72,667
Investment income	-	-	-	-
Miscellaneous	-	-	617	617
<i>Total revenues</i>	<u>757,673</u>	<u>757,673</u>	<u>837,157</u>	<u>79,484</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	2,946,650	3,000,651	2,770,533	230,118
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	60,000	30,000	23,295	6,705
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,006,650</u>	<u>3,030,651</u>	<u>2,793,828</u>	<u>236,823</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,248,977)</u>	<u>(2,272,978)</u>	<u>(1,956,671)</u>	<u>316,307</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	247,416	271,417	-	(271,417)
Transfers in	2,001,561	2,001,561	1,989,719	(11,842)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,248,977</u>	<u>2,272,978</u>	<u>1,989,719</u>	<u>(283,259)</u>
<i>Net change in fund balance</i>	-	-	33,048	33,048
<i>Fund balance - beginning of year</i>	-	-	275,814	275,814
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 308,862</u>	<u>\$ 308,862</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 33,048
Adjustments to revenues for charges for services				42,347
Adjustments to expenditures for public safety				93
Net change in fund balance (GAAP)				<u>\$ 75,488</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-3

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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes				
Property	\$ 1,997,331	\$ 1,997,331	\$ 1,958,341	\$ (38,990)
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	800,000	800,000	800,000	-
Investment income	15,000	15,000	19,346	4,346
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,812,331</u>	<u>2,812,331</u>	<u>2,777,687</u>	<u>(34,644)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public Works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	1,036,091	1,076,091	961,675	114,416
Capital outlay	298,000	5,311,600	139,501	5,172,099
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,334,091</u>	<u>6,387,691</u>	<u>1,101,176</u>	<u>5,286,515</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,478,240</u>	<u>(3,575,360)</u>	<u>1,676,511</u>	<u>5,251,871</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(1,478,240)	4,216,471	-	(4,216,471)
Proceeds from sale of equipment	-	13,889	13,829	(60)
Transfers in	-	-	-	-
Transfers (out)	-	(655,000)	(655,000)	-
<i>Total other financing sources (uses)</i>	<u>(1,478,240)</u>	<u>3,575,360</u>	<u>(641,171)</u>	<u>(4,216,531)</u>
<i>Net change in fund balance</i>	-	-	1,035,340	1,035,340
<i>Fund balance - beginning of year</i>	-	-	4,251,322	4,251,322
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,286,662</u>	<u>\$ 5,286,662</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,035,340
Adjustments to revenues for property taxes and charges for services				1,324
Adjustments to expenditures for emergency medical expenditures				(20)
Net change in fund balance (GAAP)				<u>\$ 1,036,644</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2011

Exhibit D-1

<i>Assets</i>	
Cash	\$ 297,592
Investments	9,999
Taxes receivable	1,108,318
Accounts receivable	<u>11,268</u>
<i>Total assets</i>	<u><u>\$ 1,427,177</u></u>
 <i>Liabilities</i>	
Deposits held in trust	\$ 307,591
Due to other taxing entities	1,108,318
Due to fire trust	<u>11,268</u>
<i>Total liabilities</i>	<u><u>\$ 1,427,177</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, 2011

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, 2011

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 recognizes 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, 2011

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 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 County'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, 2011

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 *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 *Deer Park Special Assessment Income Debt Service Fund* is used to account for the debt expenditures made by the County and the related payments made by the property owners in Deer Park in which the County is offering special paving services as part of a special assessment district. Authority for creation of the fund is by County Commission Ordinance 2010-02 and the County Commission budget adoption and approval.

The *Deer Park Special Assessment Capital Projects Fund* is used to account for the capital expenditures made by the County to provide the property owners in Deer Park in which the County is offering special paving services as part of a special assessment district. Authority for creation of the fund is by County Commission Ordinance 2010-02 and the 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 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, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity

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

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

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

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

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

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

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

Prepaid 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, in the amount of \$454,750, 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, 2011

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, 2011, 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, 2011

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 Balance Classification Policies and Procedures: For committed fund balance, the County's highest level of decision-making authority is the County Commission. The formal action that is required to be taken to establish a fund balance commitment is the County Commission.

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

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

Nonspendable Fund Balance: At June 30, 2011, the nonspendable fund balance in the Homeland Security Grant Special Revenue Fund is made up of a prepared contract in the amount of \$5,962 that is not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2011, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$4,457,847 for various County operations as restricted by enabling legislation. The County has also presented committed fund balance on the governmental funds balance sheet in the amount of \$7,374,313 in order to provide services throughout the County. The details of these fund balance items are located on the governmental funds balance sheet as detailed on pages 22-23.

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

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Net Assets: 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. Descriptions for the related restrictions for net assets restricted for “special revenue, debt service, and capital projects” are described on pages 62-63.
- 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.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

STATE OF NEW MEXICO
 Lincoln County
 Notes to the Financial Statements
 June 30, 2011

NOTE 2. Stewardship, Compliance and Accountability (continued)

Budgetary Information

	Excess (deficiency) of revenues over expenditures	
	Original	Final
	Budget	Budget
Budgeted Funds:		
General Fund	\$ 3,708,011	\$ 3,896,995
Corrections Special Revenue Fund	\$ (2,248,977)	\$ (2,272,978)
Lincoln County Medical Center Special Revenue Fund	\$ 1,478,240	\$ (3,575,360)
Deer Park Special Assessment Income Debt Service Fund	\$ -	\$ 616,530
Deer Park Special Assessment Capital Projects Fund	\$ (3,411,996)	\$ (3,276,485)
Other Governmental Funds	\$ (6,907,769)	\$ (10,209,342)

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, 2011 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

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, 2011.

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

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

Excess 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. Under the Transaction Account Guarantee Program (TAGP) in effect from July 1, 2010 to December 31, 2010, 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. The TAGP program expired on December 31, 2010. On November 9, 2010, the FDIC Board of Directors issued a final rule to implement the section of the Dodd-Frank Wall Street Reform and Consumer Protection Act that provides temporary unlimited coverage for noninterest-bearing transaction accounts in all FDIC-insured depository institutions. The separate coverage on noninterest-bearing transaction accounts became effective on December 31, 2010 and will terminate on December 31, 2012. From December 31, 2010 to July 20, 2011 accounts held by an official custodian for a government unit are insured as follows:

- Up to \$250,000 for the combined total of all time and savings deposits (including NOW accounts), and
- Unlimited coverage for noninterest-bearing transaction (demand deposit) accounts

Through July 20, 2011, there is no difference in deposit insurance coverage when an official custodian deposits money in-state or out-of-state.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a 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, 2011, \$14,768,044 of the County's bank balance of \$17,588,492 was exposed to custodial credit risk. Although the \$14,768,044 was uninsured, it was collateralized by collateral held by the pledging bank's trust department, not in the County's name. None of the County's deposits were uninsured and uncollateralized at June 30, 2011.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

NOTE 3. Deposits and Investments (continued)

	<u>City Bank</u>	<u>Compass Bank</u>	<u>First National Bank</u>	<u>First Savings Bank</u>
Amount of deposits	\$ 1,176,145	\$ 2,857,737	\$ 2,436,735	\$ 1,450,184
FDIC coverage	<u>(250,000)</u>	<u>(500,000)</u>	<u>(250,000)</u>	<u>(495,000)</u>
Total uninsured public funds	<u>926,145</u>	<u>2,357,737</u>	<u>2,186,735</u>	<u>955,184</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>926,145</u>	<u>2,357,737</u>	<u>2,186,735</u>	<u>955,184</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	\$ 463,073	\$ 1,178,869	\$ 1,093,368	\$ 477,592
Pledged securities	<u>950,000</u>	<u>2,819,045</u>	<u>7,567,060</u>	<u>1,736,796</u>
Over (under) collateralized	<u>\$ 486,927</u>	<u>\$ 1,640,176</u>	<u>\$ 6,473,692</u>	<u>\$ 1,259,204</u>
	<u>LPL Financial</u>	<u>Pioneer Bank</u>	<u>Southwest Securities</u>	<u>Washington Federal Bank</u>
Amount of deposits	\$ 80,448	\$ 1,605,223	\$ 245,000	\$ 4,430,246
FDIC coverage	<u>(80,448)</u>	<u>(250,000)</u>	<u>(245,000)</u>	<u>(500,000)</u>
Total uninsured public funds	<u>-</u>	<u>1,355,223</u>	<u>-</u>	<u>3,930,246</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>-</u>	<u>1,355,223</u>	<u>-</u>	<u>3,930,246</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	\$ -	\$ 677,612	\$ -	\$ 1,965,123
Pledged securities	<u>-</u>	<u>1,389,504</u>	<u>-</u>	<u>4,903,331</u>
Over (under) collateralized	<u>\$ -</u>	<u>\$ 711,892</u>	<u>\$ -</u>	<u>\$ 2,938,208</u>
	<u>Wells Fargo Bank</u>	<u>Total</u>		
Amount of deposits	\$ 3,306,774	\$ 17,588,492		
FDIC coverage	<u>(250,000)</u>	<u>(2,820,448)</u>		
Total uninsured public funds	<u>3,056,774</u>	<u>14,768,044</u>		
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>3,056,774</u>	<u>14,768,044</u>		
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>		
Collateral requirement (50%)	\$ 1,528,387	\$ 7,384,024		
Pledged securities	<u>3,560,050</u>	<u>22,925,786</u>		
Over (under) collateralized	<u>\$ 2,031,663</u>	<u>\$ 15,541,762</u>		

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

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 LGIP's investments are monitored by the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per Section 6-10-10.1(F), 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, 2011, the County's investment in the State Treasurer Local Government Investment Pool – Reserve Contingency Fund was unrated.

As of June 30, 2011, 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 Contingency Fund	Does not earn interest	\$ 13,170	Unrated
U.S. Treasury MM Mutual Fund	<1 year	50,370	AAA
U.S. Treasury MM Mutual Fund	<1 year	2,043,844	AAA
		<u>\$ 2,107,384</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 of 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 1% and 99%, respectively, of the investment portfolio. Since the County only purchases investments with the highest credit rating, the 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 has presented certificates of deposits of \$2,740,000 as investments in the Statement of Net Assets, however, these are classified as deposits for disclosure purposes.

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

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

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	\$ 13,846,998
Restricted cash and cash equivalents per Exhibit A-1	50,370
Cash - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	297,592
Investments - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	9,999
Investments per Exhibit A-1	<u>4,797,014</u>
Total cash, cash equivalents, and investments	19,001,973
Add: outstanding checks	701,091
Less: deposits in transit	(4,438)
Less: investments held in NM State Treasurer's LGIP	(13,170)
Less: investments in U.S. Treasury MM mutual fund	(50,370)
Less: investments in LPL Financial US Treasury	(2,043,844)
Less: petty cash	<u>(2,750)</u>
Bank balance of deposits	<u><u>\$ 17,588,492</u></u>

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

NOTE 4. Receivables

Receivables as of June 30, 2011, are as follows:

	General Fund	Corrections Fund	Lincoln County Medical Center
Current receivables:			
Property taxes	\$ 757,659	\$ -	\$ 156,799
Other taxes:			
Gross receipts taxes	257	-	-
Gasoline and oil taxes	-	-	-
Other taxes	-	-	-
Special assessment	-	-	-
Other receivables:			
Charges for services	-	108,034	133,334
Intergovernmental:			
State	20,336	-	-
Federal	730	-	-
Noncurrent receivables - special assessment	-	-	-
Totals	\$ 778,982	\$ 108,034	\$ 290,133
	Deer Park Special Assessment Income Debt Service Fund	Other Governmental Funds	Total
Current receivables:			
Property taxes	\$ -	\$ 1,977	\$ 916,435
Other taxes:			
Gross receipts taxes	-	227,236	227,493
Gasoline and oil taxes	-	33,133	33,133
Other taxes	-	7,601	7,601
Special assessment	124,906	-	124,906
Other receivables:			
Charges for services	-	227	241,595
Intergovernmental:			
State	-	133,467	153,803
Federal	-	32,281	33,011
Noncurrent receivables - special assessment	1,692,847	-	1,692,847
Totals	\$ 1,817,753	\$ 435,922	\$ 3,430,824

In accordance with GASB No. 33, property tax revenues in the amount of \$757,477 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
Lincoln County
Notes to the Financial Statements
June 30, 2011

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:

Transfers Out	Transfers In	Amount
Primary Government		
General Fund	Road Special Revenue Fund	\$ 1,101,375
General Fund	Corrections Special Revenue Fund	1,676,305
General Fund	Special Programs Special Revenue Fund	139,845
General Fund	Agreements Special Revenue Fund	329,535
General Fund	Predatory Animal Control Special Revenue Fund	17,465
General Fund	Homeland Security Grant Special Revenue Fund	54,767
General Fund	Senior Citizen's Special Revenue Fund	183,001
General Fund	Indigent Health Care Special Revenue Fund	56,310
General Fund	Juvenile Justice Grant Special Revenue Fund	100,000
General Fund	Capital Improvements Capital Projects Fund	1,342,083
Lincoln County Medical Center Special Revenue Fund	CDBG Grant Special Revenue Fund	655,000
Deer Park Special Assessment Capital Projects Fund	General Fund	117,412
Deer Park Special Assessment Income Debt Service Fund	Deer Park Special Assessment Capital Projects Fund	409,004
Legislative Appropriation Special Revenue Fund	General Fund	51,757
1st 1/8th GRT Reserve Debt Service Fund	Corrections Special Revenue Fund	304,758
1st 1/8th GRT Income Debt Service Fund	1st 1/8th GRT Reserve Debt Service Fund	291,878
1st 1/8th Debt Reserve Debt Service Fund	Corrections Special Revenue Fund	8,656
	Total	\$ 6,839,151

There were no interfund balances at June 30, 2011.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

NOTE 6. Capital Assets

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

	Balance June 30, 2010	Restatement	Additions	Deletions	Balance June 30, 2011
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 1,500,528	\$ (96,210)	\$ 205,750	\$ -	\$ 1,610,068
Construction in progress	-	-	2,720,937	-	2,720,937
Total capital assets not being depreciated	1,500,528	(96,210)	2,926,687	-	4,331,005
Capital assets being depreciated:					
Buildings and improvements	17,184,186	(671,313)	754,814	15,000	17,252,687
Equipment	16,125,039	(39,468)	969,927	808,489	16,247,009
Infrastructure	29,282,239	(115,300)	1,620,951	1,775,221	29,012,669
Other improvements	157,669	(41,873)	-	-	115,796
Total capital assets being depreciated	62,749,133	(867,954)	3,345,692	2,598,710	62,628,161
Less accumulated depreciation:					
Buildings and improvements	5,863,696	(314,369)	477,806	9,469	6,017,664
Equipment	8,116,487	75,768	999,215	662,508	8,528,962
Infrastructure	12,861,207	8,514,913	727,197	1,032,351	21,070,966
Other improvements	64,874	(18,760)	2,360	-	48,474
Total accumulated depreciation	26,906,264	8,257,552	2,206,578	1,704,328	35,666,066
Total capital assets, net of depreciation	\$ 37,343,397	\$ (9,221,716)	\$ 4,065,801	\$ 894,382	\$ 31,293,100

The County has restated prior year government-wide net assets in the amount of (\$9,221,716) in order to correct the prior year balances of Capital Assets.

Depreciation expense for the year ended June 30, 2011 was charged to the functions of the governmental activities as follows:

General Government	\$ 314,186
Public Safety	633,020
Public Works	842,837
Culture and Recreation	51,250
Health and Welfare	365,285
Total	\$ 2,206,578

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

NOTE 7. Long-term Debt

During the year ended June 30, 2011, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance June 30, 2010	Additions	Retirements	Balance June 30, 2011	Due Within One Year
Gross Receipts Revenue Bonds	\$ 3,375,000	\$ -	\$ 105,000	\$ 3,270,000	\$ 110,000
NMFA Loans	1,183,590	2,819,028	238,557	3,764,061	195,773
Capital Leases	45,767	-	21,024	24,743	22,763
Compensated Absences	141,122	234,588	186,227	189,483	186,227
Total long-term debt	\$ 4,745,479	\$ 3,053,616	\$ 550,808	\$ 7,248,287	\$ 514,763

Gross Receipts Revenue Bonds

Bonds outstanding at June 30, 2011 consisted of the following:

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, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
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	130,000	140,850	270,850
2017-2021	430,000	604,590	1,034,590
2022-2026	680,000	396,778	1,076,778
2027-2031	1,560,000	126,334	1,686,334
	\$ 3,270,000	\$ 1,885,404	\$ 5,155,404

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

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

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, 2011
NMFA Loan	May-05	May-15	2.34-3.73%	\$ 40,000	\$ 17,621
NMFA Loan	Sep-06	May-17	3.42-3.95%	90,000	57,087
NMFA Loan	Dec-07	May-18	0%	200,000	140,664
NMFA Loan	Dec-08	May-19	0%	121,800	97,440
NMFA Loan	Dec-08	May-19	2.13-3.94%	225,933	184,052
NMFA Loan	Dec-08	May-19	1.62-3.80%	205,315	168,900
NMFA Loan	Sep-09	May-20	1.03-3.78%	203,000	184,484
NMFA Loan	Nov-09	May-20	0.64-2.87%	152,250	137,506
NMFA Loan	Oct-10	May-25	0.40-3.59%	2,819,028	2,776,307
Total NMFA Loans					<u>\$ 3,764,061</u>

Capital Leases:

Description	Date of Issue	Balloon Payment Due	Interest Rate	Original Amount of Issue	Balance June 30, 2011
Caterpillar Financial Services	June 2006	-	7.97%	\$ 113,906	\$ 24,743
Total Capital Leases					<u>\$ 24,743</u>

The annual requirements to amortize the Loans and Capital Leases Payable as of June 30, 2011, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2012	\$ 218,536	\$ 101,945	\$ 320,481
2013	199,660	98,561	298,221
2014	199,930	95,914	295,844
2015	202,587	92,821	295,408
2016	200,898	89,188	290,086
2017-2021	795,818	390,055	1,185,873
2022-2026	1,971,375	239,860	2,211,235
	<u>\$ 3,788,804</u>	<u>\$ 1,108,344</u>	<u>\$ 4,897,148</u>

STATE OF NEW MEXICO
 Lincoln County
 Notes to the Financial Statements
 June 30, 2011

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, 2011, compensated absences increased \$48,361 over the prior year accrual. In prior years, the general fund was typically used to liquidate such long-term liabilities.

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, 2011:

Non Major Funds	
Road Special Revenue Fund	\$ (112,987)
Special Programs Special Revenue Fund	(7,700)
Agreements Special Revenue Fund	(18,562)
Capital Improvements Capital Projects Fund	<u>(45,944)</u>
Total Governmental Funds	<u><u>\$ (185,193)</u></u>

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

- B. Excess of expenditures over appropriations. There were not any funds with expenditures in excess of the budgeted appropriations.
- C. Designated cash appropriations in excess of available balances. There were not any funds with excess cash appropriations for the year ended June 30, 2011:

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

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

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 is 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, 2011, 2010, and 2009 were \$427,670, \$470,663, and \$405,491, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 11. Post-Employment Benefits – State 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.

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

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

STATE OF NEW MEXICO
 Lincoln County
 Notes to the Financial Statements
 June 30, 2011

NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan (continued)

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, 2011, the statute required each participating employer to contribute 1.666% of each participating employee’s annual salary; each participating employee was required to contribute .8333% of their salary. In the fiscal years ending June 30, 2012 and 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>
FY12	1.834%	.917%
FY13	2.000%	1.000%

(2)

For employees who are members of an enhanced retirement plan (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]), during the fiscal year ended June 30, 2011, that statute required each participating employer to contribute 2.084% of each participating employee’s annual salary, and each participating employee was required to contribute 1.042% of their salary. In the fiscal years ending June 30, 2012 and June 30, 2013 the contribution rates for both employees will rise as follows:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
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, 2011, 2010, and 2009 were \$101,847, \$86,456, and \$77,616, respectively which equal the required contribution for each year.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

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

Otero/Lincoln County Regional Landfill

Participants	Otero County City of Alamogordo Village of Cloudcroft Village of Tularosa Village of Corona	Lincoln County Town of Carrizozo Village of Capitan Village of Ruidoso Village of Ruidoso Downs
Responsible party	City of Alamogordo	
Description	To establish, finance and operate the Otero/Lincoln County Regional landfill.	
Terms of agreement	Perpetual	
Amount of project	Unknown	
County contributions	100% of Environmental Services Gross Receipts Tax	
Audit responsibility	City of Alamogordo	

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.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

NOTE 14. Commitments

The County's commitments as of June 30, 2011 are as follows:

<u>Contract</u>	<u>Year Ending</u>	<u>Amount</u>
Alan Morel, Attorney	2012	\$ 104,356
ASA Architects	2012	22,997
Cooperative Educational Services	2012	146,257
Detention Center Management Contract	2012	2,455,538
F&F Paving	2012	1,129,344
Gold Leaf Escrow	2012	554,990
Star Paving	2012	395,944
Wilson & Co	2012	52,939
Total commitments		<u>\$ 4,862,365</u>

NOTE 15. Special Assessment District

During the year, the County approved a special assessment district for the residents of Deer Park in which the County agreed that they would pave streets for the residents of Deer Park and each property owner of the area would pay their portion of the cost. The County obtained an NMFA loan in the amount of \$2,819,028 in order to pay for the project up front and the Residents are to payback the County, in installment payments. In accordance with GASB No. 33, in the fund financial statements, the County has recognized the balance of the receivable, \$1,817,753, and has reclassified \$1,762,928 as deferred revenue as it was not collected within the period of availability. In the government-wide financial statements, the County recognized an additional \$1,480,895 as earned revenue leaving unearned revenue of \$282,033.

NOTE 16. Restricted Net Assets

The government-wide statement of net assets reports \$11,701,547 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 38, and 62-63.

NOTE 17. Subsequent Events

LGIP Investment in the Reserve Primary 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 have been no additional distributions in the past year.

The New Mexico State Treasurer's Office believes that there may be additional distributions. Uncertainty remains, however, as to the timing and amounts of these distributions. Effective November 24, 2010, all remaining assets were transferred to a liquidating services agent, Crederian Fund Services LLC.

STATE OF NEW MEXICO
Lincoln County
Notes to the Financial Statements
June 30, 2011

NOTE 17. Subsequent Events (continued)

The date to which events occurring after June 30, 2011, the date of the most recent statement of net assets, have been evaluated for possible adjustment to the financial statements or disclosures is October 21, 2011 which is the date on which the financial statements were issued.

NOTE 18. Concentrations

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

NOTE 19. Subsequent Pronouncements

In November 2010, GASB Statement No. 60 *Accounting and Financial Reporting for Service Concession Arrangements*, Effective Date: For financial statements for periods beginning after December 15, 2011. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The County is still evaluating the possible effects of this standard.

In November 2010, GASB Statement No. 61 *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012. Earlier application is encouraged. The standard is expected to have no effect on the County in upcoming years.

In December 2010, GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, Effective Date: The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. Earlier application is encouraged. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The County will implement this standard during fiscal year June 30, 2013.

In June 2011, GASB Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* Effective Date: The provisions of Statement 63 are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the County in upcoming years.

In June 2011, GASB Statement No. 64 *Derivative Instruments: Application of Hedge Accounting Termination Provisions—an amendment of GASB Statement No. 53* Effective Date: The provisions of Statement 64 are effective for financial statements for periods beginning after June 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the County in upcoming years.

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
June 30, 2011

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 under the 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.

Fire Special Revenue Fund – 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).

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.

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
June 30, 2011

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

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

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.

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

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

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

Capital Improvement Capital Projects Fund – 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.

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2011

Special Revenue

	Road	Recreation	Special Programs	Clerk's Equipment
<i>Assets</i>				
Cash and cash equivalents	\$ 245,716	\$ -	\$ 12,300	\$ 218,287
Investments	-	-	-	-
Current receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other	31,549	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 277,265</u>	<u>\$ -</u>	<u>\$ 12,300</u>	<u>\$ 218,287</u>
<i>Liabilities</i>				
Accounts payable	\$ 378,737	\$ -	\$ 20,000	\$ 168
Accrued payroll	11,425	-	-	-
Deferred revenue - property taxes	-	-	-	-
<i>Total liabilities</i>	<u>390,162</u>	<u>-</u>	<u>20,000</u>	<u>168</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	218,119
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Animal control	-	-	-	-
Senior center	-	-	-	-
Unassigned	(112,897)	-	(7,700)	-
<i>Total fund balances</i>	<u>(112,897)</u>	<u>-</u>	<u>(7,700)</u>	<u>218,119</u>
<i>Total liabilities and fund balances</i>	<u>\$ 277,265</u>	<u>\$ -</u>	<u>\$ 12,300</u>	<u>\$ 218,287</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>Fire</u>	<u>Forest Reserve</u>
\$ 29,625	\$ -	\$ 35,306	\$ -	\$ 924,685	\$ 107,283
-	-	-	-	-	-
-	-	-	1,977	-	-
-	-	33,133	-	-	-
-	-	-	-	89,685	-
-	-	-	-	-	-
<u>\$ 29,625</u>	<u>\$ -</u>	<u>\$ 68,439</u>	<u>\$ 1,977</u>	<u>\$ 1,014,370</u>	<u>\$ 107,283</u>
\$ 48,187	\$ -	\$ -	\$ -	\$ 289,707	\$ -
-	-	-	-	-	-
-	-	-	1,968	-	-
<u>48,187</u>	<u>-</u>	<u>-</u>	<u>1,968</u>	<u>289,707</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	68,439	-	-	-
-	-	-	-	724,663	-
-	-	-	-	-	107,283
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	9	-	-
-	-	-	-	-	-
<u>(18,562)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(18,562)</u>	<u>-</u>	<u>68,439</u>	<u>9</u>	<u>724,663</u>	<u>107,283</u>
<u>\$ 29,625</u>	<u>\$ -</u>	<u>\$ 68,439</u>	<u>\$ 1,977</u>	<u>\$ 1,014,370</u>	<u>\$ 107,283</u>

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2011

Special Revenue

	<u>Lodgers' Tax</u>	<u>Drug Enforcement Grant</u>	<u>Homeland Security Grant</u>	<u>Sheriff's Seizure</u>
<i>Assets</i>				
Cash and cash equivalents	\$ 75,956	\$ 827	\$ -	\$ 50,853
Investments	-	-	-	-
Current receivables:				
Property taxes	-	-	-	-
Other taxes	7,601	-	-	-
Other	-	4,733	-	-
Prepaid expenses	-	-	5,962	-
<i>Total assets</i>	<u>\$ 83,557</u>	<u>\$ 5,560</u>	<u>\$ 5,962</u>	<u>\$ 50,853</u>
<i>Liabilities</i>				
Accounts payable	\$ 2,400	\$ -	\$ -	\$ -
Accrued payroll	-	743	-	-
Deferred revenue - property taxes	-	-	-	-
<i>Total liabilities</i>	<u>2,400</u>	<u>743</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	-	-	5,962	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	81,157	-	-	-
Public safety	-	4,817	-	50,853
Healthcare	-	-	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Animal control	-	-	-	-
Senior center	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>81,157</u>	<u>4,817</u>	<u>5,962</u>	<u>50,853</u>
<i>Total liabilities and fund balances</i>	<u>\$ 83,557</u>	<u>\$ 5,560</u>	<u>\$ 5,962</u>	<u>\$ 50,853</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Reappraisal</u>	<u>Emergency Medical Services</u>	<u>Rural Health Clinic</u>	<u>Law Enforcement Protection</u>	<u>Senior Citizen's</u>	<u>Environmental Gross Receipts</u>
\$ 354,518	\$ 3,657	\$ 379,674	\$ 17,656	\$ 91,002	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	23,712
-	-	-	-	7,727	-
-	-	-	-	-	-
<u>\$ 354,518</u>	<u>\$ 3,657</u>	<u>\$ 379,674</u>	<u>\$ 17,656</u>	<u>\$ 98,729</u>	<u>\$ 23,712</u>
\$ 246	\$ -	\$ -	\$ -	\$ 4,855	\$ 23,712
1,527	-	-	-	7,374	-
-	-	-	-	-	-
<u>1,773</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,229</u>	<u>23,712</u>
-	-	-	-	-	-
352,745	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,657	-	17,656	-	-
-	-	379,674	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	86,500	-
-	-	-	-	-	-
<u>352,745</u>	<u>3,657</u>	<u>379,674</u>	<u>17,656</u>	<u>86,500</u>	<u>-</u>
<u>\$ 354,518</u>	<u>\$ 3,657</u>	<u>\$ 379,674</u>	<u>\$ 17,656</u>	<u>\$ 98,729</u>	<u>\$ 23,712</u>

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2011

Special Revenue

	<u>Enhanced 911</u>	<u>Forest Health</u>	<u>Misdemeanor Compliance</u>	<u>CDBG Grant</u>
<i>Assets</i>				
Cash and cash equivalents	\$ 2,951	\$ 118,438	\$ -	\$ 305,977
Investments	-	-	-	-
Current receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other	-	17,203	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 2,951</u>	<u>\$ 135,641</u>	<u>\$ -</u>	<u>\$ 305,977</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ 23,232	\$ -	\$ 2,885
Accrued payroll	-	-	-	-
Deferred revenue - property taxes	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>23,232</u>	<u>-</u>	<u>2,885</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	303,092
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	112,409	-	-
Tourism	-	-	-	-
Public safety	2,951	-	-	-
Healthcare	-	-	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Animal control	-	-	-	-
Senior center	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>2,951</u>	<u>112,409</u>	<u>-</u>	<u>303,092</u>
<i>Total liabilities and fund balances</i>	<u>\$ 2,951</u>	<u>\$ 135,641</u>	<u>\$ -</u>	<u>\$ 305,977</u>

The accompanying notes are an integral part of these financial statements

Special Revenue			Debt Service		
Indigent Health Care	Juvenile Justice Grant	HIDTA Partnership	1st 1/8 GRT Reserve	1st 1/8 GRT Income	1st 1/8 GRT Debt Reserve
\$ 111,525	\$ 29,279	\$ 26,557	\$ 144,850	\$ -	\$ 12,531
-	-	-	-	-	279,307
-	-	-	-	-	-
101,762	-	-	-	101,762	-
-	-	15,078	-	-	-
-	-	-	-	-	-
<u>\$ 213,287</u>	<u>\$ 29,279</u>	<u>\$ 41,635</u>	<u>\$ 144,850</u>	<u>\$ 101,762</u>	<u>\$ 291,838</u>
\$ 45,765	\$ 7,120	\$ 992	\$ -	\$ -	\$ -
777	-	167	-	-	-
-	-	-	-	-	-
<u>46,542</u>	<u>7,120</u>	<u>1,159</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	22,159	40,476	-	-	-
166,745	-	-	-	-	-
-	-	-	144,850	101,762	291,838
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>166,745</u>	<u>22,159</u>	<u>40,476</u>	<u>144,850</u>	<u>101,762</u>	<u>291,838</u>
<u>\$ 213,287</u>	<u>\$ 29,279</u>	<u>\$ 41,635</u>	<u>\$ 144,850</u>	<u>\$ 101,762</u>	<u>\$ 291,838</u>

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STATE OF NEW MEXICO
 Lincoln County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2011

Capital Projects

	<u>Capital Improvements</u>	<u>Total Nonmajor Governmental Funds</u>
<i>Assets</i>		
Cash and cash equivalents	\$ -	\$ 3,299,453
Investments	-	279,307
Current receivables:		
Property taxes	-	1,977
Other taxes	-	267,970
Other	-	165,975
Prepaid expenses	-	5,962
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 4,020,644</u>
<i>Liabilities</i>		
Accounts payable	\$ 45,944	\$ 893,950
Accrued payroll	-	22,013
Deferred revenue - property taxes	-	1,968
<i>Total liabilities</i>	<u>45,944</u>	<u>917,931</u>
<i>Fund balances</i>		
Nonspendable		
Prepaid expenses	-	5,962
Spendable		
Restricted for:		
General county operations	-	873,956
Maintenance of roads	-	68,439
Fire departments	-	724,663
Forest health	-	219,692
Tourism	-	81,157
Public safety	-	142,569
Healthcare	-	546,419
Debt service expenditures	-	538,450
Committed to:		
Animal control	-	9
Senior center	-	86,500
Unassigned	(45,944)	(185,103)
<i>Total fund balances</i>	<u>(45,944)</u>	<u>3,102,713</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 4,020,644</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Lincoln County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2011

	Special Revenue			
	Road	Recreation	Special Programs	Clerk's Equipment
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	-	118	-	-
Intergovernmental:				
Federal operating grants	241,470	-	-	-
State operating grants	-	-	-	2,363
State capital grants	-	-	-	-
Charges for services	351,969	-	32,636	32,917
Investment income	-	-	-	1,043
Miscellaneous	267	-	-	-
<i>Total revenues</i>	<u>593,706</u>	<u>118</u>	<u>32,636</u>	<u>36,323</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	61,274
Public safety	-	-	-	-
Public works	1,248,062	-	-	-
Culture and recreation	-	418	95,986	-
Health and welfare	-	-	68,094	-
Capital outlay	901,967	-	-	-
Debt service:				
Principal	21,024	-	-	-
Interest	2,892	-	-	-
<i>Total expenditures</i>	<u>2,173,945</u>	<u>418</u>	<u>164,080</u>	<u>61,274</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,580,239)</u>	<u>(300)</u>	<u>(131,444)</u>	<u>(24,951)</u>
<i>Other financing sources (uses)</i>				
Proceeds from sale of equipment	-	-	-	-
Transfers in	1,101,375	-	139,845	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,101,375</u>	<u>-</u>	<u>139,845</u>	<u>-</u>
<i>Net change in fund balances</i>	(478,864)	(300)	8,401	(24,951)
<i>Fund balances - beginning of year</i>	<u>365,967</u>	<u>300</u>	<u>(16,101)</u>	<u>243,070</u>
<i>Fund balances - end of year</i>	<u>\$ (112,897)</u>	<u>\$ -</u>	<u>\$ (7,700)</u>	<u>\$ 218,119</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>Fire</u>	<u>Forest Reserve</u>
\$ -	\$ -	\$ -	\$ 25,581	\$ -	\$ -
-	-	-	-	-	-
-	-	197,338	-	-	-
-	-	-	-	-	-
-	-	-	-	-	39,771
-	-	-	33,942	934,675	-
-	2,465	-	-	-	-
24,500	-	-	-	-	-
-	-	-	-	5,765	-
-	-	-	-	5,667	-
<u>24,500</u>	<u>2,465</u>	<u>197,338</u>	<u>59,523</u>	<u>946,107</u>	<u>39,771</u>
363,847	-	-	-	-	-
-	-	-	-	421,498	-
-	-	168,100	-	-	-
-	-	-	-	-	-
-	-	-	84,000	-	11,163
-	-	-	-	454,405	-
-	-	-	-	195,836	-
-	-	-	-	23,726	-
<u>363,847</u>	<u>-</u>	<u>168,100</u>	<u>84,000</u>	<u>1,095,465</u>	<u>11,163</u>
<u>(339,347)</u>	<u>2,465</u>	<u>29,238</u>	<u>(24,477)</u>	<u>(149,358)</u>	<u>28,608</u>
-	-	-	-	4,505	-
329,535	-	-	17,465	-	-
-	(51,757)	-	-	-	-
<u>329,535</u>	<u>(51,757)</u>	<u>-</u>	<u>17,465</u>	<u>4,505</u>	<u>-</u>
(9,812)	(49,292)	29,238	(7,012)	(144,853)	28,608
(8,750)	49,292	39,201	7,021	869,516	78,675
<u>\$ (18,562)</u>	<u>\$ -</u>	<u>\$ 68,439</u>	<u>\$ 9</u>	<u>\$ 724,663</u>	<u>\$ 107,283</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, 2011

	Special Revenue			
	Lodgers' Tax	Drug Enforcement Grant	Homeland Security Grant	Sheriff's Seizure
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	67,209	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	36,430	7,439	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	387	-	-	220
Miscellaneous	560	-	-	-
<i>Total revenues</i>	68,156	36,430	7,439	220
<i>Expenditures:</i>				
Current:				
General government	79,641	-	-	-
Public safety	-	38,715	38,593	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	30,767	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	79,641	38,715	69,360	-
<i>Excess (deficiency) of revenues over expenditures</i>	(11,485)	(2,285)	(61,921)	220
<i>Other financing sources (uses)</i>				
Proceeds from sale of equipment	-	-	-	-
Transfers in	-	-	54,767	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	54,767	-
<i>Net change in fund balances</i>	(11,485)	(2,285)	(7,154)	220
<i>Fund balances - beginning of year</i>	92,642	7,102	13,116	50,633
<i>Fund balances - end of year</i>	\$ 81,157	\$ 4,817	\$ 5,962	\$ 50,853

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Reappraisal</u>	<u>Emergency Medical Services</u>	<u>Rural Health Clinic</u>	<u>Law Enforcement Protection</u>	<u>Senior Citizen's</u>	<u>Environmental Gross Receipts</u>
\$ -	\$ -	\$ 586,864	\$ -	\$ -	\$ -
-	-	-	-	-	136,551
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	113,344	-
-	49,116	-	-	358,978	-
-	-	-	-	21,392	-
226,231	-	-	-	81,409	-
-	-	1,459	-	-	-
130	-	-	5,818	235	-
<u>226,361</u>	<u>49,116</u>	<u>588,323</u>	<u>5,818</u>	<u>575,358</u>	<u>136,551</u>
145,079	-	-	-	-	-
-	46,178	-	29,874	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	483,610	-	716,727	136,551
22,534	-	51,217	-	5,506	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>167,613</u>	<u>46,178</u>	<u>534,827</u>	<u>29,874</u>	<u>722,233</u>	<u>136,551</u>
<u>58,748</u>	<u>2,938</u>	<u>53,496</u>	<u>(24,056)</u>	<u>(146,875)</u>	<u>-</u>
-	-	-	-	1,490	-
-	-	-	-	183,001	-
-	-	-	-	-	-
-	-	-	-	184,491	-
58,748	2,938	53,496	(24,056)	37,616	-
<u>293,997</u>	<u>719</u>	<u>326,178</u>	<u>41,712</u>	<u>48,884</u>	<u>-</u>
<u>\$ 352,745</u>	<u>\$ 3,657</u>	<u>\$ 379,674</u>	<u>\$ 17,656</u>	<u>\$ 86,500</u>	<u>\$ -</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, 2011

	Special Revenue			
	Enhanced 911	Forest Health	Misdemeanor Compliance	CDBG Grant
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle taxes	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	1,259,081	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	128,475	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	1,259,081	128,475	-
<i>Expenditures:</i>				
Current:				
General government	-	-	-	7,500
Public safety	-	-	128,475	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	1,209,026	-	-
Capital outlay	-	-	-	344,408
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	1,209,026	128,475	351,908
<i>Excess (deficiency) of revenues over expenditures</i>	-	50,055	-	(351,908)
<i>Other financing sources (uses)</i>				
Proceeds from sale of equipment	-	-	-	-
Transfers in	-	-	-	655,000
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	655,000
<i>Net change in fund balances</i>	-	50,055	-	303,092
<i>Fund balances - beginning of year</i>	2,951	62,354	-	-
<i>Fund balances - end of year</i>	\$ 2,951	\$ 112,409	\$ -	\$ 303,092

The accompanying notes are an integral part of these financial statements

Special Revenue			Debt Service		
Indigent Health Care	Juvenile Justice Grant	HIDTA Partnership	1st 1/8 GRT Reserve	1st 1/8 GRT Income	1st 1/8 GRT Debt Reserve
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
571,441	-	-	-	571,442	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	70,103	-	-	-
-	121,500	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	9,282
378	-	-	-	-	-
<u>571,819</u>	<u>121,500</u>	<u>70,103</u>	<u>-</u>	<u>571,442</u>	<u>9,282</u>
-	-	-	-	-	-
-	207,855	48,084	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
689,962	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	105,000	-
-	-	-	-	166,280	-
<u>689,962</u>	<u>207,855</u>	<u>48,084</u>	<u>-</u>	<u>271,280</u>	<u>-</u>
<u>(118,143)</u>	<u>(86,355)</u>	<u>22,019</u>	<u>-</u>	<u>300,162</u>	<u>9,282</u>
-	-	-	-	-	-
56,310	100,000	-	291,878	-	-
-	-	-	(304,758)	(291,878)	(8,656)
<u>56,310</u>	<u>100,000</u>	<u>-</u>	<u>(12,880)</u>	<u>(291,878)</u>	<u>(8,656)</u>
(61,833)	13,645	22,019	(12,880)	8,284	626
<u>228,578</u>	<u>8,514</u>	<u>18,457</u>	<u>157,730</u>	<u>93,478</u>	<u>291,212</u>
<u>\$ 166,745</u>	<u>\$ 22,159</u>	<u>\$ 40,476</u>	<u>\$ 144,850</u>	<u>\$ 101,762</u>	<u>\$ 291,838</u>

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STATE OF NEW MEXICO
 Lincoln County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2011

Capital Projects

	<u>Capital Improvements</u>	<u>Total Nonmajor Governmental Funds</u>
<i>Revenues:</i>		
Taxes:		
Property	\$ -	\$ 612,445
Gross receipts	-	1,279,434
Gasoline and motor vehicle taxes	-	197,338
Other	-	67,327
Intergovernmental:		
Federal operating grants	-	1,723,769
State operating grants	-	1,544,443
State capital grants	-	23,857
Charges for services	-	878,137
Investment income	-	18,156
Miscellaneous	-	13,055
<i>Total revenues</i>	<u>-</u>	<u>6,357,961</u>
<i>Expenditures:</i>		
Current:		
General government	-	657,341
Public safety	5,625	964,897
Public works	-	1,416,162
Culture and recreation	-	96,404
Health and welfare	-	3,399,133
Capital outlay	1,407,659	3,218,463
Debt service:		
Principal	-	321,860
Interest	-	192,898
<i>Total expenditures</i>	<u>1,413,284</u>	<u>10,267,158</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,413,284)</u>	<u>(3,909,197)</u>
<i>Other financing sources (uses)</i>		
Proceeds from sale of equipment	-	5,995
Transfers in	1,342,083	4,271,259
Transfers (out)	-	(657,049)
<i>Total other financing sources (uses)</i>	<u>1,342,083</u>	<u>3,620,205</u>
<i>Net change in fund balances</i>	(71,201)	(288,992)
<i>Fund balances - beginning of year</i>	<u>25,257</u>	<u>3,391,705</u>
<i>Fund balances - end of year</i>	<u>\$ (45,944)</u>	<u>\$ 3,102,713</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, 2011

	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	320,000	320,000	241,470	-
State operating grants	109,318	109,318	84,911	(24,407)
State capital grants	129,633	129,633	107,445	(22,188)
Payment in lieu of taxes	-	-	-	-
Charges for services	357,500	357,500	347,747	(9,753)
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>916,451</u>	<u>916,451</u>	<u>781,573</u>	<u>(56,348)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	2,462,306	2,461,609	1,626,711	834,898
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	145,756	145,756	142,967	2,789
Debt service:				
Principal	176,207	176,905	21,024	155,881
Interest	-	-	2,892	(2,892)
<i>Total expenditures</i>	<u>2,784,269</u>	<u>2,784,270</u>	<u>1,793,594</u>	<u>990,676</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,867,818)</u>	<u>(1,867,819)</u>	<u>(1,012,021)</u>	<u>934,328</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(89,475)	(89,474)	-	89,474
Transfers in	1,957,293	1,957,293	1,101,375	(855,918)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,867,818</u>	<u>1,867,819</u>	<u>1,101,375</u>	<u>(766,444)</u>
<i>Net change in fund balance</i>	-	-	89,354	89,354
<i>Fund balance - beginning of year</i>	-	-	156,362	156,362
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 245,716</u>	<u>\$ 245,716</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 89,354
Adjustments to revenues for state grant revenues				(187,867)
Adjustments to expenditures for infrastructure costs				(380,351)
Net change in fund balance (GAAP)				<u>\$ (478,864)</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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	250	250	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>250</u>	<u>250</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	168	418	418	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>168</u>	<u>418</u>	<u>418</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(168)</u>	<u>(168)</u>	<u>(168)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	168	168	-	(168)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>168</u>	<u>168</u>	<u>-</u>	<u>(168)</u>
<i>Net change in fund balance</i>	-	-	(168)	(168)
<i>Fund balance - beginning of year</i>	-	-	168	168
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (168)
Adjustments to revenues for cigarette tax revenues recognized in the prior year				(132)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (300)</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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	25,000	32,412	32,636	224
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>25,000</u>	<u>32,412</u>	<u>32,636</u>	<u>224</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	88,550	96,034	95,986	48
Health and welfare	75,194	80,122	68,094	12,028
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>163,744</u>	<u>176,156</u>	<u>164,080</u>	<u>12,076</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(138,744)</u>	<u>(143,744)</u>	<u>(131,444)</u>	<u>12,300</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(1,101)	3,899	-	(3,899)
Transfers in	139,845	139,845	139,845	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>138,744</u>	<u>143,744</u>	<u>139,845</u>	<u>(3,899)</u>
<i>Net change in fund balance</i>	-	-	8,401	8,401
<i>Fund balance - beginning of year</i>	-	-	3,899	3,899
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,300</u>	<u>\$ 12,300</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 8,401
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 8,401</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, 2011

	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	-	-	-	-
State operating grants	6,000	6,000	2,363	(3,637)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	35,000	35,000	32,917	(2,083)
Investment income	2,000	2,000	1,043	(957)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>43,000</u>	<u>43,000</u>	<u>36,323</u>	<u>(6,677)</u>
<i>Expenditures:</i>				
Current:				
General government	236,625	236,626	61,265	175,361
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>236,625</u>	<u>236,626</u>	<u>61,265</u>	<u>175,361</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(193,625)</u>	<u>(193,626)</u>	<u>(24,942)</u>	<u>168,684</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	193,625	193,626	-	(193,626)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>193,625</u>	<u>193,626</u>	<u>-</u>	<u>(193,626)</u>
<i>Net change in fund balance</i>	-	-	(24,942)	(24,942)
<i>Fund balance - beginning of year</i>	-	-	243,229	243,229
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 218,287</u>	<u>\$ 218,287</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (24,942)
No adjustments to revenues				-
Adjustments to expenditures for fuel costs				(9)
Net change in fund balance (GAAP)				<u>\$ (24,951)</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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	34,000	34,000	24,500	(9,500)
Investment income	-	-	-	-
Miscellaneous	8,500	8,500	-	(8,500)
<i>Total revenues</i>	<u>42,500</u>	<u>42,500</u>	<u>24,500</u>	<u>(18,000)</u>
<i>Expenditures:</i>				
Current:				
General government	372,035	372,035	324,410	47,625
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>372,035</u>	<u>372,035</u>	<u>324,410</u>	<u>47,625</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(329,535)</u>	<u>(329,535)</u>	<u>(299,910)</u>	<u>29,625</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	329,535	329,535	329,535	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>329,535</u>	<u>329,535</u>	<u>329,535</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	29,625	29,625
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,625</u>	<u>\$ 29,625</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 29,625
No adjustments to revenues				-
Adjustments to expenditures for materials and other charges				(39,437)
Net change in fund balance (GAAP)				<u>\$ (9,812)</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, 2011

	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	-	-	-	-
State operating grants	57,292	57,292	49,292	(8,000)
State capital grants	-	-	2,465	2,465
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>57,292</u>	<u>57,292</u>	<u>51,757</u>	<u>(5,535)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	8,000	8,000	-	8,000
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,000</u>	<u>8,000</u>	<u>-</u>	<u>8,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>49,292</u>	<u>49,292</u>	<u>51,757</u>	<u>2,465</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(49,292)	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(49,292)	(51,757)	(2,465)
<i>Total other financing sources (uses)</i>	<u>(49,292)</u>	<u>(49,292)</u>	<u>(51,757)</u>	<u>(2,465)</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 revenues recognized in the prior year				(49,292)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (49,292)</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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	165,000	182,003	182,033	30
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>165,000</u>	<u>182,003</u>	<u>182,033</u>	<u>30</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	165,770	168,101	168,100	1
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>165,770</u>	<u>168,101</u>	<u>168,100</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(770)</u>	<u>13,902</u>	<u>13,933</u>	<u>31</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	770	(13,902)	-	13,902
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>770</u>	<u>(13,902)</u>	<u>-</u>	<u>13,902</u>
<i>Net change in fund balance</i>	-	-	13,933	13,933
<i>Fund balance - beginning of year</i>	-	-	21,373	21,373
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,306</u>	<u>\$ 35,306</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 13,933
Adjustments to revenues for gas taxes				15,305
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 29,238</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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 24,248	\$ 24,248	\$ 25,585	\$ 1,337
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	61,325	35,279	33,942	(1,337)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>85,573</u>	<u>59,527</u>	<u>59,527</u>	<u>-</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>1,573</u>	<u>(24,473)</u>	<u>(24,473)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(19,038)	7,008	-	(7,008)
Transfers in	17,465	17,465	17,465	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(1,573)</u>	<u>24,473</u>	<u>17,465</u>	<u>(7,008)</u>
<i>Net change in fund balance</i>	-	-	(7,008)	(7,008)
<i>Fund balance - beginning of year</i>	-	-	7,008	7,008
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (7,008)
Adjustments to revenues for property tax revenues				(4)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (7,012)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

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, 2011

	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	-	-	-	-
State operating grants	780,314	897,701	897,701	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	8,100	8,262	5,765	(2,497)
Miscellaneous	-	-	5,667	5,667
<i>Total revenues</i>	<u>788,414</u>	<u>905,963</u>	<u>909,133</u>	<u>3,170</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	735,689	814,861	453,300	361,561
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	741,694	752,714	161,869	590,845
Debt service:				
Principal	156,809	160,587	195,836	(35,249)
Interest	-	23,421	23,726	(305)
<i>Total expenditures</i>	<u>1,634,192</u>	<u>1,751,583</u>	<u>834,731</u>	<u>916,852</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(845,778)</u>	<u>(845,620)</u>	<u>74,402</u>	<u>920,022</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	780,926	845,620	-	(845,620)
Transfers in	64,852	64,852	-	(64,852)
Transfers (out)	-	(64,852)	-	64,852
<i>Total other financing sources (uses)</i>	<u>845,778</u>	<u>850,125</u>	<u>4,505</u>	<u>(845,620)</u>
<i>Net change in fund balance</i>	-	4,505	78,907	74,402
<i>Fund balance - beginning of year</i>	-	-	845,778	845,778
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 924,685</u>	<u>\$ 920,180</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 78,907
Adjustments to revenues for state grant revenues				36,974
Adjustments to expenditures for materials and other charges				(260,734)
Net change in fund balance (GAAP)				<u>\$ (144,853)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-10

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, 2011

	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	44,890	44,890	39,771	(5,119)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>44,890</u>	<u>44,890</u>	<u>39,771</u>	<u>(5,119)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	123,565	123,565	11,163	112,402
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>123,565</u>	<u>123,565</u>	<u>11,163</u>	<u>112,402</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(78,675)</u>	<u>(78,675)</u>	<u>28,608</u>	<u>107,283</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	78,675	78,675	-	(78,675)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>78,675</u>	<u>78,675</u>	<u>-</u>	<u>(78,675)</u>
<i>Net change in fund balance</i>	-	-	28,608	28,608
<i>Fund balance - beginning of year</i>	-	-	78,675	78,675
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 107,283</u>	<u>\$ 107,283</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 28,608
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 28,608</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-11

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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	65,000	65,000	59,608	(5,392)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	600	600	387	(213)
Miscellaneous	-	-	560	560
<i>Total revenues</i>	<u>65,600</u>	<u>65,600</u>	<u>60,555</u>	<u>(5,045)</u>
<i>Expenditures:</i>				
Current:				
General government	149,913	149,913	79,641	70,272
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>149,913</u>	<u>149,913</u>	<u>79,641</u>	<u>70,272</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(84,313)</u>	<u>(84,313)</u>	<u>(19,086)</u>	<u>65,227</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	84,313	84,313	-	(84,313)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>84,313</u>	<u>84,313</u>	<u>-</u>	<u>(84,313)</u>
<i>Net change in fund balance</i>	-	-	(19,086)	(19,086)
<i>Fund balance - beginning of year</i>	-	-	95,042	95,042
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,956</u>	<u>\$ 75,956</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (19,086)
Adjustments to revenues for lodgers tax revenues				7,601
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (11,485)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

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, 2011

	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	-	-	-	-
State operating grants	36,066	36,066	31,697	(4,369)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>36,066</u>	<u>36,066</u>	<u>31,697</u>	<u>(4,369)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	35,716	38,529	38,524	5
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>35,716</u>	<u>38,529</u>	<u>38,524</u>	<u>5</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>350</u>	<u>(2,463)</u>	<u>(6,827)</u>	<u>(4,364)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(350)	2,463	-	(2,463)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(350)</u>	<u>2,463</u>	<u>-</u>	<u>(2,463)</u>
<i>Net change in fund balance</i>	-	-	(6,827)	(6,827)
<i>Fund balance - beginning of year</i>	-	-	7,654	7,654
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 827</u>	<u>\$ 827</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (6,827)
Adjustments to revenues for state grant revenue				4,733
Adjustments to expenditures for payroll expenditures				(191)
Net change in fund balance (GAAP)				<u>\$ (2,285)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

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, 2011

	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	119,651	119,651	-	(119,651)
State operating grants	-	-	7,439	7,439
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>119,651</u>	<u>119,651</u>	<u>7,439</u>	<u>(112,212)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	5,378	6,439	6,439	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	114,273	113,212	55,767	57,445
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>119,651</u>	<u>119,651</u>	<u>62,206</u>	<u>57,445</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(54,767)</u>	<u>(54,767)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(54,767)	(54,767)	-	54,767
Transfers in	54,767	54,767	54,767	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>54,767</u>	<u>54,767</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				-
Adjustments to expenditures for contract costs				(7,154)
Net change in fund balance (GAAP)				<u>\$ (7,154)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	400	400	220	(180)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>400</u>	<u>400</u>	<u>220</u>	<u>(180)</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	41,033	41,033	-	41,033
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>51,033</u>	<u>51,033</u>	<u>-</u>	<u>51,033</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(50,633)</u>	<u>(50,633)</u>	<u>220</u>	<u>50,853</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	50,633	50,633	-	(50,633)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>50,633</u>	<u>50,633</u>	<u>-</u>	<u>(50,633)</u>
<i>Net change in fund balance</i>	-	-	220	220
<i>Fund balance - beginning of year</i>	-	-	50,633	50,633
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,853</u>	<u>\$ 50,853</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 220
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 220</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	200,000	200,000	226,231	26,231
Investment income	-	-	-	-
Miscellaneous	-	-	130	130
<i>Total revenues</i>	<u>200,000</u>	<u>200,000</u>	<u>226,361</u>	<u>26,361</u>
<i>Expenditures:</i>				
Current:				
General government	213,830	217,530	144,785	72,745
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	141,158	137,458	22,534	114,924
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>354,988</u>	<u>354,988</u>	<u>167,319</u>	<u>187,669</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(154,988)</u>	<u>(154,988)</u>	<u>59,042</u>	<u>214,030</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	154,988	154,988	-	(154,988)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>154,988</u>	<u>154,988</u>	<u>-</u>	<u>(154,988)</u>
<i>Net change in fund balance</i>	-	-	59,042	59,042
<i>Fund balance - beginning of year</i>	-	-	295,476	295,476
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 354,518</u>	<u>\$ 354,518</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 59,042
No adjustments to revenues				-
Adjustments to expenditures for materials, other charges, and payroll expenditures				(294)
Net change in fund balance (GAAP)				<u>\$ 58,748</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-16

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, 2011

	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	-	-	-	-
State operating grants	65,190	65,190	49,116	(16,074)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>65,190</u>	<u>65,190</u>	<u>49,116</u>	<u>(16,074)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	65,909	65,909	46,178	19,731
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>65,909</u>	<u>65,909</u>	<u>46,178</u>	<u>19,731</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(719)</u>	<u>(719)</u>	<u>2,938</u>	<u>3,657</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	719	719	-	(719)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>719</u>	<u>719</u>	<u>-</u>	<u>(719)</u>
<i>Net change in fund balance</i>	-	-	2,938	2,938
<i>Fund balance - beginning of year</i>	-	-	719	719
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,657</u>	<u>\$ 3,657</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 2,938
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 2,938</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 629,848	\$ 629,848	\$ 586,864	\$ (42,984)
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	2,500	2,500	1,459	(1,041)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>632,348</u>	<u>632,348</u>	<u>588,323</u>	<u>(44,025)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	554,810	554,810	477,610	77,200
Capital outlay	123,107	130,039	60,964	69,075
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>677,917</u>	<u>684,849</u>	<u>538,574</u>	<u>146,275</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(45,569)</u>	<u>(52,501)</u>	<u>49,749</u>	<u>102,250</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	45,569	52,501	-	(52,501)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>45,569</u>	<u>52,501</u>	<u>-</u>	<u>(52,501)</u>
<i>Net change in fund balance</i>	-	-	49,749	49,749
<i>Fund balance - beginning of year</i>	-	-	329,925	329,925
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 379,674</u>	<u>\$ 379,674</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 49,749
No adjustments to revenues				-
Adjustments to expenditures for materials and other charges recognized in the prior year				3,747
Net change in fund balance (GAAP)				<u>\$ 53,496</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

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, 2011

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	31,400	31,400	31,400	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	5,818	5,818
<i>Total revenues</i>	<u>31,400</u>	<u>31,400</u>	<u>37,218</u>	<u>5,818</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	41,712	41,712	29,874	11,838
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>41,712</u>	<u>41,712</u>	<u>29,874</u>	<u>11,838</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(10,312)</u>	<u>(10,312)</u>	<u>7,344</u>	<u>17,656</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	10,312	10,312	-	(10,312)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>10,312</u>	<u>10,312</u>	<u>-</u>	<u>(10,312)</u>
<i>Net change in fund balance</i>	-	-	7,344	7,344
<i>Fund balance - beginning of year</i>	-	-	10,312	10,312
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,656</u>	<u>\$ 17,656</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 7,344
Adjustments to revenues for state grant revenue recognized in the prior year				(31,400)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (24,056)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

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, 2011

	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	107,278	116,172	131,596	15,424
State operating grants	403,767	393,582	408,540	14,958
State capital grants	21,500	42,893	21,392	(21,501)
Payment in lieu of taxes	-	-	-	-
Charges for services	113,586	90,192	83,422	(6,770)
Investment income	-	-	-	-
Miscellaneous	-	-	235	235
<i>Total revenues</i>	<u>646,131</u>	<u>642,839</u>	<u>645,185</u>	<u>2,346</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	756,636	770,231	716,168	54,063
Capital outlay	56,500	57,099	22,506	34,593
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>813,136</u>	<u>827,330</u>	<u>738,674</u>	<u>88,656</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(167,005)</u>	<u>(184,491)</u>	<u>(93,489)</u>	<u>91,002</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(15,996)	-	-	-
Transfers in	183,001	183,001	183,001	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>167,005</u>	<u>184,491</u>	<u>184,491</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	91,002	91,002
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 91,002</u>	<u>\$ 91,002</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 91,002
Adjustments to revenues for state and federal grant revenues				(69,827)
Adjustments to expenditures for materials, other charges, and payroll expenditures				16,441
Net change in fund balance (GAAP)				<u>\$ 37,616</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	1,240,000	134,000	133,488	(512)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,240,000</u>	<u>134,000</u>	<u>133,488</u>	<u>(512)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	124,000	134,000	133,488	512
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>124,000</u>	<u>134,000</u>	<u>133,488</u>	<u>512</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,116,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(1,116,000)	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(1,116,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
Adjustments to revenues for gross receipts tax revenue				3,063
Adjustments to expenditures for materials and other charges				(3,063)
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

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	10,000	10,000	-	(10,000)
Payment in lieu of taxes	-	-	-	-
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>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	2,951	2,951
<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-22

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, 2011

	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	2,150,000	1,695,028	1,244,742	(450,286)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,150,000</u>	<u>1,695,028</u>	<u>1,244,742</u>	<u>(450,286)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	2,209,490	1,754,518	1,185,794	568,724
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,209,490</u>	<u>1,754,518</u>	<u>1,185,794</u>	<u>568,724</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(59,490)</u>	<u>(59,490)</u>	<u>58,948</u>	<u>118,438</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	59,490	59,490	-	(59,490)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>59,490</u>	<u>59,490</u>	<u>-</u>	<u>(59,490)</u>
<i>Net change in fund balance</i>	-	-	58,948	58,948
<i>Fund balance - beginning of year</i>	-	-	59,490	59,490
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,438</u>	<u>\$ 118,438</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 58,948
Adjustments to revenues for state grant revenue				14,339
Adjustments to expenditures for materials and other charges				(23,232)
Net change in fund balance (GAAP)				<u>\$ 50,055</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	100,000	128,475	128,475	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>100,000</u>	<u>128,475</u>	<u>128,475</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	100,000	128,475	128,475	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>100,000</u>	<u>128,475</u>	<u>128,475</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)	-	-	-	-
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)				\$ -
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

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, 2011

	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	-	-	-	-
State operating grants	500,000	500,000	-	(500,000)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
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	15,000	15,000	7,500	7,500
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,140,000	1,140,000	341,523	798,477
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,155,000</u>	<u>1,155,000</u>	<u>349,023</u>	<u>805,977</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(655,000)</u>	<u>(655,000)</u>	<u>(349,023)</u>	<u>305,977</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	655,000	655,000	655,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>655,000</u>	<u>655,000</u>	<u>655,000</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	305,977	305,977
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 305,977</u>	<u>\$ 305,977</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 305,977
No adjustments to revenues				-
Adjustments to expenditures for materials and other charges				(2,885)
Net change in fund balance (GAAP)				<u>\$ 303,092</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	575,000	575,000	563,158	(11,842)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	378	378
<i>Total revenues</i>	<u>575,000</u>	<u>575,000</u>	<u>563,536</u>	<u>(11,464)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	731,051	781,051	658,062	122,989
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>731,051</u>	<u>781,051</u>	<u>658,062</u>	<u>122,989</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(156,051)</u>	<u>(206,051)</u>	<u>(94,526)</u>	<u>111,525</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	99,741	149,741	-	(149,741)
Transfers in	56,310	56,310	56,310	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>156,051</u>	<u>206,051</u>	<u>56,310</u>	<u>(149,741)</u>
<i>Net change in fund balance</i>	-	-	(38,216)	(38,216)
<i>Fund balance - beginning of year</i>	-	-	149,741	149,741
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 111,525</u>	<u>\$ 111,525</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (38,216)
Adjustments to revenues for gross receipts tax revenues				8,283
Adjustments to expenditures for materials and other charges				(31,900)
Net change in fund balance (GAAP)				<u>\$ (61,833)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

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, 2011

	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	-	-	-	-
State operating grants	120,000	135,700	132,384	(3,316)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>120,000</u>	<u>135,700</u>	<u>132,384</u>	<u>(3,316)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	228,236	243,936	207,341	36,595
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>228,236</u>	<u>243,936</u>	<u>207,341</u>	<u>36,595</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(108,236)</u>	<u>(108,236)</u>	<u>(74,957)</u>	<u>33,279</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,236	4,236	-	(4,236)
Transfers in	104,000	104,000	100,000	(4,000)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>108,236</u>	<u>108,236</u>	<u>100,000</u>	<u>(8,236)</u>
<i>Net change in fund balance</i>	-	-	25,043	25,043
<i>Fund balance - beginning of year</i>	-	-	4,236	4,236
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,279</u>	<u>\$ 29,279</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 25,043
Adjustments to revenues for state grant revenues recognized in the prior year				(10,884)
Adjustments to expenditures for materials and other charges				(514)
Net change in fund balance (GAAP)				<u>\$ 13,645</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

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, 2011

	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	71,353	71,353	74,010	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>71,353</u>	<u>71,353</u>	<u>74,010</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	58,111	58,111	47,453	10,658
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>58,111</u>	<u>58,111</u>	<u>47,453</u>	<u>10,658</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>13,242</u>	<u>13,242</u>	<u>26,557</u>	<u>10,658</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(13,242)	(13,242)	-	13,242
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(13,242)</u>	<u>(13,242)</u>	<u>-</u>	<u>13,242</u>
<i>Net change in fund balance</i>	-	-	26,557	26,557
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,557</u>	<u>\$ 26,557</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 26,557
Adjustments to revenues for federal grants revenues				(3,907)
Adjustments to expenditures for materials, other charges, and payroll expenditures				(631)
Net change in fund balance (GAAP)				<u>\$ 22,019</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 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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
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)	-	12,880	-	(12,880)
Transfers in	-	-	291,878	291,878
Transfers (out)	-	(12,880)	(304,758)	(291,878)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(12,880)</u>	<u>(12,880)</u>
<i>Net change in fund balance</i>	-	-	(12,880)	(12,880)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>157,730</u>	<u>157,730</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 144,850</u>	<u>\$ 144,850</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (12,880)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (12,880)</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 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, 2011

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	575,000	575,000	563,158	(11,842)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>575,000</u>	<u>575,000</u>	<u>563,158</u>	<u>(11,842)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	271,280	105,000	105,000	-
Interest	-	166,280	166,280	-
<i>Total expenditures</i>	<u>271,280</u>	<u>271,280</u>	<u>271,280</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>303,720</u>	<u>303,720</u>	<u>291,878</u>	<u>(11,842)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(303,720)	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(303,720)	(291,878)	11,842
<i>Total other financing sources (uses)</i>	<u>(303,720)</u>	<u>(303,720)</u>	<u>(291,878)</u>	<u>11,842</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				8,284
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 8,284</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	17,938	17,938
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>17,938</u>	<u>17,938</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>17,938</u>	<u>17,938</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	8,656	-	(8,656)
Transfers in	-	-	-	-
Transfers (out)	-	(8,656)	(8,656)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(8,656)</u>	<u>(8,656)</u>
<i>Net change in fund balance</i>	-	-	9,282	9,282
<i>Fund balance - beginning of year</i>	-	-	282,556	282,556
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 291,838</u>	<u>\$ 291,838</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 9,282
Adjustments to revenues for investment income				(8,656)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 626</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
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	10,000	10,000	5,625	4,375
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	3,434,517	5,526,641	1,446,246	4,080,395
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,444,517</u>	<u>5,536,641</u>	<u>1,451,871</u>	<u>4,084,770</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,444,517)</u>	<u>(5,536,641)</u>	<u>(1,451,871)</u>	<u>4,084,770</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	69,788	-	(69,788)
Transfers in	3,444,517	5,466,853	1,342,083	(4,124,770)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>3,444,517</u>	<u>5,536,641</u>	<u>1,342,083</u>	<u>(4,194,558)</u>
<i>Net change in fund balance</i>	-	-	(109,788)	(109,788)
<i>Fund balance - beginning of year</i>	-	-	109,788	109,788
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (109,788)
No adjustments to revenues				-
Adjustments to expenditures for capital outlay expenditures				38,587
Net change in fund balance (GAAP)				<u>\$ (71,201)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-32

Lincoln County

Deer Park Special Assessment 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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	2,500	7,423	4,923
Special assessment	-	624,763	1,001,275	376,512
Special assessment - interest	-	78,525	68,440	(10,085)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	<u>705,788</u>	<u>1,077,138</u>	<u>371,350</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	42,721	42,721	-
Interest	-	46,537	46,537	-
<i>Total expenditures</i>	-	<u>89,258</u>	<u>89,258</u>	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	<u>616,530</u>	<u>987,880</u>	<u>371,350</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(616,530)	(409,004)	207,526
<i>Total other financing sources (uses)</i>	-	<u>(616,530)</u>	<u>(409,004)</u>	<u>207,526</u>
<i>Net change in fund balance</i>	-	-	578,876	578,876
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 578,876	\$ 578,876
Net change in fund balance (non-GAAP budgetary basis)				\$ 578,876
Adjustments to revenues for special assessment revenue				54,825
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 633,701</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

Lincoln County

Deer Park Special Assessment 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, 2011

	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	-	-	-	-
State operating grants	-	41,661	-	(41,661)
State capital grants	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	3,800	-	(3,800)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>45,461</u>	<u>-</u>	<u>(45,461)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	26,305	65,000	2,338	62,662
Health and welfare	-	-	-	-
Capital outlay	3,385,691	3,215,285	1,820,373	1,394,912
Debt service:				
Principal	-	41,661	-	41,661
Interest	-	-	-	-
Bond issuance costs	-	-	97,839	(97,839)
<i>Total expenditures</i>	<u>3,411,996</u>	<u>3,321,946</u>	<u>1,920,550</u>	<u>1,401,396</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,411,996)</u>	<u>(3,276,485)</u>	<u>(1,920,550)</u>	<u>1,355,935</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(104,043)	-	-	-
Proceeds from debt issuance	3,516,039	2,777,367	2,819,028	41,661
Transfers in	-	499,118	409,004	(90,114)
Transfers (out)	-	-	(117,412)	(117,412)
<i>Total other financing sources (uses)</i>	<u>3,411,996</u>	<u>3,276,485</u>	<u>3,110,620</u>	<u>(165,865)</u>
<i>Net change in fund balance</i>	-	-	1,190,070	1,190,070
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,190,070</u>	<u>\$ 1,190,070</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,190,070
No adjustments to revenues				-
Adjustments to expenditures for construction costs				(561,269)
Net change in fund balance (GAAP)				<u>\$ 628,801</u>

The accompanying notes are an integral part of these financial statements

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
 Lincoln County
 Schedule of Collateral Pledged by Depository For Public Funds
 June 30, 2011

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2011</u>
City Bank				
	FHLB LOC	11/28/2011		\$ 200,000
	FHLB LOC	12/23/2011		750,000
	Total City Bank			950,000

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

Compass Bank				
	FHLMCA 3762 AV	10/15/2023	3137A3NJ4	14,809
	FHR 2929 BA	2/15/2025	31395MAC3	250,922
	FNMA #255892	9/1/2025	31371MF93	43,839
	FNMA #889339	12/1/2028	31410KBG8	258,063
	FNMA #889339	12/1/2028	31410KBG8	613,722
	FNMA #889339	12/2/2028	31410KBG8	484,757
	FNMA #G04000	12/1/2029	3128M5X54	71,464
	FHLMC ARM #780996	10/1/2033	31349SC92	285,261
	FNMA ARM #886344	7/1/2036	31410DWD8	433,135
	FNR 2006-81 FA	9/25/2036	31396KM33	160,967
	GNR 2011-3 JN	7/20/2040	38377TMQ1	29,887
	GNMA	9/20/2040	36202FKR6	172,219
	Total Compass Bank			2,819,045

Name and location of safekeeper for above pledged collateral:
 Federal Home Loan Bank, 15 South 20th Street, Birmingham, Alabama 35233

First National Bank				
	FHLMC Pool #782546	6/1/2019	31405CL31	640,946
	FHLMC Pool #AC8587	1/1/2020	31417VRH8	564,978
	FNMA Pool #AD7152	7/1/2025	31418U5N0	747,303
	FHLMC Pool #P20607	5/1/2035	31263YR34	718,323
	FHLMC Pool #N31323	9/1/2036	31261BPG9	212,617
	FNMA Pool #256530	12/1/2036	31371M4P9	557,670
	FNMA Pool #256530	12/1/2036	31371M4P9	511,197
	FNMA Pool #H19015	5/1/2037	3128NAAQ1	500,516
	GNMA II Pool #4363	2/20/2039	36202EZ44	339,581
	FNMA Pool #778991	5/1/2034	31404UM64	269,025
	Ruidoso NM Mun Sch Dist No 3**	9/1/2011	781338HF8	590,000
	FHLMC Callable	8/15/2022	3133F4XS5	968,649
	FHLMC Callable	10/15/2022	3133F4B42	946,255
	Total First National Bank			7,567,060

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

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2011</u>
First Savings Bank				
	MBS FNMA 10-YR	7/1/2017	31371NGQ2	5,902
	FHR 2841 BJ	4/15/2018	31395EX32	96,531
	MBS FHLMC M30034 Gold	12/1/2020	31282CBB2	115,820
	MBS FHLMC Gold 15-YR	12/2/2020	31336WAL3	612,528
	FHR 3117 PC	6/15/2031	31396HVV8	320,062
	GNR 2010-21 MC	11/20/2034	38376VVB0	532,900
	FHR 3048 PC	3/15/2035	31396CSM3	53,053
Total First Savings Bank				1,736,796
Name and location of safekeeper for above pledged collateral: Federal Home Loan Bank, 125 W. Sioux Ave, Pierre, SD 57501				
Pioneer Bank				
	GNMA II	6/20/2030	080418/001	88,868
	GNMA	12/20/2030	080477/001	14,055
	FHLMC 3-1	7/1/2033	1b0951/001	549,550
	FNMA ARM	9/1/2032	661745/001	29,844
	FHLMC	7/1/1934	781721/001	135,386
	FNMA	12/1/2035	845529/001	571,801
Total Pioneer Bank				1,389,504
Name and location of safekeeper for above pledged collateral: Federal Home Loan Bank, Dallas, Texas				
Washington Federal Bank				
	FHLB Agency	8/6/2025	313370L63	4,167,831
	FHLB Agency	8/6/2025	313370L63	735,500
Total Washington Federal Bank				4,903,331
Name and location of safekeeper for above pledged collateral: Federal Home Loan Bank, 8500 Freeport Parkway South, Irving, TX 75063				
Wells Fargo Bank				
	FN 928398	6/1/2037	31412LNP1	1,151,457
	FN 963321	5/1/2038	31414DVN3	127,582
	FN 984845	7/1/2038	31415PBN7	64,318
	FN 256349	8/1/2036	31371MWJ2	1,072,726
	FN 867435	5/1/2036	31409CV44	1,143,967
Total Wells Fargo Bank				3,560,050
Name and location of safekeeper for above pledged collateral: Wells Fargo Bank, 333 Market Street, 17th Floor, San Francisco, CA 94105				
Total Pledged Collateral				\$ 22,925,786

** 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.

STATE OF NEW MEXICO
Lincoln County
Schedule of Deposit and Investment Accounts
June 30, 2011

Bank Account Type/Name	City Bank	Compass Bank	First National Bank	First Savings Bank	LPL Financial Services
Money Market Account	\$ 1,176,145	\$ -	\$ -	\$ -	\$ -
Money Market Account	-	2,007,737	-	-	-
Certificate of Deposit	-	600,000	-	-	-
Certificate of Deposit	-	250,000	-	-	-
Checking - Operational	-	-	2,364,861	-	-
Checking - Sheriff Seizure	-	-	51,442	-	-
Checking - Detention Trust	-	-	19,032	-	-
Checking - Sheriff's petty cash	-	-	1,000	-	-
Checking - Narcotic	-	-	200	-	-
Checking - HIDTA	-	-	200	-	-
Money Market Account	-	-	-	1,205,184	-
Certificate of Deposit	-	-	-	245,000	-
Money Market Account	-	-	-	-	12,581
Money Market Account	-	-	-	-	67,867
Investment**	-	-	-	-	279,307
Investment**	-	-	-	-	1,764,537
Investment	-	-	-	-	-
Investment	-	-	-	-	-
Money Market Account	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Money Market Account	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Money Market Account	-	-	-	-	-
NMFA Reserve Account**	-	-	-	-	-
Total	<u>1,176,145</u>	<u>2,857,737</u>	<u>2,436,735</u>	<u>1,450,184</u>	<u>2,124,292</u>
Reconciling items	<u>1,450</u>	<u>-</u>	<u>(698,103)</u>	<u>-</u>	<u>-</u>
Reconciled balance	<u><u>\$ 1,177,595</u></u>	<u><u>\$ 2,857,737</u></u>	<u><u>\$ 1,738,632</u></u>	<u><u>\$ 1,450,184</u></u>	<u><u>\$ 2,124,292</u></u>

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

See accompanying independent auditors' report

LGIP	Pioneer Bank	Southwest Securities	Washington Federal Bank	Wells Fargo Bank	Bank of NY Mellon	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,176,145
-	-	-	-	-	-	2,007,737
-	-	-	-	-	-	600,000
-	-	-	-	-	-	250,000
-	-	-	-	-	-	2,364,861
-	-	-	-	-	-	51,442
-	-	-	-	-	-	19,032
-	-	-	-	-	-	1,000
-	-	-	-	-	-	200
-	-	-	-	-	-	200
-	-	-	-	-	-	1,205,184
-	-	-	-	-	-	245,000
-	-	-	-	-	-	12,581
-	-	-	-	-	-	67,867
-	-	-	-	-	-	279,307
-	-	-	-	-	-	1,764,537
13,141	-	-	-	-	-	13,141
29	-	-	-	-	-	29
-	1,605,223	-	-	-	-	1,605,223
-	-	245,000	-	-	-	245,000
-	-	-	3,020,247	-	-	3,020,247
-	-	-	9,999	-	-	9,999
-	-	-	400,000	-	-	400,000
-	-	-	500,000	-	-	500,000
-	-	-	500,000	-	-	500,000
-	-	-	-	3,306,774	-	3,306,774
-	-	-	-	-	50,370	50,370
13,170	1,605,223	245,000	4,430,246	3,306,774	50,370	19,695,876
-	-	-	-	-	-	(696,653)
<u>\$ 13,170</u>	<u>\$ 1,605,223</u>	<u>\$ 245,000</u>	<u>\$ 4,430,246</u>	<u>\$ 3,306,774</u>	<u>\$ 50,370</u>	<u>18,999,223</u>

Petty cash	2,750
Less: investments per Exhibit A-1	(4,797,014)
Less: agency funds cash per Exhibit D-1	(297,592)
Less: agency funds investment per Exhibit D-1	(9,999)
Less: restricted cash and cash equivalents per Exhibit A-1	(50,370)

Total unrestricted cash and cash equivalents per Exhibit A-1 \$ 13,846,998

STATE OF NEW MEXICO
Lincoln County
Reconciliation of Property Tax Rolls
For the Year Ended June 30, 2011

Uncollected taxes, July 1, 2010	\$ 1,637,474
Net taxes charged to treasurer for current year	23,983,843
Current year tax collections	(23,613,428)
Adjustments	16,864
	16,864
Uncollected taxes June 30, 2011	\$ 2,024,753

Detail of taxes distributed by agency:

School districts

Ruidoso Schools	\$ 4,693,945
Carrizozo Schools	368,378
Corona Schools	157,444
Hondo Schools	268,648
Capitan Schools	1,145,198

Municipalities

Village of Capitan	63,344
Village of Carrizozo	44,215
Village of Corona	10,852
Village of Ruidoso	2,164,444
Village of Ruidoso Downs	395,203

Other

State of New Mexico	1,607,818
County of Lincoln	8,759,237
Predatory Animal Control	25,844
ENMU Ruidoso	987,920
Alpine Village Sanitation	35,992
Sun Valley Sanitation	56,470
Alto Lakes Cons. Dist.	11
Carrizozo Soil and Water	36,821
Chaves County Soil and Water	2,285
Upper Hondo Soil and Water	216,216
Claunch Pinto Soil and Water	2,229
Rural Clinics	592,792
Lincoln County Medical Center	1,978,122
	1,978,122

Total Distributed Taxes	\$ 23,613,428
--------------------------------	----------------------

See accompanying independent auditors' report

Schedule of receivables - delinquent property tax by year

2010	\$	1,469,114
2009		425,278
2008		99,684
2007		12,912
2006		8,148
2005		3,931
2004		3,023
2003		1,209
2002		1,023
2001		431
		<hr/>
Total	\$	<u>2,024,753</u>

Reconciliation of undistributed taxes

Undistributed taxes 7-1-10	\$	-
Current year collections		23,613,428
Current year collections distributed		(23,613,428)
Collections held for future periods		-
		<hr/>
Undistributed taxes 6-30-11	\$	<u>-</u>

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

Statement of Net Assets - Exhibit A-1	\$	916,435
Statement of Fiduciary Assets and Liabilities - Agency Funds - Exhibit D-1		<u>1,108,318</u>
		<hr/>
Total property taxes receivable	\$	<u>2,024,753</u>

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Lincoln County				
County Operational 2010	\$ 6,068,165	\$ (29,451)	\$ 6,038,714	\$ -
County Operational 2009	5,859,286	12,861	5,872,147	5,546,495
County Operational 2008	5,430,142	(690)	5,429,452	5,346,311
County Operational 2007	4,866,627	962	4,867,589	4,846,874
County Operational 2006	4,314,739	6,693	4,321,432	4,316,739
County Operational 2005	3,896,377	18,296	3,914,673	3,913,359
County Operational 2004	3,639,565	18,422	3,657,987	3,657,182
County Operational 2003	3,303,970	(5,091)	3,298,879	3,298,572
County Operational 2002	3,191,574	(3,322)	3,188,252	3,188,062
County Operational 2001	3,084,232	(12,215)	3,072,017	3,071,946
Total Lincoln County	\$ 43,654,677	\$ 6,465	\$ 43,661,142	\$ 37,185,541
Special Projects 2010	\$ 2,865,314	\$ (9,901)	\$ 2,855,413	\$ -
Special Projects 2009	2,795,176	4,185	2,799,360	2,656,725
Special Projects 2008	2,444,117	(194)	2,443,923	2,413,185
Special Projects 2007	2,269,405	(596)	2,268,809	2,260,697
Special Projects 2006	1,989,340	755	1,990,095	1,989,256
Special Projects 2005	1,883,172	5,133	1,888,305	1,887,810
Special Projects 2004	1,700,161	5,967	1,706,128	1,705,769
Special Projects 2003	1,621,690	(1,173)	1,620,517	1,620,387
Special Projects 2002	1,503,751	(1,209)	1,502,542	1,502,427
Special Projects 2001	1,459,947	(4,161)	1,455,786	1,455,740
Total Special Projects	\$ 20,532,073	\$ (1,194)	\$ 20,530,879	\$ 17,491,995
State of New Mexico				
Debt Service 2010	\$ 1,593,908	\$ (5,509)	\$ 1,588,400	\$ -
Debt Service 2009	1,168,892	1,750	1,170,642	1,110,994
Debt Service 2008	1,112,058	(85)	1,111,973	1,096,898
Debt Service 2007	1,007,667	(282)	1,007,385	1,003,745
Debt Service 2006	933,890	347	934,237	933,863
Debt Service 2005	844,826	2,285	847,111	846,907
Debt Service 2004	635,552	2,215	637,767	637,649
Debt Service 2003	896,352	(654)	895,698	895,632
Debt Service 2002	614,077	(493)	613,584	613,538
Debt Service 2001	937,020	(2,670)	934,350	934,321
Total State of NM	\$ 9,744,242	\$ (3,093)	\$ 9,741,149	\$ 8,073,546

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
\$ 5,657,066	\$ 5,657,066	\$ 381,649	\$ 5,657,066	\$ 5,657,066	\$ 381,649
192,460	5,738,955	133,191	192,460	5,738,955	133,191
50,839	5,397,150	32,303	50,839	5,397,150	32,303
17,048	4,863,922	3,667	17,048	4,863,922	3,667
1,344	4,318,083	3,348	1,344	4,318,083	3,348
223	3,913,583	1,090	223	3,913,583	1,090
9	3,657,191	796	9	3,657,191	796
3	3,298,575	304	3	3,298,575	304
3	3,188,065	187	3	3,188,065	187
3	3,071,949	68	3	3,071,949	68
\$ 5,918,998	\$ 43,104,539	\$ 556,603	\$ 5,918,998	\$ 43,104,539	\$ 556,603
\$ 2,694,993	\$ 2,694,993	\$ 160,420	\$ 2,694,993	\$ 2,694,993	\$ 160,420
111,008	2,767,733	31,627	111,008	2,767,733	31,627
24,059	2,437,243	6,680	24,059	2,437,243	6,680
7,118	2,267,815	995	7,118	2,267,815	995
527	1,989,784	312	527	1,989,784	312
116	1,887,926	379	116	1,887,926	379
4	1,705,773	355	4	1,705,773	355
1	1,620,388	129	1	1,620,388	129
1	1,502,428	114	1	1,502,428	114
1	1,455,741	45	1	1,455,741	45
\$ 2,837,829	\$ 20,329,823	\$ 201,055	\$ 2,837,829	\$ 20,329,823	\$ 201,056
\$ 1,499,392	\$ 1,499,392	\$ 89,008	\$ 1,499,392	\$ 1,499,392	\$ 89,008
46,512	1,157,505	13,137	46,512	1,157,505	13,137
10,934	1,107,832	4,141	10,934	1,107,832	4,141
3,197	1,006,941	444	3,197	1,006,941	444
248	934,111	127	248	934,111	127
52	846,959	152	52	846,959	152
2	637,650	117	2	637,650	117
1	895,632	66	1	895,632	66
-	613,539	46	-	613,539	46
1	934,321	29	1	934,321	29
\$ 1,560,337	\$ 9,633,883	\$ 107,266	\$ 1,560,337	\$ 9,633,883	\$ 107,267

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Livestock				
Cattle 2010	\$ 44,448	\$ (66)	\$ 44,382	\$ -
Cattle 2009	56,714	(1,388)	55,326	53,883
Cattle 2008	53,644	(649)	52,995	52,671
Cattle 2007	50,119	72	50,191	49,995
Cattle 2006	41,744	(652)	41,092	41,084
Cattle 2005	38,116	(237)	37,879	37,879
Cattle 2004	30,882	(626)	30,256	30,255
Cattle 2003	33,704	(239)	33,465	33,465
Cattle 2002	39,847	(2,202)	37,645	37,645
Cattle 2001	36,823	(503)	36,320	36,320
Total Livestock	\$ 426,041	\$ (6,491)	\$ 419,550	\$ 373,197
Dairy Cattle				
Dairy Cattle 2010	\$ 25	\$ -	\$ 25	\$ -
Dairy Cattle 2009	51	-	51	51
Dairy Cattle 2008	43	-	43	43
Dairy Cattle 2007	50	(16)	34	34
Dairy Cattle 2006	79	-	79	79
Dairy Cattle 2005	116	-	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	-	294	294
Total Dairy Cattle	\$ 1,147	\$ (31)	\$ 1,116	\$ 1,091
Sheep & Goats				
Sheep & Goats 2010	\$ 767	\$ -	\$ 767	\$ -
Sheep & Goats 2009	1,374	-	1,374	1,071
Sheep & Goats 2008	1,489	(7)	1,482	1,479
Sheep & Goats 2007	1,535	(3)	1,532	1,531
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
Total Sheep & Goats	\$ 25,233	\$ (685)	\$ 24,548	\$ 23,474

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
\$ 42,219	\$ 42,219	\$ 2,163	\$ 42,219	\$ 42,219	\$ 2,163
1,005	54,888	437	1,005	54,888	437
106	52,777	218	106	52,777	218
-	49,995	196	-	49,995	196
5	41,089	3	5	41,089	3
-	37,879	-	-	37,879	-
-	30,255	1	-	30,255	1
-	33,465	(0)	-	33,465	-
-	37,645	(0)	-	37,645	-
-	36,320	-	-	36,320	-
\$ 43,336	\$ 416,533	\$ 3,017	\$ 43,336	\$ 416,533	\$ 3,018
\$ 25	\$ 25	\$ -	\$ 25	\$ 25	\$ -
-	51	-	-	51	-
-	43	-	-	43	-
-	34	-	-	34	-
-	79	-	-	79	-
-	116	-	-	116	-
-	154	-	-	154	-
-	158	-	-	158	-
-	162	-	-	162	-
-	294	-	-	294	-
\$ 25	\$ 1,116	\$ -	\$ 25	\$ 1,116	\$ -
\$ 740	\$ 740	\$ 26	\$ 740	\$ 740	\$ 26
278	1,350	24	278	1,350	24
2	1,481	-	2	1,481	-
-	1,531	1	-	1,531	1
-	2,305	-	-	2,305	-
-	2,047	-	-	2,047	-
-	2,653	1	-	2,653	1
-	3,069	-	-	3,069	-
-	4,962	-	-	4,962	-
-	4,357	-	-	4,357	-
\$ 1,021	\$ 24,495	\$ 52	\$ 1,021	\$ 24,495	\$ 52

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Equine					
Equine	2010	\$ 2,881	\$ (18)	\$ 2,863	\$ -
Equine	2009	6,813	(19)	6,794	6,335
Equine	2008	-	-	-	-
Equine	2007	5,982	(90)	5,892	5,841
Equine	2006	5,896	(108)	5,788	5,728
Equine	2005	4,671	(161)	4,510	4,505
Equine	2004	4,619	(162)	4,457	4,457
Equine	2003	3,526	(59)	3,467	3,467
Equine	2002	3,078	110	3,188	3,188
Equine	2001	2,625	(3)	2,622	2,622
Total Equine		\$ 40,091	\$ (510)	\$ 39,581	\$ 36,142
Bison					
Bison	2010	\$ 276	\$ -	\$ 276	\$ -
Bison	2009	293	-	293	286
Bison	2008	489	-	489	489
Bison	2007	28	-	28	28
Bison	2006	35	-	35	35
Bison	2005	60	-	60	60
Bison	2004	154	(66)	88	88
Bison	2003	139	-	139	139
Bison	2002	199	(13)	186	186
Bison	2001	-	-	-	-
Total Bison		\$ 1,673	\$ (79)	\$ 1,594	\$ 1,311
Predatory Control					
Predatory Control	2010	\$ 25,801	\$ (57)	\$ 25,743	\$ -
Predatory Control	2009	24,761	(206)	24,556	22,680
Predatory Control	2008	24,332	(87)	24,245	24,104
Predatory Control	2007	23,067	120	23,187	23,129
Predatory Control	2006	22,047	(201)	21,846	21,844
Predatory Control	2005	22,460	(42)	22,418	22,418
Predatory Control	2004	12,897	(434)	12,463	12,463
Predatory Control	2003	15,210	(325)	14,885	14,886
Predatory Control	2002	19,286	(1,335)	17,952	17,952
Predatory Control	2001	18,350	(327)	18,023	18,023
Total Predatory Control		\$ 208,211	\$ (2,893)	\$ 205,318	\$ 177,497

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
\$ 2,638	\$ 2,638	\$ 225	\$ 2,638	\$ 2,638	\$ 225
232	6,567	227	232	6,567	227
-	-	-	-	-	-
-	5,841	51	-	5,841	51
1	5,729	58	1	5,729	58
-	4,505	6	-	4,505	6
-	4,457	-	-	4,457	-
-	3,467	-	-	3,467	-
-	3,188	-	-	3,188	-
-	2,622	-	-	2,622	-
\$ 2,872	\$ 39,014	\$ 567	\$ 2,872	\$ 39,014	\$ 567
\$ 227	\$ 227	\$ 49	\$ 227	\$ -	\$ 49
-	286	6	-	-	6
-	489	-	-	-	-
-	28	-	-	-	-
-	35	-	-	35	-
-	60	-	-	60	-
-	88	-	-	88	-
-	139	-	-	139	-
-	186	-	-	186	-
-	-	-	-	-	-
\$ 227	\$ 1,539	\$ 55	\$ 227	\$ 508	\$ 55
\$ 24,242	\$ 24,242	\$ 1,502	\$ 24,242	\$ 24,242	\$ 1,501
1,528	24,208	348	1,528	24,208	348
73	24,177	68	73	24,177	68
-	23,129	58	-	23,129	58
1	21,845	1	1	21,845	1
-	22,418	-	-	22,418	-
-	12,463	1	-	12,463	1
-	14,886	-	-	14,886	-
-	17,952	-	-	17,952	-
-	18,023	-	-	18,023	-
\$ 25,844	\$ 203,341	\$ 1,977	\$ 25,844	\$ 203,341	\$ 1,977

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Village of Capitan					
Operational	2010	\$ 67,933	\$ (334)	\$ 67,599	\$ -
Operational	2009	27,619	(10)	27,609	25,525
Operational	2008	25,756	(37)	25,719	25,082
Operational	2007	23,907	(9)	23,898	23,724
Operational	2006	21,758	49	21,807	21,725
Operational	2005	20,173	(57)	20,116	20,077
Operational	2004	19,210	(21)	19,189	19,165
Operational	2003	17,925	(289)	17,636	17,629
Operational	2002	16,998	(47)	16,951	16,947
Operational	2001	16,553	(92)	16,461	16,461
Total Operational		\$ 257,832	\$ (846)	\$ 256,986	\$ 186,334
Debt	2010	\$ -	\$ -	\$ -	\$ -
Debt	2009	-	-	-	-
Debt	2008	-	-	-	-
Debt	2007	-	-	-	-
Debt	2006	-	-	-	-
Debt	2005	-	-	-	-
Debt	2004	-	-	-	-
Debt	2003	-	-	-	-
Debt	2002	-	-	-	-
Debt	2001	-	-	-	-
Total Debt		\$ -	\$ -	\$ -	\$ -
Village of Carrizozo					
Operational	2010	\$ 45,881	\$ (264)	\$ 45,617	\$ -
Operational	2009	44,194	(40)	44,154	38,257
Operational	2008	39,310	(23)	39,287	37,913
Operational	2007	36,567	(22)	36,545	36,194
Operational	2006	34,013	(32)	33,981	33,955
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
Total Operational		\$ 355,171	\$ (67)	\$ 355,103	\$ 301,740

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
\$ 61,655	\$ 61,655	\$ 5,943	\$ 61,655	\$ 61,655	\$ 5,943
1,122	26,647	963	1,122	26,647	963
418	25,499	220	418	25,499	220
114	23,838	60	114	23,838	60
29	21,754	53	29	21,754	53
5	20,082	34	5	20,082	34
1	19,166	23	1	19,166	23
-	17,629	8	-	17,629	8
-	16,947	4	-	16,947	4
-	16,461	-	-	16,461	-
\$ 63,344	\$ 249,678	\$ 7,307	\$ 63,344	\$ 249,678	\$ 7,308
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 39,772	\$ 39,772	\$ 5,844	\$ 39,772	\$ 39,772	\$ 5,844
3,088	41,345	2,809	3,088	41,345	2,809
1,022	38,935	353	1,022	38,935	353
330	36,525	20	330	36,525	20
3	33,958	23	3	33,958	23
-	32,729	26	-	32,729	26
-	32,043	27	-	32,043	27
-	31,441	17	-	31,441	17
-	30,244	15	-	30,244	15
-	28,964	14	-	28,964	14
\$ 44,215	\$ 345,955	\$ 9,148	\$ 44,215	\$ 345,955	\$ 9,148

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Village of Carrizozo					
Debt	2010	\$ -	\$ -	\$ -	\$ -
Debt	2009	-	-	-	-
Debt	2008	-	-	-	-
Debt	2007	-	-	-	-
Debt	2006	-	-	-	-
Debt	2005	-	-	-	-
Debt	2004	-	-	-	-
Debt	2003	-	-	-	-
Debt	2002	-	-	-	-
Debt	2001	-	-	-	-
Total Debt		\$ -	\$ -	\$ -	\$ -
Village of Corona					
Operational	2010	\$ 10,817	\$ -	\$ 10,817	\$ -
Operational	2009	10,485	-	10,485	10,218
Operational	2008	8,520	(4)	8,516	8,478
Operational	2007	7,911	(52)	7,859	7,823
Operational	2006	7,332	-	7,332	7,332
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
Total Operational		\$ 77,765	\$ 170	\$ 77,936	\$ 66,776
Debt	2010	\$ -	\$ -	\$ -	\$ -
Debt	2009	-	-	-	-
Debt	2008	-	-	-	-
Debt	2007	-	-	-	-
Debt	2006	-	-	-	-
Debt	2005	-	-	-	-
Debt	2004	-	-	-	-
Debt	2003	-	-	-	-
Debt	2002	-	-	-	-
Debt	2001	-	-	-	-
Total Debt		\$ -	\$ -	\$ -	\$ -

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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 10,582	\$ 10,582	\$ 234	\$ 10,582	\$ 10,582	\$ 234
233	10,451	34	233	10,451	34
37	8,515	1	37	8,515	1
-	7,823	36	-	7,823	36
-	7,332	-	-	7,332	-
-	9,070	1	-	9,070	1
-	6,553	-	-	6,553	-
-	5,945	0	-	5,945	-
-	5,906	-	-	5,906	-
-	5,451	-	-	5,451	-
\$ 10,852	\$ 77,628	\$ 307	\$ 10,852	\$ 77,628	\$ 306
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Village of Ruidoso					
Operational	2010	\$ 2,195,648	\$ (2,649)	\$ 2,192,999	\$ -
Operational	2009	2,146,067	(4,701)	2,141,366	2,032,013
Operational	2008	2,000,847	460	2,001,307	1,972,036
Operational	2007	1,810,503	(1,935)	1,808,568	1,799,641
Operational	2006	1,583,772	331	1,584,103	1,582,781
Operational	2005	1,450,824	(286)	1,450,538	1,450,193
Operational	2004	1,383,656	986	1,384,642	1,384,425
Operational	2003	1,290,466	870	1,291,336	1,291,228
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
Total Operational		\$ 16,300,616	\$ (15,368)	\$ 16,285,248	\$ 13,942,569
Debt	2010	\$ -	\$ -	\$ -	\$ -
Debt	2009	-	-	-	-
Debt	2008	-	-	-	-
Debt	2007	-	-	-	-
Debt	2006	-	-	-	-
Debt	2005	-	-	-	-
Debt	2004	-	-	-	-
Debt	2003	301,751	297	302,048	302,022
Debt	2002	672,409	(926)	671,483	671,426
Debt	2001	658,654	(3,008)	655,646	655,623
Total Debt		\$ 1,632,814	\$ (3,637)	\$ 1,629,177	\$ 1,629,071
Village of Ruidoso Downs					
Operational	2010	\$ 277,398	\$ (643)	\$ 276,755	\$ -
Operational	2009	264,157	(1,241)	262,916	236,958
Operational	2008	242,528	(2,578)	239,950	233,245
Operational	2007	222,198	(277)	221,921	220,598
Operational	2006	199,114	(269)	198,845	198,447
Operational	2005	185,274	(747)	184,527	184,384
Operational	2004	177,538	(447)	177,091	177,001
Operational	2003	159,774	(302)	159,472	159,458
Operational	2002	155,317	(458)	154,859	154,832
Operational	2001	153,241	(462)	152,779	152,751
Total Operational		\$ 2,036,539	\$ (7,423)	\$ 2,029,116	\$ 1,717,675

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
\$ 2,062,360	\$ 2,062,360	\$ 130,639	\$ 2,062,360	\$ 2,062,360	\$ 130,639
72,701	2,104,714	36,652	72,701	2,104,714	36,652
21,035	1,993,071	8,236	21,035	1,993,071	8,236
7,803	1,807,444	1,124	7,803	1,807,444	1,124
506	1,583,287	816	506	1,583,287	816
28	1,450,221	317	28	1,450,221	317
2	1,384,427	215	2	1,384,427	215
2	1,291,230	106	2	1,291,230	106
2	1,244,674	95	2	1,244,674	95
2	1,185,583	36	2	1,185,583	36
\$ 2,164,442	\$ 16,107,011	\$ 178,237	\$ 2,164,442	\$ 16,107,011	\$ 178,236
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	302,022	26	-	302,022	26
1	671,427	56	1	671,427	56
1	655,624	22	1	655,624	22
\$ 2	\$ 1,629,073	\$ 104	\$ 2	\$ 1,629,073	\$ 104
\$ 243,633	\$ 243,633	\$ 33,122	\$ 243,633	\$ 243,633	\$ 33,122
13,800	250,758	12,159	13,800	250,758	12,159
5,881	239,126	824	5,881	239,126	824
1,139	221,737	184	1,139	221,737	184
127	198,574	271	127	198,574	271
28	184,412	115	28	184,412	115
-	177,001	90	-	177,001	90
-	159,458	14	-	159,458	14
-	154,832	27	-	154,832	27
-	152,751	28	-	152,751	28
\$ 264,607	\$ 1,982,282	\$ 46,834	\$ 264,607	\$ 1,982,282	\$ 46,834

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Village of Ruidoso Downs					
Debt	2010	\$ 136,409	\$ (252)	\$ 136,157	\$ -
Debt	2009	143,186	(592)	142,595	128,796
Debt	2008	110,560	(985)	109,575	104,364
Debt	2007	48,165	(82)	48,083	47,760
Debt	2006	-	-	-	-
Debt	2005	-	-	-	-
Debt	2004	-	-	-	-
Debt	2003	-	-	-	-
Debt	2002	-	-	-	-
Debt	2001	-	-	-	-
	Total Debt	\$ 438,320	\$ (1,911)	\$ 436,410	\$ 280,919
Eastern NM University - Ruidoso					
Advalorem	2010	\$ 1,004,503	\$ (1,499)	\$ 1,003,004	\$ -
Advalorem	2009	985,813	(2,101)	983,712	925,244
Advalorem	2008	898,344	(352)	897,992	883,876
Advalorem	2007	813,791	(772)	813,019	809,168
Advalorem	2006	703,195	106	703,301	702,527
Advalorem	2005	643,543	(689)	642,854	642,604
Advalorem	2004	610,052	175	610,227	610,063
Advalorem	2003	565,306	389	565,695	565,648
Advalorem	2002	545,508	(716)	544,792	544,748
Advalorem	2001	525,412	(2,451)	522,961	522,939
	Total Advalorem	\$ 7,295,467	\$ (7,910)	\$ 7,287,557	\$ 6,206,816
Capitan Schools					
Operational	2010	\$ 87,120	\$ (85)	\$ 87,035	\$ -
Operational	2009	85,249	(26)	85,222	81,783
Operational	2008	77,743	16	77,759	76,804
Operational	2007	70,045	(35)	70,010	69,873
Operational	2006	60,693	(2)	60,691	60,669
Operational	2005	53,983	(166)	53,817	53,807
Operational	2004	48,912	(20)	48,892	48,888
Operational	2003	44,764	(146)	44,618	44,618
Operational	2002	42,612	(25)	42,587	42,587
Operational	2001	39,894	(85)	39,809	39,809
	Total Operational	\$ 611,015	\$ (573)	\$ 610,441	\$ 518,838

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
\$ 120,496	\$ 120,496	\$ 15,662	\$ 120,496	\$ 120,496	\$ 15,662
7,242	136,037	6,557	7,242	136,037	6,557
2,610	106,974	2,601	2,610	106,974	2,601
248	48,008	75	248	48,008	75
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 130,596	\$ 411,515	\$ 24,895	\$ 130,596	\$ 411,515	\$ 24,895
\$ 934,589	\$ 934,589	\$ 68,416	\$ 934,589	\$ 934,589	\$ 68,416
39,907	965,150	18,561	39,907	965,150	18,561
9,862	893,737	4,254	9,862	893,737	4,254
3,255	812,423	596	3,255	812,423	595
263	702,790	512	263	702,790	512
43	642,647	207	43	642,647	207
1	610,064	163	1	610,064	163
1	565,649	47	1	565,649	47
1	544,749	43	1	544,749	43
1	522,940	21	1	522,940	21
\$ 987,920	\$ 7,194,736	\$ 92,821	\$ 987,920	\$ 7,194,736	\$ 92,819
\$ 83,474	\$ 83,474	\$ 3,562	\$ 83,474	\$ 83,474	\$ 3,562
2,109	83,892	1,331	2,109	83,892	1,331
544	77,348	411	544	77,348	411
122	69,995	16	122	69,995	16
10	60,680	12	10	60,680	12
4	53,811	5	4	53,811	5
-	48,888	4	-	48,888	4
-	44,618	-	-	44,618	-
-	42,587	-	-	42,587	-
-	39,809	-	-	39,809	-
\$ 86,263	\$ 605,101	\$ 5,340	\$ 86,263	\$ 605,101	\$ 5,341

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Capitan Schools				
Debt Service 2010	\$ 202,490	\$ (149)	\$ 202,341	\$ -
Debt Service 2009	225,220	(37)	225,183	216,670
Debt Service 2008	237,876	136	238,012	235,564
Debt Service 2007	245,636	(111)	245,525	245,053
Debt Service 2006	255,406	(21)	255,385	255,289
Debt Service 2005	263,222	(625)	262,597	262,549
Debt Service 2004	271,605	(90)	271,515	271,494
Debt Service 2003	280,425	(773)	279,652	279,651
Debt Service 2002	293,310	(85)	293,225	293,225
Debt Service 2001	344,013	(528)	343,485	343,485
Total Debt Service	\$ 2,619,203	\$ (2,283)	\$ 2,616,920	\$ 2,402,979
Capital Improvments 2010	\$ 690,015	\$ (508)	\$ 689,507	\$ -
Capital Improvments 2009	676,336	(111)	676,225	650,661
Capital Improvments 2008	586,299	337	586,636	580,616
Capital Improvments 2007	539,859	(245)	539,614	538,577
Capital Improvments 2006	472,975	(37)	472,938	472,760
Capital Improvments 2005	425,858	(1,024)	424,834	424,757
Capital Improvments 2004	396,793	(130)	396,663	396,631
Capital Improvments 2003	361,864	(939)	360,925	360,922
Capital Improvments 2002	343,656	(102)	343,554	343,554
Capital Improvments 2001	328,414	(504)	327,910	327,910
Total Cap. Imp.	\$ 4,822,069	\$ (3,264)	\$ 4,818,805	\$ 4,096,390
Ed Tech Debt 2010	\$ 181,029	\$ (133)	\$ 180,896	\$ -
Ed Tech Debt 2009	-	-	-	-
Ed Tech Debt 2008	-	-	-	-
Ed Tech Debt 2007	-	-	-	-
Ed Tech Debt 2006	-	-	-	-
Ed Tech Debt 2005	-	-	-	-
Ed Tech Debt 2004	-	-	-	-
Ed Tech Debt 2003	-	-	-	-
Ed Tech Debt 2002	-	-	-	-
Ed Tech Debt 2001	-	-	-	-
Total Cap. Imp.	\$ 181,029	\$ (133)	\$ 180,896	\$ -

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
\$ 194,548	\$ 194,548	\$ 7,793	\$ 194,548	\$ 194,548	\$ 7,793
5,272	221,942	3,241	5,272	221,942	3,241
1,418	236,982	1,030	1,418	236,982	1,030
413	245,466	59	413	245,466	59
43	255,332	54	43	255,332	54
19	262,568	28	19	262,568	28
2	271,496	19	2	271,496	19
-	279,651	1	-	279,651	1
-	293,225	-	-	293,225	-
-	343,485	-	-	343,485	-
\$ 201,716	\$ 2,604,695	\$ 12,225	\$ 201,716	\$ 2,604,695	\$ 12,225
\$ 662,942	\$ 662,942	\$ 26,565	\$ 662,942	\$ 662,942	\$ 26,565
15,833	666,494	9,731	15,833	666,494	9,731
3,493	584,109	2,527	3,493	584,109	2,527
907	539,484	130	907	539,484	130
80	472,841	97	80	472,841	97
31	424,788	46	31	424,788	46
3	396,634	29	3	396,634	29
-	360,922	2	-	360,922	2
-	343,554	-	-	343,554	-
-	327,910	-	-	327,910	-
\$ 683,289	\$ 4,779,679	\$ 39,127	\$ 683,289	\$ 4,779,679	\$ 39,127
\$ 173,930	\$ 173,930	\$ 6,966	\$ 173,930	\$ 173,930	\$ 6,966
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 173,930	\$ 173,930	\$ 6,966	\$ 173,930	\$ 173,930	\$ 6,966

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Carrizozo Schools					
Operational	2010	\$ 18,354	\$ (186)	\$ 18,168	\$ -
Operational	2009	17,421	56	17,477	16,428
Operational	2008	16,175	(512)	15,663	15,374
Operational	2007	14,865	103	14,968	14,923
Operational	2006	13,820	11	13,831	13,822
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
Total Operational		\$ 140,724	\$ 874	\$ 141,598	\$ 122,030
Debt Service	2010	\$ 278,140	\$ (2,540)	\$ 275,600	\$ -
Debt Service	2009	262,946	875	263,821	247,129
Debt Service	2008	247,154	(7,165)	239,990	235,326
Debt Service	2007	196,435	1,210	197,645	196,985
Debt Service	2006	167,192	112	167,304	167,144
Debt Service	2005	173,117	12,425	185,542	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
Total Debt Service		\$ 1,994,044	\$ 8,920	\$ 2,002,964	\$ 1,705,050
Capital Improvements	2010	\$ 83,751	\$ (755)	\$ 82,996	\$ -
Capital Improvements	2009	79,773	266	80,040	74,947
Capital Improvements	2008	73,868	(2,082)	71,786	70,274
Capital Improvements	2007	67,736	417	68,153	67,926
Capital Improvements	2006	62,815	41	62,856	62,796
Capital Improvements	2005	58,887	4,248	63,135	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
Total Cap. Imp.		\$ 643,237	\$ 3,443	\$ 646,680	\$ 556,747

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
\$ 16,988	\$ 16,988	\$ 1,179	\$ 16,988	\$ 16,988	\$ 1,179
547	16,976	501	547	16,976	501
198	15,572	92	198	15,572	92
36	14,960	8	36	14,960	8
-	13,822	9	-	13,822	9
-	13,843	3	-	13,843	3
-	13,326	2	-	13,326	2
-	12,080	1	-	12,080	1
-	11,197	1	-	11,197	1
-	11,037	1	-	11,037	1
\$ 17,770	\$ 139,801	\$ 1,797	\$ 17,770	\$ 139,801	\$ 1,797
\$ 257,003	\$ 257,003	\$ 18,597	\$ 257,003	\$ 257,003	\$ 18,597
8,659	255,788	8,034	8,659	255,788	8,034
3,224	238,550	1,439	3,224	238,550	1,439
540	197,525	121	540	197,525	121
3	167,147	157	3	167,147	157
-	185,506	36	-	185,506	36
-	187,467	38	-	187,467	38
-	176,620	29	-	176,620	29
-	167,924	19	-	167,924	19
-	140,949	16	-	140,949	16
\$ 269,429	\$ 1,974,478	\$ 28,486	\$ 269,429	\$ 1,974,478	\$ 28,486
\$ 77,372	\$ 77,372	\$ 5,623	\$ 77,372	\$ 77,372	\$ 5,623
2,640	77,587	2,453	2,640	77,587	2,453
980	71,254	532	980	71,254	532
186	68,112	42	186	68,112	42
1	62,797	59	1	62,797	59
-	63,123	12	-	63,123	12
-	60,571	11	-	60,571	11
-	56,122	11	-	56,122	11
-	50,801	6	-	50,801	6
-	50,187	6	-	50,187	6
\$ 81,179	\$ 637,926	\$ 8,755	\$ 81,179	\$ 637,926	\$ 8,755

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Corona Schools					
Operational	2010	\$ 15,982	\$ (784)	\$ 15,198	\$ -
Operational	2009	15,172	1,212	16,383	16,022
Operational	2008	13,978	515	14,493	14,462
Operational	2007	12,150	55	12,205	12,190
Operational	2006	12,190	210	12,400	12,399
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
Total Operational		\$ 119,267	\$ 2,278	\$ 121,545	\$ 105,939
Debt Service	2010	\$ 82,865	\$ (4,033)	\$ 78,832	\$ -
Debt Service	2009	88,388	7,016	95,404	93,294
Debt Service	2008	85,263	3,306	88,569	88,376
Debt Service	2007	82,460	370	82,830	82,737
Debt Service	2006	81,378	1,383	82,761	82,761
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
Total Debt Service		\$ 761,538	\$ 16,373	\$ 777,911	\$ 696,683
Capital Improvements	2010	\$ 64,310	\$ (3,135)	\$ 61,175	\$ -
Capital Improvements	2009	61,062	4,847	65,909	64,452
Capital Improvements	2008	56,066	2,022	58,088	57,962
Capital Improvements	2007	48,851	219	49,070	49,015
Capital Improvements	2006	49,290	838	50,128	50,128
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
Total Cap. Imp.		\$ 480,875	\$ 9,080	\$ 489,956	\$ 427,141

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
\$ 15,066	\$ 15,066	\$ 132	\$ 15,066	\$ 15,066	\$ 132
323	16,345	39	323	16,345	39
22	14,483	10	22	14,483	10
-	12,190	15	-	12,190	15
-	12,399	-	-	12,399	-
-	11,891	-	-	11,891	-
-	10,231	-	-	10,231	-
-	9,827	-	-	9,827	-
-	9,409	-	-	9,409	-
-	9,508	-	-	9,508	-
\$ 15,410	\$ 121,349	\$ 196	\$ 15,410	\$ 121,349	\$ 196
\$ 78,012	\$ 78,012	\$ 820	\$ 78,012	\$ 78,012	\$ 820
1,881	95,175	229	1,881	95,175	229
134	88,510	58	134	88,510	58
-	82,737	93	-	82,737	93
-	82,761	-	-	82,761	-
-	82,027	-	-	82,027	-
-	85,225	-	-	85,225	-
-	51,139	-	-	51,139	-
-	77,481	-	-	77,481	-
-	53,644	-	-	53,644	-
\$ 80,028	\$ 776,710	\$ 1,200	\$ 80,028	\$ 776,710	\$ 1,200
\$ 60,618	\$ 60,618	\$ 557	\$ 60,618	\$ 60,618	\$ 557
1,300	65,751	158	1,300	65,751	158
88	58,050	38	88	58,050	38
-	49,015	55	-	49,015	55
-	50,128	-	-	50,128	-
-	48,407	-	-	48,407	-
-	41,271	-	-	41,271	-
-	39,628	-	-	39,628	-
-	37,948	-	-	37,948	-
-	38,331	-	-	38,331	-
\$ 62,006	\$ 489,147	\$ 809	\$ 62,006	\$ 489,147	\$ 808

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Hondo Valley Public Schools				
Operational 2010	\$ 14,397	\$ (234)	\$ 14,163	\$ -
Operational 2009	13,655	112	13,767	13,081
Operational 2008	12,438	48	12,486	12,281
Operational 2007	12,621	37	12,658	12,585
Operational 2006	10,468	44	10,512	10,495
Operational 2005	10,230	(14)	10,216	10,202
Operational 2004	9,777	61	9,838	9,826
Operational 2003	8,812	(20)	8,792	8,785
Operational 2002	8,026	(93)	7,933	7,929
Operational 2001	7,985	4	7,989	7,989
Total Operational	\$ 108,409	\$ (55)	\$ 108,354	\$ 93,173
Debt Service 2010	\$ 206,583	\$ (3,414)	\$ 203,169	\$ -
Debt Service 2009	207,777	1,782	209,559	199,147
Debt Service 2008	150,090	436	150,526	148,166
Debt Service 2007	171,017	495	171,512	170,515
Debt Service 2006	156,734	630	157,364	157,119
Debt Service 2005	143,941	(214)	143,727	143,526
Debt Service 2004	111,667	754	112,421	112,300
Debt Service 2003	140,075	(304)	139,771	139,624
Debt Service 2002	116,888	(1,286)	115,602	115,525
Debt Service 2001	73,772	(24)	73,748	73,744
Total Debt Service	\$ 1,478,544	\$ (1,145)	\$ 1,477,399	\$ 1,259,667
Capital Improvements 2010	\$ 57,604	\$ (938)	\$ 56,666	\$ -
Capital Improvements 2009	54,637	449	55,086	52,338
Capital Improvements 2008	49,733	131	49,864	49,125
Capital Improvements 2007	50,966	147	51,113	50,817
Capital Improvements 2006	43,254	174	43,428	43,361
Capital Improvements 2005	43,193	(64)	43,129	43,067
Capital Improvements 2004	40,568	276	40,844	40,799
Capital Improvements 2003	38,183	(83)	38,100	38,059
Capital Improvements 2002	35,017	(386)	34,631	34,610
Capital Improvements 2001	31,942	16	31,958	31,957
Total Cap. Imp.	\$ 445,097	\$ (278)	\$ 444,819	\$ 384,134

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
\$ 13,289	\$ 13,289	\$ 874	\$ 13,289	\$ 13,289	\$ 874
424	13,504	263	424	13,504	263
127	12,408	78	127	12,408	78
41	12,626	32	41	12,626	32
0	10,496	16	0	10,496	16
-	10,202	14	-	10,202	14
-	9,826	12	-	9,826	12
-	8,785	7	-	8,785	7
-	7,929	4	-	7,929	4
-	7,989	-	-	7,989	-
\$ 13,881	\$ 107,054	\$ 1,301	\$ 13,881	\$ 107,054	\$ 1,300
\$ 190,681	\$ 190,681	\$ 12,488	\$ 190,681	\$ 190,681	\$ 12,488
6,464	205,611	3,948	6,464	205,611	3,948
1,530	149,696	830	1,530	149,696	830
551	171,066	445	551	171,066	445
5	157,124	240	5	157,124	240
-	143,526	201	-	143,526	201
-	112,300	121	-	112,300	121
-	139,624	147	-	139,624	147
-	115,525	77	-	115,525	77
-	73,744	4	-	73,744	4
\$ 199,230	\$ 1,458,897	\$ 18,502	\$ 199,230	\$ 1,458,897	\$ 18,501
\$ 53,168	\$ 53,168	\$ 3,498	\$ 53,168	\$ 53,168	\$ 3,498
1,696	54,034	1,052	1,696	54,034	1,052
507	49,631	232	507	49,631	232
164	50,982	132	164	50,982	132
1	43,363	65	1	43,363	65
-	43,067	62	-	43,067	62
-	40,799	45	-	40,799	45
-	38,059	41	-	38,059	41
-	34,610	21	-	34,610	21
-	31,957	1	-	31,957	1
\$ 55,537	\$ 439,670	\$ 5,149	\$ 55,537	\$ 439,670	\$ 5,149

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Ruidoso Schools				
Operational 2010	\$ 196,029	\$ (365)	\$ 195,664	\$ -
Operational 2009	190,378	(484)	189,894	177,655
Operational 2008	173,171	(57)	173,114	170,027
Operational 2007	156,180	(119)	156,061	155,212
Operational 2006	135,077	37	135,114	135,029
Operational 2005	125,130	(145)	124,985	124,941
Operational 2004	117,820	23	117,843	117,815
Operational 2003	109,482	30	109,512	109,504
Operational 2002	105,609	(158)	105,451	105,445
Operational 2001	100,289	(553)	99,736	99,732
Total Operational	\$ 1,409,165	\$ (1,791)	\$ 1,407,374	\$ 1,195,360
Debt Service 2010	\$ 2,791,662	\$ (4,121)	\$ 2,787,541	\$ -
Debt Service 2009	2,662,125	(5,686)	2,656,440	2,498,400
Debt Service 2008	2,967,321	(1,198)	2,966,123	2,920,150
Debt Service 2007	2,784,900	(2,750)	2,782,150	2,769,344
Debt Service 2006	2,414,806	336	2,415,142	2,413,525
Debt Service 2005	1,321,608	(1,400)	1,320,208	1,319,696
Debt Service 2004	1,218,784	390	1,219,174	1,218,833
Debt Service 2003	1,202,703	1,021	1,203,724	1,203,619
Debt Service 2002	1,544,527	(1,894)	1,542,633	1,542,504
Debt Service 2001	1,494,570	(6,197)	1,488,373	1,488,308
Total Debt Service	\$ 20,403,006	\$ (21,499)	\$ 20,381,507	\$ 17,374,378
Capital Improvements 2010	\$ 1,134,647	\$ (1,653)	\$ 1,132,994	\$ -
Capital Improvements 2009	1,105,390	(1,381)	1,104,009	1,038,524
Capital Improvements 2008	1,007,841	(407)	1,007,434	991,732
Capital Improvements 2007	943,075	(931)	942,144	937,808
Capital Improvements 2006	797,405	90	797,495	796,960
Capital Improvements 2005	741,470	(766)	740,704	740,407
Capital Improvements 2004	701,256	223	701,479	701,283
Capital Improvements 2003	669,843	568	670,411	670,352
Capital Improvements 2002	626,583	(769)	625,814	625,762
Capital Improvements 2001	611,996	(2,541)	609,455	609,429
Total Cap. Imp.	\$ 8,339,506	\$ (7,565)	\$ 8,331,941	\$ 7,112,257

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
\$ 180,670	\$ 180,670	\$ 14,993	\$ 180,670	\$ 180,670	\$ 14,993
8,417	186,072	3,822	8,417	186,072	3,822
2,033	172,060	1,054	2,033	172,060	1,054
734	155,946	114	734	155,946	114
58	135,086	27	58	135,086	27
8	124,949	36	8	124,949	36
-	117,816	28	-	117,816	28
-	109,504	8	-	109,504	8
-	105,445	7	-	105,445	7
-	99,732	4	-	99,732	4
\$ 191,920	\$ 1,387,281	\$ 20,093	\$ 191,920	\$ 1,387,281	\$ 20,093
\$ 2,598,422	\$ 2,598,422	\$ 189,119	\$ 2,598,422	\$ 2,598,422	\$ 189,119
107,868	2,606,268	50,172	107,868	2,606,268	50,172
32,172	2,952,322	13,801	32,172	2,952,322	13,801
10,759	2,780,103	2,046	10,759	2,780,103	2,046
889	2,414,414	728	889	2,414,414	728
88	1,319,784	424	88	1,319,784	424
1	1,218,834	340	1	1,218,834	340
1	1,203,620	104	1	1,203,620	104
2	1,542,506	128	2	1,542,506	128
1	1,488,309	64	1	1,488,309	64
\$ 2,750,203	\$ 20,124,581	\$ 256,926	\$ 2,750,203	\$ 20,124,581	\$ 256,926
\$ 1,056,617	\$ 1,056,617	\$ 76,377	\$ 1,056,617	\$ 1,056,617	\$ 76,377
44,022	1,082,546	21,464	44,022	1,082,546	21,464
10,926	1,002,658	4,776	10,926	1,002,658	4,776
3,644	941,451	693	3,644	941,451	693
283	797,243	252	283	797,243	252
50	740,458	247	50	740,458	247
1	701,284	196	1	701,284	196
1	670,352	59	1	670,352	59
1	625,763	51	1	625,763	51
1	609,430	25	1	609,430	25
\$ 1,115,545	\$ 8,227,802	\$ 104,139	\$ 1,115,545	\$ 8,227,802	\$ 104,140

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency		Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Ruidoso Schools					
Ed Tech Debt	2010	\$ 652,505	\$ (963)	\$ 651,542	\$ -
Ed Tech Debt	2009	714,159	(2,421)	711,738	670,242
Ed Tech Debt	2008	-	-	-	-
Ed Tech Debt	2007	-	-	-	-
Ed Tech Debt	2006	-	-	-	-
Ed Tech Debt	2005	-	-	-	-
Ed Tech Debt	2004	-	-	-	-
Ed Tech Debt	2003	-	-	-	-
Ed Tech Debt	2002	-	-	-	-
Ed Tech Debt	2001	-	-	-	-
Total Ed. Tech Debt		\$ 1,366,664	\$ (3,384)	\$ 1,363,280	\$ 670,242
Lincoln County Medical Center					
Levy	2010	\$ 2,010,468	\$ (6,848)	\$ 2,003,619	\$ -
Levy	2009	1,952,772	2,821	1,955,593	1,856,712
Levy	2008	1,779,389	(119)	1,779,270	1,755,178
Levy	2007	1,732,400	(406)	1,731,994	1,725,753
Levy	2006	1,519,158	1,192	1,520,350	1,519,237
Levy	2005	1,403,217	3,928	1,407,145	1,406,679
Levy	2004	1,297,710	4,507	1,302,217	1,301,872
Levy	2003	646,429	(448)	645,981	645,936
Levy	2002	1,148,255	(923)	1,147,332	1,147,247
Levy	2001	1,115,300	(3,261)	1,112,039	1,112,005
Total LCMC		\$ 14,605,098	\$ 442	\$ 14,605,540	\$ 12,470,619
Rural Clinics					
Levy	2010	\$ 602,836	\$ (2,103)	\$ 600,733	\$ -
Levy	2009	585,689	847	586,536	556,872
Levy	2008	533,701	(52)	533,649	526,438
Levy	2007	412,626	(96)	412,530	411,043
Levy	2006	361,712	281	361,993	361,730
Levy	2005	333,517	941	334,458	334,342
Levy	2004	308,980	1,072	310,052	310,016
Levy	2003	518,549	(353)	518,196	518,162
Levy	2002	492,121	(384)	491,737	491,701
Levy	2001	477,995	(1,394)	476,601	476,587
Total Rural Clinics		\$ 4,627,726	\$ (1,242)	\$ 4,626,484	\$ 3,986,889

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
\$ 607,337	\$ 607,337	\$ 44,205	\$ 607,337	\$ 607,337	\$ 44,205
28,938	699,180	12,558	28,938	699,180	12,558
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 636,275	\$ 1,306,517	\$ 56,763	\$ 636,275	\$ 1,306,517	\$ 56,763
\$ 1,891,277	\$ 1,891,277	\$ 112,342	\$ 1,891,277	\$ 1,891,277	\$ 112,344
65,156	1,921,868	33,725	65,156	1,921,868	33,725
16,050	1,771,228	8,043	16,050	1,771,228	8,043
5,145	1,730,898	1,095	5,145	1,730,898	1,095
403	1,519,640	710	403	1,519,640	710
87	1,406,766	379	87	1,406,766	379
3	1,301,875	342	3	1,301,875	342
-	645,937	44	-	645,937	44
1	1,147,248	84	1	1,147,248	84
1	1,112,006	33	1	1,112,006	33
\$ 1,978,122	\$ 14,448,741	\$ 156,798	\$ 1,978,122	\$ 14,448,741	\$ 156,799
\$ 567,087	\$ 567,087	\$ 33,645	\$ 567,087	\$ 567,087	\$ 33,645
19,547	576,418	10,117	19,547	576,418	10,117
4,815	531,253	2,396	4,815	531,253	2,396
1,225	412,268	262	1,225	412,268	262
96	361,826	167	96	361,826	167
21	334,362	96	21	334,362	96
1	310,017	36	1	310,017	36
-	518,162	34	-	518,162	34
-	491,701	36	-	491,701	36
-	476,587	14	-	476,587	14
\$ 592,791	\$ 4,579,681	\$ 46,803	\$ 592,791	\$ 4,579,681	\$ 46,803

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Alpine Village Sanitation				
Levy 2010	\$ 36,690	\$ -	\$ 36,690	\$ -
Levy 2009	36,168	-	36,168	35,260
Levy 2008	34,506	(5)	34,501	34,190
Levy 2007	32,515	-	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	-	28,852	28,852
Levy 2003	27,986	-	27,986	27,986
Levy 2002	27,655	-	27,655	27,655
Levy 2001	27,381	-	27,381	27,381
Total Alpine Village	\$ 312,922	\$ 701	\$ 313,623	\$ 275,508
Sun Valley Sanitation				
Levy 2010	\$ 57,824	\$ -	\$ 57,824	\$ -
Levy 2009	57,823	-	57,823	55,409
Levy 2008	55,070	-	55,070	53,543
Levy 2007	56,326	-	56,326	56,277
Levy 2006	46,409	(130)	46,279	46,279
Levy 2005	37,686	-	37,686	37,686
Levy 2004	37,111	-	37,111	37,111
Levy 2003	35,975	(543)	35,432	35,432
Levy 2002	35,571	-	35,571	35,571
Levy 2001	39,178	-	39,178	39,178
Total Sun Valley	\$ 458,973	\$ (673)	\$ 458,300	\$ 396,486
Alto Lakes Conserv. Dist.				
Levy 2010	\$ -	\$ -	\$ -	\$ -
Levy 2009	-	-	-	-
Levy 2008	-	-	-	-
Levy 2007	43,605	-	43,605	43,594
Levy 2006	43,671	(35)	43,636	43,630
Levy 2005	40,019	(54)	39,965	39,964
Levy 2004	-	-	-	-
Levy 2003	-	-	-	-
Levy 2002	-	-	-	-
Levy 2001	-	-	-	-
Total Alto Lakes	\$ 127,295	\$ (89)	\$ 127,206	\$ 127,188

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
\$ 35,110	\$ 35,110	\$ 1,580	\$ 35,110	\$ 35,110	\$ 1,580
609	35,870	299	609	35,870	299
68	34,259	242	68	34,259	242
204	32,515	-	204	32,515	-
-	32,028	-	-	32,028	-
-	29,844	2	-	29,844	2
-	28,852	-	-	28,852	-
-	27,986	-	-	27,986	-
-	27,655	-	-	27,655	-
-	27,381	-	-	27,381	-
\$ 35,992	\$ 311,500	\$ 2,123	\$ 35,992	\$ 311,500	\$ 2,123
\$ 55,864	\$ 55,864	\$ 1,960	\$ 55,864	\$ 55,864	\$ 1,960
512	55,921	1,902	512	55,921	1,902
45	53,588	1,482	45	53,588	1,482
50	56,326	-	50	56,326	-
-	46,279	-	-	46,279	-
-	37,686	-	-	37,686	-
-	37,111	-	-	37,111	-
-	35,432	-	-	35,432	-
-	35,571	-	-	35,571	-
-	39,178	-	-	39,178	-
\$ 56,470	\$ 452,956	\$ 5,344	\$ 56,470	\$ 452,956	\$ 5,344
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
11	43,605	-	11	43,605	-
-	43,630	6	-	43,630	6
-	39,964	1	-	39,964	1
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 11	\$ 127,199	\$ 7	\$ 11	\$ 127,199	\$ 7

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Carrizozo Soil & Water				
Levy 2010	\$ 37,898	\$ (1,284)	\$ 36,614	\$ -
Levy 2009	34,670	1,169	35,838	34,814
Levy 2008	41,313	(631)	40,682	40,388
Levy 2007	27,273	247	27,520	27,505
Levy 2006	27,125	321	27,446	27,438
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
Total Carrizozo S & W	\$ 277,897	\$ 3,453	\$ 281,350	\$ 243,394
Chaves County Soil & Water				
Levy 2010	\$ 2,310	\$ -	\$ 2,310	\$ -
Levy 2009	2,347	-	2,347	2,162
Levy 2008	2,021	-	2,021	2,011
Levy 2007	1,987	-	1,987	1,982
Levy 2006	1,971	-	1,971	1,969
Levy 2005	1,909	-	1,909	1,909
Levy 2004	1,863	-	1,863	1,863
Levy 2003	1,871	-	1,871	1,871
Levy 2002	1,918	-	1,918	1,918
Levy 2001	1,909	-	1,909	1,909
Total Chaves County SW	\$ 20,105	\$ -	\$ 20,105	\$ 17,595
Claunch/Pinto Soil & Water				
Levy 2010	\$ 2,389	\$ -	\$ 2,389	\$ -
Levy 2009	2,484	-	2,484	2,455
Levy 2008	1,597	-	1,597	1,578
Levy 2007	1,230	-	1,230	1,229
Levy 2006	1,345	-	1,345	1,345
Levy 2005	1,266	-	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
Total Claunch/Pinto	\$ 14,908	\$ (32)	\$ 14,876	\$ 12,437

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
\$ 35,954	\$ 35,954	\$ 659	\$ 35,954	\$ 35,954	\$ 659
659	35,473	366	659	35,473	366
197	40,585	98	197	40,585	98
12	27,516	4	12	27,516	4
-	27,438	8	-	27,438	8
-	27,035	-	-	27,035	-
-	24,299	-	-	24,299	-
-	22,153	-	-	22,153	-
-	20,077	-	-	20,077	-
-	19,686	-	-	19,686	-
\$ 36,821	\$ 280,216	\$ 1,135	\$ 36,821	\$ 280,216	\$ 1,135
\$ 2,187	\$ 2,187	\$ 123	\$ 2,187	\$ 2,187	\$ 123
88	2,251	96	88	2,251	96
9	2,020	1	9	2,020	1
2	1,984	3	2	1,984	3
-	1,969	2	-	1,969	2
-	1,909	-	-	1,909	-
-	1,863	-	-	1,863	-
-	1,871	-	-	1,871	-
-	1,918	-	-	1,918	-
-	1,909	-	-	1,909	-
\$ 2,285	\$ 19,880	\$ 225	\$ 2,285	\$ 19,880	\$ 225
\$ 2,210	\$ 2,210	\$ 179	\$ 2,210	\$ 2,210	\$ 179
-	2,455	29	-	2,455	29
19	1,597	-	19	1,597	-
-	1,229	1	-	1,229	1
-	1,345	-	-	1,345	-
-	1,266	-	-	1,266	-
-	1,219	-	-	1,219	-
-	1,136	-	-	1,136	-
-	1,126	-	-	1,126	-
-	1,083	-	-	1,083	-
\$ 2,229	\$ 14,667	\$ 209	\$ 2,229	\$ 14,667	\$ 209

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
Upper Hondo Soil & Water				
Levy 2010	\$ 219,065	\$ (392)	\$ 218,673	\$ -
Levy 2009	213,135	43	213,179	203,478
Levy 2008	100,244	46	100,290	99,050
Levy 2007	94,828	(9)	94,819	94,626
Levy 2006	90,053	12	90,065	90,050
Levy 2005	85,948	(278)	85,670	85,655
Levy 2004	83,765	(12)	83,753	83,742
Levy 2003	78,852	(138)	78,714	78,710
Levy 2002	66,270	(16)	66,254	66,254
Levy 2001	64,883	(137)	64,746	64,747
Total Upper Hondo	\$ 1,097,044	\$ (880)	\$ 1,096,164	\$ 866,310
Administrative Fee				
Advalorem 2010	\$ 1,977	\$ (2)	\$ 1,975	\$ -
Advalorem 2009	1,849	24	1,872	1,635
Advalorem 2008	2,003	2	2,005	1,887
Advalorem 2007	2,050	(7)	2,043	2,029
Advalorem 2006	2,184	(3)	2,181	2,178
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
Total Administrative Fees	\$ 21,315	\$ (136)	\$ 21,178	\$ 18,829
Non Rendition Fees				
Advalorem 2010	\$ -	\$ -	\$ -	\$ -
Advalorem 2009	-	123	123	-
Advalorem 2008	-	383	383	243
Advalorem 2007	-	121	121	-
Advalorem 2006	-	131	131	-
Advalorem 2005	-	298	298	298
Advalorem 2004	-	367	367	367
Advalorem 2003	-	371	371	371
Advalorem 2002	-	37	37	37
Advalorem 2001	-	31	31	31
Total Non Rendition Fees	\$ -	\$ 1,861	\$ 1,861	\$ 1,347

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
\$ 208,506	\$ 208,506	\$ 10,167	\$ 208,506	\$ 208,506	\$ 10,167
6,829	210,307	2,872	6,829	210,307	2,872
711	99,760	530	711	99,760	530
164	94,790	29	164	94,790	29
4	90,054	10	4	90,054	10
2	85,657	13	2	85,657	13
-	83,742	12	-	83,742	12
-	78,710	4	-	78,710	4
-	66,254	1	-	66,254	1
-	64,747	-	-	64,747	-
\$ 216,216	\$ 1,082,526	\$ 13,638	\$ 216,216	\$ 1,082,526	\$ 13,638
\$ 1,768	\$ 1,768	\$ 207	\$ 1,768	\$ -	\$ 207
93	1,728	144	93	-	144
33	1,920	85	33	-	85
2	2,032	11	2	-	11
-	2,178	4	-	2,178	4
-	2,306	-	-	2,306	-
-	2,391	-	-	2,391	-
-	2,316	-	-	2,316	-
-	2,097	1	-	2,097	1
-	1,990	1	-	1,990	1
\$ 1,896	\$ 20,726	\$ 452	\$ 1,896	\$ 13,278	\$ 453
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
122	122	1	122	122	1
139	382	-	139	382	-
121	121	-	121	121	-
131	131	-	131	131	-
-	298	-	-	298	-
-	367	-	-	367	-
-	371	-	-	371	-
-	37	-	-	37	-
-	31	-	-	31	-
\$ 513	\$ 1,860	\$ 1	\$ 513	\$ 1,860	\$ 1

STATE OF NEW MEXICO
 Lincoln County
 County Treasurer's Property Tax Schedule
 For the Year Ended June 30, 2011

Agency	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied	Previous Amount Collected
GRAND TOTALS	\$ 170,514,584	\$ (43,101)	\$ 170,471,484	\$ 144,833,301
2010	\$ 24,069,114	\$ (85,271)	\$ 23,983,842	\$ -
2009	22,881,503	19,994	22,901,498	21,655,097
2008	20,697,039	(10,081)	20,686,958	20,380,917
2007	18,989,158	(4,272)	18,984,886	18,906,688
2006	16,717,721	13,331	16,731,052	16,717,841
2005	14,505,145	48,485	14,553,630	14,548,890
2004	13,340,953	49,710	13,390,663	13,387,611
2003	12,788,918	(9,931)	12,778,987	12,777,768
2002	13,315,386	(17,871)	13,297,515	13,296,481
2001	13,209,647	(47,196)	13,162,451	13,162,007
	<u>\$ 170,514,584</u>	<u>\$ (43,101)</u>	<u>\$ 170,471,484</u>	<u>\$ 144,833,301</u>

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
\$ 23,613,428	\$ 168,446,729	\$ 2,024,755	\$ 23,613,428	\$ 168,438,250	\$ 2,024,753
\$ 22,514,733	\$ 22,514,729	\$ 1,469,113	\$ 22,514,733	\$ 22,512,734	\$ 1,469,114
821,123	22,476,220	425,278	821,123	22,474,206	425,278
206,358	20,587,275	99,683	206,358	20,584,866	99,684
65,285	18,971,973	12,913	65,285	18,969,914	12,912
5,062	16,722,904	8,147	5,062	16,722,904	8,148
807	14,549,698	3,932	807	14,549,698	3,931
29	13,387,640	3,023	29	13,387,640	3,023
9	12,777,778	1,209	9	12,777,778	1,209
11	13,296,493	1,023	11	13,296,493	1,023
11	13,162,019	433	11	13,162,019	431
\$ 23,613,428	\$ 168,446,729	\$ 2,024,755	\$ 23,613,428	\$ 168,438,250	\$ 2,024,753

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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, 2011

Schedule V

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2011</u>
<i>Assets</i>				
Cash	\$ 192,313	\$ 711,741	\$ 606,462	\$ 297,592
Investments	9,938	61	-	9,999
Property taxes receivable	893,049	13,065,494	12,850,225	1,108,318
Accounts receivable	-	11,268	-	11,268
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Total assets</i>	<u>\$ 1,095,300</u>	<u>\$ 13,788,564</u>	<u>\$ 13,456,687</u>	<u>\$ 1,427,177</u>
 <i>Liabilities</i>				
Deposits held in trust	\$ 202,251	\$ 711,802	\$ 606,462	\$ 307,591
Due to other taxing entities	\$ 893,049	\$ 13,065,494	\$ 12,850,225	1,108,318
Due to fire trust	-	11,268	-	11,268
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Total liabilities</i>	<u>\$ 1,095,300</u>	<u>\$ 13,788,564</u>	<u>\$ 13,456,687</u>	<u>\$ 1,427,177</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 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 (County), as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents and have issued our report thereon dated October 21, 2011. We also have audited the financial statements of each of the County's nonmajor governmental funds, and the budgetary comparisons for the major debt service fund, major 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, 2011 as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered 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 deficiency described in the accompanying schedule of findings and questioned costs as item FS 08-01 to be a material weakness.

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 deficiency described in the accompanying schedule of findings and questioned costs as item FS 10-02 to be a significant deficiency.

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 did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted a certain matter that is required to be reported pursuant to *Government Auditing Standards* 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 11-01.

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
October 21, 2011

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' 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
The 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, 2011. 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, 2011.

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

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

This report is intended solely for the information and use of 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
October 21, 2011

STATE OF NEW MEXICO
Lincoln County
Schedule of Expenditures of Federal Awards
For the year ended June 30, 2011

Federal Grantor/Passthrough Grantor/Program Title	Grant Number	Federal C.F.D.A. Number	Federal Expenditures
U.S. Department of Agriculture			
Hazardous Fuel Reduction (1)	10-DG-11031600-044 (1078)	10.664	\$ 37,863
Hazardous Fuel Reduction (1)	10-DG-11031600-061 (1038)	10.664	90,392
Hazardous Fuel Reduction (1)	09-DG-11031600-016 (1001)	10.664	214,739
Hazardous Fuel Reduction ARRA (1)	10-DG-11039702 (1042)	10.668	765,333
Hazardous Fuel Reduction ARRA (1)	10-DG-11039702 (1043)	10.668	136,413
Secure Payments for Counties Containing Federal Land	P.L. 100-343 (1424)	10.665	281,242
US Forest Service Patrol Reimbursement	10-LE-11030800-002	10.670	23,899
US Forest Service Patrol Reimbursement	11-LE-11030800-002	10.670	15,948
Taylor Grazing Act	P.L. 73-482	15.227	33,942
Total U.S. Department of Agriculture			<u>1,599,771</u>
U.S. Department of Justice			
2010 Byrne Justice Asst Grant	2010-SB-B9-2313	16.738	2,465
BJA Bulletproof Vest Grant			2,118
Drug Enforcement	10-JAG-REGION VI-FY10	16.738	30,102
HIDTA	G09SN0007A	16.738	47,326
HIDTA	G10SN0017A	16.738	25,684
Total U.S. Department of Justice			<u>107,695</u>
Department of Human Services			
Federal Title III Senior Citizen	2010-11 68030	93.044	74,381
Nutrition Services Incentive Program NSIP	2010-11 68030	93.053	38,963
ARRA - Senior Citizens	2009-10 68030	93.705	388
Total Department of Human Services			<u>113,732</u>
Department of Homeland Security			
Emergency Management EMPG	2009-EMPG-Lincoln	97.042	8,340
Emergency Management SHSGP	2009-SS-T9-000030	97.042	7,439
Total Department of Homeland Security			<u>15,779</u>
Total Federal Financial Assistance			<u>\$ 1,836,977</u>

(1) Major program

See accompanying independent auditor's report

Notes to Schedule of Expenditures of Federal AwardsBasis 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.

Subrecipients

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

Non-Cash Federal Assistance

The County did not receive any non-cash federal assistance 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	\$ 1,836,977
Total expenditures funded by other sources	<u>20,750,840</u>
Total expenditures	<u><u>\$ 22,587,817</u></u>

STATE OF NEW MEXICO
 Lincoln County
 Schedule of Findings and Questioned Costs
 June 30, 2011

Section I – Summary or Audit Results:

Financial Statements:

- | | |
|--|-------------|
| 1. Type of auditors’ report issued | Unqualified |
| 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? | No |

Federal Awards:

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

CFDA Number	Federal Program
10.664	Hazardous Fuel Reduction
10.668	Hazardous Fuel Reduction – ARRA

- | | |
|--|-----------|
| 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 08-01 – Capital Assets Additions, Repairs & Maintenance (Repeated/Modified) – Material Weakness

Condition: The County had errors in their capital asset inventory. Through review of the capital asset additions and the repairs and maintenance expenditures, it was noted that the County had incorrectly expensed items as repairs and maintenance that should have been included as capital outlay and had incorrectly expensed items as capital outlay that should have been included as repairs and maintenance. The County is also adding value to assets already placed in service. The County had a restatement in the amount of \$9,221,716 in the current year.

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: There were errors in the County's capital asset values which led to a restatement in the current year. 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 as well as to verify that the County is not altering historical costs of the assets already in service.

Auditors' Recommendations: The County should implement internal controls to verify that all capital assets are added to the capital asset inventory correctly and that changes are not made to items already in service.

Agency's Response: Internal controls put in place two years ago along with continued efforts to thoroughly account for our capital assets have turned up historical inconsistencies in reporting of maintenance expense, depreciation and capitalized value. No further changes to historical costs of assets already in service are expected. Going forward, comprehensive internal controls, already in place, will ensure compliance with GASB standards that can be convoluted and contradictory.

Section II – Financial Statement Findings (continued)

FS 10-02 – Deficiencies in Design over Internal Controls (Repeated/Modified) – Significant Deficiency

Condition: During our process of understanding the County and its environment, we noted instances where elements of the County's internal control framework were nonexistent or deficient. The County's monitoring element was not documented, sufficiently designed, or implemented as we noted the following:

- The County has no mechanism in place to verify that ALL changes made to the vendor master file 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. The County did have the County Commission approve their Capital Asset Report for the year ended June 30, 2011, however, the County then made adjustments to the listing without additional review.

Criteria: The COSO Internal Control Integrated Framework consists of five critical elements that must be present in carrying out the achievement objectives of an organization. These elements are known as the control environment, risk assessment, control activities, information and communication and monitoring. With these elements in place, the County can maximize its potential for achieving its performance targets and reduce the risk of loss of resources.

Effect: Without all of the five elements of the COSO Internal Control Integrated Framework present, the County is exposing itself to the risk of misappropriation of assets and does not have set processes in place to maximize the resources of the County to achieve the goals set forth by the County.

Cause: The County has not performed a recent risk assessment for those key controls, including monitoring 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 should implement an effective review system to make sure that all payments made, as well as any changes made to the system, are valid and accurate. The County Commission is charged with governance and should provide effective oversight of the internal control and financial reporting process.

Agency's Response: 1. With regard to the vendor files, the County has developed a system whereby all changes to the vendor master file will be printed out and reviewed monthly by management. Additionally, vendor initiated changes will also be reviewed and placed in the vendor files.

2. With regard to Capital Asset information, the County has developed a system whereby purchase orders are flagged as capital assets, and when the item is paid for, appropriate entries are made, and the administrative assistant for capital assets will review the entries to ensure proper capitalization entries are made. Regarding the approval of the Board of County Commissioners and presentation to the auditors, software issues interceded. The detail was correct, but the valuations fluctuated. The system should be resolved going forward.

Section II – Financial Statement Findings (continued)

FS 11-01 – Travel and Per Diem – Other Matters

Condition: In 1 instance out of 5 tested, the County incorrectly paid the mileage rate at 55 cents per mile and not the statutory rate of 51 cents per mile.

Criteria: Per NMAC 2.42.2.2 travel policies and procedures shall be in compliance with the Per Diem and Mileage Act, Sections 10-8-1 through 10-8-8, NMSA 1978, and Department of Finance and Administration (DFA) regulations. In accordance with policy NMAC 2.42.2.11 states that the employees should be at the statutory rates unless such rates have been reduced by the governing body of the local public body.

Effect: The County reimbursed a County employee in excess of allowable statute requirements.

Cause: The County did not maintain policies and procedures to ensure that documentation is properly reviewed to ensure compliance with State Statutes.

Auditors' Recommendations: We recommend the County review all supporting documentation and retain all documents to ensure compliance with NMAC 2.42.2. The policy should be clear, written, and communicated to all to whom it applies and enforced uniformly.

Agency's Response: Management has established a process to monitor changes in IRS mileage reimbursement rates to ensure compliance with NMSA 10-8-4D and will obtain approval of the Board of County Commissioners when changes occur.

STATE OF NEW MEXICO
Lincoln County
Schedule of Findings and Questioned Costs
June 30, 2011

Schedule VII
Page 5 of 5

Section III – Federal Award Findings

None

Section IV – Prior Year Audit Findings

FS 07-01 – Incorrect Capital Assets Inventory Detail – Repeated/Modified – Combined with FS 08-01

FS 07-03 – Preparation of Financial Statements – Resolved

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

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

FS 10-02 – Deficiencies in Design over Internal Controls – Repeated/Modified

STATE OF NEW MEXICO

Lincoln County
Other Disclosures
June 30, 2011

OTHER DISCLOSURES

Exit Conference

An exit conference was held on November 9, 2011. In attendance were the following:

Representing Lincoln County:

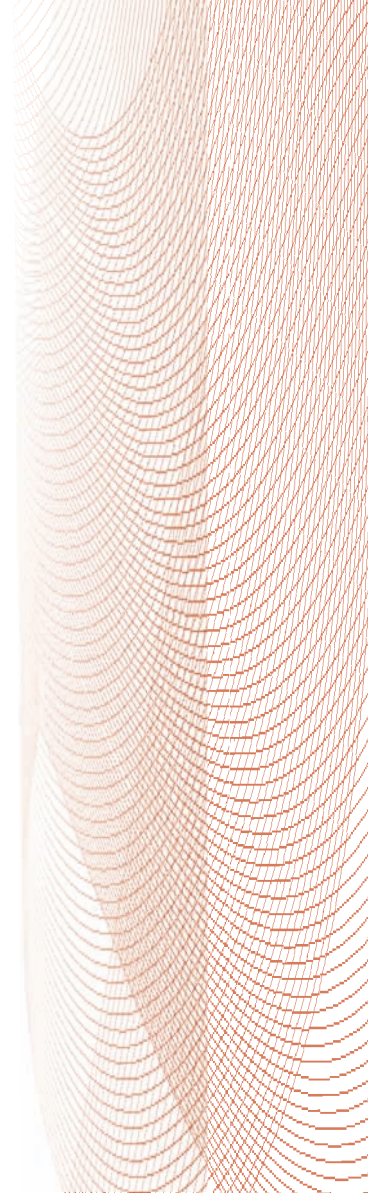
Thomas F. Stewart, County Manager
Nita Taylor, County Manager
Charlene "Punkin" Schlarb, Finance Director
Glenna Robbins, County Treasurer
Beverly Calaway, County Deputy Treasurer
Rachel Monreal, Finance Officer
Michele Caskey, Inventory Specialist
William Battin, County Commissioner
Jackie Powell, County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

Representing Accounting & Consulting Group, LLP:

Ray Roberts, CPA, Managing Partner

Auditor Prepared Financial Statements

Accounting and Consulting Group, LLP prepared the GAAP-basis financial statements and footnotes 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.



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