

STATE OF NEW MEXICO
MORA COUNTY

FINANCIAL STATEMENTS
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2005
WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

THIS PAGE INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
MORA COUNTY

OFFICIAL ROSTER
June 30, 2005

Elected Officials

Johnny R. Espinoza	Commission Chairman
Peter A. Martinez	Commission Vice Chairman
Rosalie Regensberg	County Commissioner
Charlotte R. Duran	County Clerk
Vicente Duran	County Treasurer
Angela K. Romero	County Assessor
John Sanchez	County Sheriff
Victoria Lujan	Probate Judge

Administrative Officials

Judy Finley	County Manager
Frances Muniz	Section 8 Housing Director
Yolanda Medina	DWI Coordinator
Nick Steve Hernandez	Road Superintendent

**STATE OF NEW MEXICO
MORA COUNTY**

**TABLE OF CONTENTS
Year Ended June 30, 2005**

INTRODUCTORY SECTION

Title Page	i
Official Roster	ii
Table of Contents	iii

FINANCIAL SECTION

Independent Auditors' Report	3
------------------------------	---

Basic Financial Statements:

Government-wide Financial Statements:	
Statement of Net Assets	6
Statement of Activities	7

Fund Financial Statements:

Balance Sheet – Governmental Funds	8
Reconciliation of the Balance Sheet – All Governmental Funds to the Statement of Net Assets	9
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	10
Reconciliation of the Statement of Revenue, Expenditures, and Changes In Fund Balance of Governmental Funds to the Statement of Activities	11

Major Funds:

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
General Fund	12
Road Special Revenue Fund	13

Enterprise (Proprietary) Funds:

Statement of Net Assets	14
Statement of Revenues, Expenses, and Change in Fund Net Assets	15
Statement of Cash Flows	16

Statement of Fiduciary Net Assets	17
-----------------------------------	----

Notes to the Financial Statements	18
-----------------------------------	----

Nonmajor Governmental Funds:

Combining Balance Sheet	42
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	47

Budgetary Presentation:

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Nonmajor Special Revenue Funds:	
CDBG Special Revenue Fund	63
Clerk's Equipment Special Revenue Fund	64
Development Loan Special Revenue Fund	65

**STATE OF NEW MEXICO
MORA COUNTY**

**TABLE OF CONTENTS
Year Ended June 30, 2005**

Financial Section (continued)

Budgetary Presentation:

Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):

Nonmajor Special Revenue Funds:

Mora County Senior Centers Special Revenue Fund	66
NM Clean and Beautiful Special Revenue Fund	67
Housing Authority Section 8 Special Revenue Fund	68
Chacon VFD Special Revenue Fund	69
Mora VFD Special Revenue Fund	70
Guadalupita VFD Special Revenue Fund	71
Golondrinas VFD Special Revenue Fund	72
Ocate VFD Special Revenue Fund	73
Rainsville VFD Special Revenue Fund	74
Watrous VFD Special Revenue Fund	75
Chet VFD Special Revenue Fund	76
VFD Fire Excise Share Special Revenue Fund	77
Law Protection Special Revenue Fund	78
LMC VFD Special Revenue Fund	79
U/S Cops Grant Special Revenue Fund	80
Buena Vista VFD NMEMNRO Grant Special Revenue Fund	81
Buena Vista VFD Special Revenue Fund	82
Disaster Project Special Revenue Fund	83
Wildland Fire Grant Special Revenue Fund	84
Severance Bond SAP Special Revenue Fund	85
Mora VFD NMEMNRO Grant Special Revenue Fund	86
Golondrinas VFD USDA Special Revenue Fund	87
Mora VFD FEMA Special Revenue Fund	88
Farm and Range Special Revenue Fund	89
Recreation Special Revenue Fund	90
Indigent Special Revenue Fund	91
Property Valuation Special Revenue Fund	92
Emergency Medical Services Special Revenue Fund	93
County Fire Excise Tax Special Revenue Fund	94
David Cargo Libray Special Revenue Fund	95
LMC VFD USDA Special Revenue Fund	96
Buena Vista VFD USDA Special Revenue Fund	97
Guadalupita VFD NMEMNRD Grant Special Revenue Fund	98
Corrections Special Revenue Fund	99
Guadalupita VFD USDA Special Revenue Fund	100
Chet VFD Rescue Special Revenue Fund	101
Homeland Security Grant Special Revenue Fund	102
Ocate VFD USDA Grant Special Revenue Fund	103
Chacon VFD USDA Grant Special Revenue Fund	104
Rainsville VFD USDA Grant Special Revenue Fund	105
Law Enforcement USDA Grant Special Revenue Fund	106
CDWI Special Revenue Fund	107

**STATE OF NEW MEXICO
MORA COUNTY**

**TABLE OF CONTENTS
Year Ended June 30, 2005**

Financial Section (continued)	
Budgetary Presentation:	
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Nonmajor Special Revenue Funds:	
DWI-D Special Revenue Fund	108
DWI-G Special Revenue Fund	109
DOH/CHIC Special Revenue Fund	110
EOP/WMD Special Revenue Fund	111
Financial Section (continued)	
Budgetary Presentation (continued):	
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) (continued):	
Enterprise Funds:	
Land Fill Enterprise Fund	115
 SUPPLEMENTAL INFORMATION	
Statement of Capital Assets – By Source	118
Fiduciary Funds:	
Statement of Changes in Assets and Liabilities – All Agency Funds	119
Schedule of Pledged Collateral	120
Schedule of Delinquent Property Taxes	122
 SINGLE AUDIT SECTION	
Report on Compliance and on Internal Control Over Financial	
Reporting Based on an Audit of Financial Statements Performed	
In Accordance With Government Auditing Standards	127
 Report on Compliance with Requirements Applicable to	
Each Major Program and Internal Control Over Compliance	
With OMB Circular A-133	131
 Summary Schedule of Prior Year Audit Findings	133
 Schedule of Findings and Questioned Costs	137
 Schedule of Expenditures of Federal Awards	152
 REQUIRED DISCLOSURE	157

FINANCIAL SECTION

FISCAL YEAR 2005

JULY 1, 2004 THROUGH JUNE 30, 2005

THIS PAGE INTENTIONALLY LEFT BLANK

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

4801 N Butler, Ste. 8101
Farmington, NM 87401

keystone@keystoneacct.com

Telephone (505) 566-1900
Fax (505) 566-1911

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas, State Auditor
Members of the Mora County Commissioners

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and respective budgetary comparison for the general fund, major special revenue fund, budgetary comparison for each non major fund and the aggregate remaining fund information of Mora County (County), as of and for the year ended June 30, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. We also audited the financial statements of each of the County's non-major governmental, and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements and budget comparison schedules presented as supplementary information as of and for the year ended June 30, 2005 as listed in the table of contents. These financial statements are the responsibility of Mora 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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, budgetary comparison for each major fund, and the aggregate remaining fund information of Mora County, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General fund and Road Fund 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 non-major governmental fund, enterprise fund, and fiduciary fund of the Mora County, as of June 30, 2005, and the respective changes in financial position, thereof and the respective budgetary comparisons for the non-major governmental funds and enterprise 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 March 1, 2008, on our consideration of Mora County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants 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.

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

4801 N Butler, Ste. 8101
Farmington, NM 87401

keystone@keystoneacct.com

Telephone (505) 566-1900
Fax (505) 566-1911

Hector H. Balderas, State Auditor
Members of the Mora County Commissioners,

The County has not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of the basic financial statements.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements that collectively comprise Mora County's basic financial statements and combining and individual fund financial statements and budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-profit Organizations, and is not a required part of the basic financial statements of Mora County. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of Mora County. The supplemental information and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.



March 1, 2008

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
MORA COUNTY

STATEMENT OF NET ASSETS
June 30, 2005

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 806,511	\$ -	\$ 806,511
Cash with fiscal agent	313,267	-	313,267
Receivables net:			
Accounts receivable	-	10,859	10,859
Delinquent property taxes	28,437	-	28,437
Interest	81	-	81
Intergovernmental receivable	21,774	-	21,774
Prepaid	36,357	-	36,357
Loan receivable	28,804	-	28,804
Non-current:			
Non-depreciable assets	925,558	-	925,558
Depreciable capital assets, net	<u>2,425,100</u>	<u>-</u>	<u>2,425,100</u>
Total assets	<u>\$ 4,585,889</u>	<u>\$ 10,859</u>	<u>\$ 4,596,748</u>
<u>LIABILITIES</u>			
Deficit cash pool	\$ -	\$ 40,524	\$ 40,524
Accounts payable	248,817	6,861	255,678
Accrued liabilities	30,741	2,426	33,167
Compensated absences	34,968	-	34,968
Accrued interest payable	6,341	-	6,341
Noncurrent liabilities:			
Due within one year	92,693	-	92,693
Due in more than one year	<u>800,471</u>	<u>-</u>	<u>800,471</u>
Total liabilities	<u>1,214,031</u>	<u>49,811</u>	<u>1,263,842</u>
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	2,457,494	-	2,457,494
Restricted:			
Debt service	(6,341)	-	(6,341)
Unrestricted	<u>920,705</u>	<u>(38,952)</u>	<u>881,753</u>
Total net assets	<u>\$ 3,371,858</u>	<u>\$ (38,952)</u>	<u>\$ 3,332,906</u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

STATEMENT OF ACTIVITIES
Year Ended June 30, 2005

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Primary government:							
Governmental activities:							
General government	\$ 1,689,067	\$ (132,067)	\$ 2,544,967	\$ -	\$ 723,833	\$ -	\$ 723,833
Public safety	859,156	406,335	288,986	-	(163,835)	-	(163,835)
Public works	1,049,529	-	364,218	-	(685,311)	-	(685,311)
Culture and recreation	200,766	35,910	18,753	-	(146,103)	-	(146,103)
Bond and loan interest	<u>24,222</u>	<u>-</u>	<u>2,263</u>	<u>-</u>	<u>(21,959)</u>	<u>-</u>	<u>(21,959)</u>
Total governmental activities	<u>3,822,740</u>	<u>310,178</u>	<u>3,219,187</u>	<u>-</u>	<u>(293,375)</u>	<u>-</u>	<u>(293,375)</u>
Business-type activities:							
Sanitary land fill	<u>171,781</u>	<u>103,135</u>	<u>24,220</u>	<u>-</u>	<u>-</u>	<u>(44,426)</u>	<u>(44,426)</u>
Total business-type activities	<u>171,781</u>	<u>103,135</u>	<u>24,220</u>	<u>-</u>	<u>-</u>	<u>(44,426)</u>	<u>(44,426)</u>
Total primary government	<u>\$ 3,994,521</u>	<u>\$ 413,313</u>	<u>\$ 3,243,407</u>	<u>\$ -</u>	<u>(293,375)</u>	<u>(44,426)</u>	<u>(337,801)</u>
General revenue:							
Property taxes					653,620	-	653,620
Gross receipts tax					35,217	-	35,217
Other taxes					356,967	-	356,967
Unrestricted investment earnings					<u>4,551</u>	<u>-</u>	<u>4,551</u>
Total general revenues					<u>1,050,355</u>	<u>-</u>	<u>1,050,355</u>
Change in net assets					<u>756,980</u>	<u>(44,426)</u>	<u>712,554</u>
Net assets - beginning					3,084,923	5,474	3,090,397
Restatement					<u>(470,045)</u>	<u>-</u>	<u>(470,045)</u>
Net assets restated					<u>2,614,878</u>	<u>5,474</u>	<u>2,620,352</u>
Net assets - ending					<u>\$ 3,371,858</u>	<u>\$ (38,952)</u>	<u>\$ 3,332,906</u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

GOVERNMENTAL FUNDS
BALANCE SHEET

June 30, 2005

	<u>General Fund</u>	<u>Road Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents	\$ 289,638	\$ 122,511	\$ 394,362	\$ 806,511
Cash with fiscal agent	-	-	313,267	313,267
Receivables:				
Property taxes	28,437	-	-	28,437
Interest	-	-	81	81
Intergovernmental receivable	20,613	-	1,161	21,774
Prepaid	36,357	-	-	36,357
	<hr/>	<hr/>	<hr/>	<hr/>
Total current assets	375,045	122,511	708,871	1,206,427
Noncurrent assets:				
Loan receivable	-	-	28,804	28,804
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 375,045</u>	<u>\$ 122,511</u>	<u>\$ 737,675</u>	<u>\$ 1,235,231</u>
<u>LIABILITIES AND FUND BALANCE</u>				
Current liabilities:				
Accounts payable	\$ 69,517	\$ 28,214	\$ 151,086	\$ 248,817
Accrued liabilities	17,439	5,927	7,375	30,741
	<hr/>	<hr/>	<hr/>	<hr/>
Total current liabilities	86,956	34,141	158,461	279,558
Fund balance:				
Unreserved:				
General fund	288,089	-	-	288,089
Special revenue fund	-	88,370	579,214	667,584
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balance	288,089	88,370	579,214	955,673
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balance	<u>\$ 375,045</u>	<u>\$ 122,511</u>	<u>\$ 737,675</u>	<u>\$ 1,235,231</u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

RECONCILIATION OF THE BALANCE SHEET - ALL
GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2005

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

Net assets - total governmental funds	\$ 955,673
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	3,350,658
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(934,473)</u>
Net assets of governmental activities	<u>\$ 3,371,858</u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2005

	<u>General Fund</u>	<u>Road Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Taxes:				
Property	\$ 653,620	\$ -	\$ -	\$ 653,620
Gross receipts	2,766	32,451	-	35,217
Other	177,966	86,173	92,828	356,967
Licenses and permits	35,910	-	-	35,910
Intergovernmental	330,418	266,183	2,578,715	3,175,316
Charges for services	80,044	64,937	129,287	274,268
Investment earnings	2,932	135	1,484	4,551
Miscellaneous	<u>26,659</u>	<u>9,286</u>	<u>7,926</u>	<u>43,871</u>
 Total revenues	 <u>1,310,315</u>	 <u>459,165</u>	 <u>2,810,240</u>	 <u>4,579,720</u>
 Expenditures:				
Current:				
General government	994,665	-	569,990	1,564,655
Public safety	242,915	-	552,721	795,636
Public works	84,522	506,515	380,897	971,934
Culture and recreation	-	-	185,922	185,922
Capital outlay	3,393	29,611	1,023,511	1,056,515
Debt service:				
Principal retirement	2,850	-	65,630	68,480
Bond interest paid	<u>-</u>	<u>-</u>	<u>17,881</u>	<u>17,881</u>
 Total expenditures	 <u>1,328,345</u>	 <u>536,126</u>	 <u>2,796,552</u>	 <u>4,661,023</u>
 Excess (deficiency) of revenues over expenditures	 <u>(18,030)</u>	 <u>(76,961)</u>	 <u>13,688</u>	 <u>(81,303)</u>
 Other sources and uses:				
Sale of bonds	-	-	332,750	332,750
Transfers in	-	-	145,557	145,557
Transfers out	<u>(75,000)</u>	<u>-</u>	<u>(70,557)</u>	<u>(145,557)</u>
 Total other sources and uses	 <u>(75,000)</u>	 <u>-</u>	 <u>407,750</u>	 <u>332,750</u>
 Net change in fund balance	 <u>(93,030)</u>	 <u>(76,961)</u>	 <u>421,438</u>	 <u>251,447</u>
 Fund balance at beginning of the year	 381,119	 165,331	 133,631	 680,081
 Restatement	 <u>-</u>	 <u>-</u>	 <u>24,145</u>	 <u>24,145</u>
 Fund balance as restated	 <u>381,119</u>	 <u>165,331</u>	 <u>157,776</u>	 <u>704,226</u>
 Fund balance at end of the year	 <u>\$ 288,089</u>	 <u>\$ 88,370</u>	 <u>\$ 579,214</u>	 <u>\$ 955,673</u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2005

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

Net change in fund balance - total governmental funds	\$ 251,447
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. This is the amount by which capital outlays exceeded depreciation in the current year	775,640
The issuance of long-term debt (e.g., bonds) 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, and similar, items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(264,270)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	<u>(5,837)</u>
Change in net assets of governmental activities	<u>\$ 756,980</u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Taxes:				
Property	\$ 582,000	\$ 582,000	\$ 633,512	\$ 51,512
Other	155,010	155,010	158,022	3,012
Licenses and permits	41,500	41,500	40,374	(1,126)
Intergovernmental	335,700	335,700	331,577	(4,123)
Charges for services	61,100	61,100	80,044	18,944
Investment earnings	10,000	10,000	2,932	(7,068)
Miscellaneous	17,500	17,500	26,660	9,160
Total revenues	1,202,810	1,202,810	1,273,121	70,311
Expenditures:				
Current:				
General government	791,639	798,637	929,405	(130,768)
Public safety	261,520	261,520	259,069	2,451
Public works	82,060	82,060	82,725	(665)
Capital outlay:				
Equipment	5,000	5,000	4,591	409
Total expenditures	1,140,219	1,147,217	1,275,790	(128,573)
Excess (deficiency) of revenues				
over expenditures	62,591	55,593	(2,669)	(58,262)
Other uses:				
Transfers out	-	-	(75,000)	(75,000)
Net change in fund balance	62,591	55,593	(77,669)	(133,262)
Fund balance (deficit) at beginning of the year	(62,591)	(55,593)	381,119	436,712
Fund balance at end of the year	\$ -	\$ -	303,450	\$ 303,450
RECONCILIATION TO GAAP BASIS:				
Change in receivables			(38,156)	
Change in property tax receivable			20,613	
Change in due from other governments			16,581	
Change in payables			(35,169)	
Change in accrued liabilities			20,770	
			\$ 288,089	

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

ROAD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive <u>(Negative)</u>
Revenues:				
Taxes:				
Gross receipts	\$ 30,000	\$ 30,000	\$ 32,451	\$ 2,451
Other	70,000	70,000	86,173	16,173
Intergovernmental	258,951	258,951	288,450	29,499
Charges for services	60,000	60,000	64,937	4,937
Investment earnings	-	-	135	135
Miscellaneous	-	-	9,286	9,286
	<u>418,951</u>	<u>418,951</u>	<u>481,432</u>	<u>62,481</u>
Expenditures:				
Current:				
Public works	243,606	243,606	308,120	(64,514)
Capital outlay:				
Buildings and improvements	<u>233,701</u>	<u>233,701</u>	<u>211,040</u>	<u>22,661</u>
Total expenditures	<u>477,307</u>	<u>477,307</u>	<u>519,160</u>	<u>(41,853)</u>
Net change in fund balance	(58,356)	(58,356)	(37,728)	20,628
Fund balance at beginning of the year	<u>58,356</u>	<u>58,356</u>	<u>165,331</u>	<u>106,975</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	127,603	<u>\$ 127,603</u>
RECONCILIATION TO GAAP BASIS:				
Change in due from other governments			(22,267)	
Change in payables			(23,395)	
Change in accrued liabilities			<u>6,429</u>	
			<u>\$ 88,370</u>	

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

PROPRIETARY FUND - SANITARY LANDFILL
STATEMENT OF NET ASSETS

June 30, 2005

ASSETS

Current assets:

Accounts receivable \$ 10,859

Total assets \$ 10,859

LIABILITIES AND NET ASSETS (DEFICIT)

Current liabilities:

Bank overdrafts \$ 40,524
Accounts payable 6,861
Accrued liabilities 2,426

Total current liabilities 49,811

Net assets (deficit):

Undesignated (38,952)

Total liabilities and net assets (deficit) \$ 10,859

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

PROPRIETARY FUND - SANITARY LANDFILL
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
Year Ended June 30, 2005

Operating revenues:	
Charges for sales and services:	
Solid waste charges	<u>\$ 103,135</u>
Operating expenses:	
Personal services	52,638
Operating expenses	118,198
Vehicle expense	916
Supplies	<u>29</u>
Total operating expenses	<u>171,781</u>
Operating loss	(68,646)
Nonoperating revenues (expenses):	
Intergovernmental	<u>24,220</u>
Change in net assets	(44,426)
Net assets - beginning of year	<u>5,474</u>
Net assets (deficit) - ending of year	<u><u>\$ (38,952)</u></u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

PROPRIETARY FUND - SANITARY LANDFILL
STATEMENT OF CASH FLOWS
Year Ended June 30, 2005

CASH FLOWS FROM OPERATING
ACTIVITIES

Receipts from customers and users	\$ 121,407
Payments to supplies and maintenance	(64,635)
Payments to employees	<u>(121,516)</u>
Net cash used in operating activities	(64,744)

CASH FLOWS FROM NONCAPITAL
FINANCING ACTIVITIES

Subsidy from federal grant	<u>24,220</u>
----------------------------	---------------

Net increase (decrease) in cash and cash equivalents (40,524)

Cash and cash equivalents, beginning of year -

Cash and cash equivalents, end of year \$ (40,524)

RECONCILIATION OF OPERATING INCOME
TO NET CASH PROVIDED (USED) BY
OPERATING ACTIVITIES

Operating income (loss)	\$ (68,646)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
(Increase) decrease in asseets:	
Accounts receivable	18,272
Increase (decrease) in liabilities:	
Accounts payable	(10,753)
Accrued liabilities	(3,318)
Due to other funds	<u>(299)</u>
Total adjustments	<u>3,902</u>
Net cash used in operating activities	<u><u>\$ (64,744)</u></u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUNDS
June 30, 2005

ASSETS

Pooled cash and investments	\$ 41,784
Receivables:	
Other receivables	<u>295,976</u>
Total assets	<u>\$ 337,760</u>

LIABILITIES

Taxes due to others	\$ 295,976
Due to others	3,688
Undistributed taxes	24,463
Taxes paid in advance	<u>13,633</u>
Total liabilities	<u>\$ 337,760</u>

See accompanying notes.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) applicable to governmental entities. A summary of the Mora County, New Mexico's significant accounting policies applied in the preparation of these financial statements follows.

A. Reporting Entity

The Mora County, New Mexico (County) was incorporated, and it is administered by a manager, who is overseen by a Commission of three elected officials. The reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the primary governments is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the County's financial statements to be misleading or incomplete. The County provides the usual municipal services with the exception of education, and public housing that are administered by other governmental agencies.

As required by GAAP, these financial statements present the County (primary government).

Depending upon the significance of the financial and operational relationships with various separate entities, the organizations are classified as blended or discrete component units.

1. Blended Component Units. Legally separate component units for which the County is financially accountable are blended with the primary government because they are, in substance, part of the government's operations. Blended means the data from these units are combined with data of the primary government. The County had no blended component units during the fiscal year ended June 30, 2005.
2. Discretely Presented Component Units. The financial data of component units are reported in separate columns to emphasize that they are legally separate from the County. The County had no discrete component units during the fiscal year ended June 30, 2005.
3. Related Organizations. The County appoints members to the boards, but the County's accountability for the organizations does not extend beyond making these appointments and there is no fiscal dependency of these organizations on the County.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government Wide and Fund Financial Statements

The government-wide financial statements, which include the statement of net assets and statement of activities, report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which generally are supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from business-type activities, which rely generally on fees and charges to external parties.

The statement of activities demonstrates the extent to which the direct expenses of a given function or business-type activity is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, internally dedicated resources, including special assessments. Internally dedicated resources, taxes, and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental funds, and enterprise funds, each reported as a separate column. All remaining governmental funds, and enterprise funds are aggregated and reported as non-major funds.

C. Measurement Focus, Basis of Accounting, and Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. On an accrual basis, 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 have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they are measurable and available. Available means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. The County considers all revenue as available, if collected within 60 days after year-end. Property taxes, sales and use taxes, franchise taxes, occupational privilege taxes, interest revenue, grant revenue, and charges for services are susceptible to accrual. Other receipts, fines, licenses, and permits revenues become measurable and available when cash is received by the County and are recognized as revenue at that time. Grant revenue is considered available if expected to be collected within one year and all eligibility requirements are met. Expenditures are recorded when the related liability is incurred, except for debt service expenditures, and certain compensated absences and claims and judgments which are recognized when the payment is due.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Statement Presentation (continued)

The County reports the following major governmental funds:

General Fund – County's primary operating fund. It accounts for all financial resources of the general government, except those required to be reported in another fund.

Road Fund – County management is accounting for the distribution of gasoline taxes and motor vehicle registration fees to the County and the expenditures for construction, reconstruction, resurfacing or other improvement or maintenance of public roads as authorized by NMSA 1978 Section 7-24A-5

The County reports the following major proprietary funds:

Sanitary Landfill Fund – accounts for fees collected and expenses incurred to operate the County Sanitary Landfill.

Additionally, the County reports the following fund type:

Agency funds account for miscellaneous assets held by the County for other funds, governmental units, and individuals. The County's fiduciary funds are custodial in nature 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 due to other governmental agencies.

The County reports its government-wide and enterprise fund financial statements following all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless the pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins. Governments are given the option whether or not to apply all FASB Statements and Interpretations issued after December 1, 1989. The County has elected not to follow subsequent private-sector guidance.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Operating expenses for the enterprise funds include the administrative expenses, cost of sales and services, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Statement Presentation (continued)

The effect of inter-fund activity generally has been eliminated from the government-wide financial statements. Exceptions to this practice include payments and other charges between the County's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions affected.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, the County uses the restricted resources first, then unrestricted resources as needed.

D. Assets, Liabilities, and Net Assets or Equity

1. *Deposits and Investments*

The government'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 investment of the District's funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, and money market accounts. The District is also allowed to invest in United States Government obligations. All funds for the District must follow the above investment policies.

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 school district. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution.

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

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

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

2. *Receivables and payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

Property taxes are recognized as revenue on the modified accrual basis. They are reported as a receivable and as deferred revenue when the levy is certified by the County's Assessor on November and April 10th of each year unless there is a special election. Property taxes receivable is reduced by an allowance for uncollectible taxes. Property taxes are due and considered earned on January 1 following the year levied. The first and second halves become delinquent on November 10th and April 10th, respectively.

Oil and gas taxes received from the County are recognized as revenue when received by the County.

Due from other governments includes amounts due from grantors for grants for specific programs and capital projects. Program and capital grants for capital assets are recorded as receivables and revenues when all eligibility requirements are met. Revenues received in advance of project costs being incurred or for which eligibility requirements have not been met are deferred. In the governmental funds, revenue recognition depends on the timing of cash collections (availability).

The Sanitary Landfill enterprise fund is responsible for billing and collecting sanitation fees using a cycle billing system biannually. Revenues relating to future years are classified as deferred revenue. All trade receivables are shown net of an allowance for uncollectible. The County reviews accounts receivable on a regular basis and all receivable are reported net of uncollectible accounts.

The County has reviewed its customer base for concentrations of credit risk and has determined that no individual customer or group of customers engaged in similar activities represent a material concentration of credit risk to the County.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

3. *Prepaid Items*

Payments made to vendors for services representing costs applicable to future accounting periods are recorded as prepaid items.

4. *Capital Assets*

Land, collections, construction in progress, buildings, equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns of the government-wide financial statements. Such assets are recorded at cost or estimated cost if purchased or constructed. Donated capital assets are recorded at their estimated fair value at the date of donation. The capitalization threshold of the County is \$1,000. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized. Interest incurred during the construction phase of capital assets of business-type activities is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

<u>Assets</u>	<u>Years</u>
Improvements other than buildings	10 to 50
Buildings and improvements	10 to 45
Motor vehicles and motorized equipment	5 to 30
Furniture, machinery, equipment, and software	5 to 30
Infrastructure	10 to 50

No depreciation is recorded for assets held for disposition. Library books and software are depreciated if the single individual cost is \$1,000 or more.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest on construction projects has not been capitalized.

5. *Compensated Absences*

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. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrued to employees. The County does not pay for unused sick leave upon termination; therefore, amounts are not accrued for sick leave liability. The compensated absences are paid from the general fund for \$23,951, from the roads fund \$5,036, from the housing fund \$1,313 from the cops grant \$4,668, which totals \$34,968 for the Governmental Funds.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

6. *Long-term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discounts. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as capital projects expenditures.

7. *Fund Equity*

In the fund financial statements, governmental funds report reservations of fund balance representing amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

8. *Net assets*

Net assets are presented on the statement of net assets and may be presented in any of three components.

a. Invested in capital assets, net of related debt

This component of net assets consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. That portion of the debt is included in restricted for capital projects.

b. Restricted net assets

Net assets are reported as being restricted when the restriction is either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

8. *Net assets (continued)*

c. Unrestricted net assets

Unrestricted net assets consist of net assets that do not meet the definition of “invested in capital assets, net of related debt” or “restricted.”

In the governmental environment, net assets often are designated to indicate that management does not consider them to be available for general operations. In contrast to restricted net assets, these types of constraints on resources are internal and management can remove or modify them. However, enabling legislation established by the reporting government should not be construed as an internal constraint.

9. *Use of estimates*

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

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.” The details of the \$3,350,658 difference are as follows:

Capital assets	\$ 5,155,874
Accumulated depreciation	<u>(1,805,216)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 3,350,658</u>

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets (continued)

The final adjustment in the reconciliation indicates that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The \$934,473 difference is detailed as follows:

Bonds payable	\$	(893,164)
Accrued interest payable		(6,341)
Accrued compensated absences		<u>(34,968)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	\$	<u>(934,473)</u>

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “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.” The details of this \$775,640 difference are as follows:

Capital outlay	\$	(1,056,515)
Depreciation expense		<u>280,875</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	\$	<u>(775,640)</u>

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities (continued)

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, 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.” The details of this \$264,270 difference are as follows:

Principal payments:	
General obligation debt	\$ (68,480)
Proceeds from debt	<u>332,750</u>
Net adjustment to change in net assets of governmental activities for revenues that are not recorded in the funds	<u>\$ 264,270</u>

The final element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$5,837 difference are as follows:

Accrued interest:	
June 30, 2005	\$ (6,341)
June 30, 2004	-
Compensated balances:	
June 30, 2005	\$ (34,968)
June 30, 2004	<u>35,472</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (5,837)</u>

III. STEWARDSHIP COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted for all funds except agency funds. All budgets are prepared on the Non-GAAP cash basis. All annual appropriations lapse at fiscal year end. Carry over funds must be appropriated in the budget of the subsequent fiscal year. Because the budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year, such appropriated balance is legally restricted and is therefore presented as a reserve portion of fund balance.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

III. STEWARDSHIP COMPLIANCE, AND ACCOUNTABILITY (continued)

A. Budgetary Information (continued)

Actual expenditures may not exceed the budget on a fund basis. Budgets may be amended by County Commission resolution with approval by the State Department of Finance and Administration. County department heads may make transfers of appropriations within a fund. The legal level of budgetary control is the fund level. Increases or decreases of appropriations between funds require the approval of the governing commission.

The County follows the following procedures in establishing the budgetary data reflected in the financial statements:

Prior to June 1, the County Manager submits to the County Commission a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayers comments. Prior to September 1, the budget is legally enacted through passage of a resolution.

The County Manager is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the County Commission. Expenditures of the County may not legally exceed appropriations at the level at which the budget is adopted, that is, expenditures in each fund may not exceed the budgeted appropriation for that fund.

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

B. Excess of Expenditures Over Appropriations

For the year ended June 30, 2005 expenditures exceed appropriations in the following individual funds. The budgetary process is the legal level of budgetary control.

- General fund
- Road Fund
- Mora Fire Department
- Chet Fire Department
- LMC Fire Department
- Cops Grant
- Disaster Project
- Corrections
- Guadalupita VFD USDA
- DWI – D
- DWI – G

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

III. STEWARDSHIP COMPLIANCE, AND ACCOUNTABILITY (continued)

C. Deficit Fund Equity of Activities

Deficit fund balance of individual funds as of June 30, 2005, are as follows.

Special Revenue Funds:	
CDBG Grant	\$ 7,167
Mora County Senior Centers	49,308
Housing Authority Section eight	6,481
Ledoux Fire District	707
Cops Grant	30,415
Disaster Project	110,296
Wildland Fire Grant	5,340
Severance Bond SAP	87,352
Indigent Fund	2,536
Corrections	88,074
CDWI Fund	695
DWI-D	5,598
DWI-G	17,369
EOP/WMD	73
Total	\$ 411,411

The deficits are expected to be funded by additional grant funds or transfers from the general fund.

IV. DETAILED NOTES FOR ALL FUNDS

A. Cash and Temporary Investments

At June 30, 2007, the carrying amount of the District's deposits was \$1,120,938 and the bank balance was \$1,243,187. Of this balance \$295,827 was covered by federal depository insurance and \$780,504 was covered by collateral held in joint safekeeping by a third party. The remaining \$463,457 is comprised of amounts in excess of those required to be collateralized under State law. The amount that was not covered by pledged collateral was \$463,457 Interest earned on the bank accounts was accounted for in the General Fund.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

IV. DETAILED NOTES ON ALL FUNDS (continued)

A. Cash and Temporary Investments (continued)

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The statement listed below will not meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits. As of June 30, 2007, \$0 of the District's bank balance of \$929,920 was uninsured and uncollateralized and was exposed to custodial risk.

<u>Depository Accounts</u>	
Insured	\$ 295,827
Collateralized:	
Collateral held by pledging bank's trust department in the County's name	780,504
Uninsured and uncollateralized	<u>(146,411)</u>
 Total deposits	 <u>\$ 929,920</u>
 Collateral requirement:	
50% of uninsured public fund bank deposits	\$ 317,046
Pledged security	<u>780,504</u>
 Over collateralization	 <u>\$ 463,458</u>

The collateral pledged is listed on Page 120 of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

According to the Federal Deposit Insurance Authority, public unit deposits are funds owned by the County. Time deposits, savings deposits and interest bearing "Now" accounts of a public unit in an institution in the same state will be insured up to \$100,000 in aggregate and separate from the \$100,000 coverage for public unit demand deposits at the same institution.

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

IV. DETAILED NOTES FOR ALL FUNDS (continued)

A. Receivables

Receivables as of June 30, 2005 are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Enterprise</u>	<u>Total</u>
Receivables:				
Accounts receivable	\$ -	\$ -	\$ 194,859	\$ 194,859
Loans	-	46,434	-	46,434
Property taxes	28,437	-	-	28,437
Prepaid	36,357	-	-	36,357
Intergovernmental	20,613	1,161	-	21,774
Interest	-	81	-	81
Gross Receivables	<u>85,407</u>	<u>47,676</u>	<u>194,859</u>	<u>327,942</u>
Less: Allowance for Uncollectibles	-	17,630	184,000	201,630
Net receivables	<u>\$ 85,407</u>	<u>\$ 30,046</u>	<u>\$ 10,859</u>	<u>\$ 126,312</u>

B. Transfer

Net operating transfers are as follows:

Governmental Activities:	Transfers In	Transfers Out
Major Funds:		
General fund	\$ -	\$ 75,000
Nonmajor general funds	<u>145,557</u>	<u>70,557</u>
 Total Governmental transfers	 <u>\$ 145,557</u>	 <u>\$ 145,557</u>

The general purpose of the transfers are to fund expenditures until other financing is arranged or to provide matching funds.

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

IV. DETAILED NOTES FOR ALL FUNDS (continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2005, was as follows:

	<u>July 1, 2004</u>	<u>Restatement</u>	<u>Additions</u>	<u>Deletions</u>	<u>Allocation</u>	<u>June 30, 2005</u>
Governmental Activities.						
Capital assets not being depreciated:						
Land and land rights	\$ 353,406	\$ -	\$ -	\$ -	\$ (167,388)	\$ 186,018
Construction in progress	<u>280,884</u>	<u>-</u>	<u>458,656</u>	<u>-</u>	<u>-</u>	<u>739,540</u>
Total capital assets not being depreciated	<u>634,290</u>	<u>-</u>	<u>458,656</u>	<u>-</u>	<u>(167,388)</u>	<u>925,558</u>
Capital assets being depreciated:						
Buildings and improvements	1,244,234	-	54,339	-	167,623	1,466,196
Equipment and other	<u>2,220,834</u>	<u>-</u>	<u>543,521</u>	<u>-</u>	<u>(235)</u>	<u>2,764,120</u>
Total capital assets being depreciated	<u>3,465,068</u>	<u>-</u>	<u>597,860</u>	<u>-</u>	<u>167,388</u>	<u>4,230,316</u>
Less accumulated depreciation for:						
Buildings and improvements	(485,667)	5,292	(33,880)	-	-	(514,255)
Equipment and other	<u>(1,112,859)</u>	<u>68,893</u>	<u>(246,995)</u>	<u>-</u>	<u>-</u>	<u>(1,290,961)</u>
Total accumulated depreciation	<u>(1,598,526)</u>	<u>74,185</u>	<u>(280,875)</u>	<u>-</u>	<u>-</u>	<u>(1,805,216)</u>
Total capital assets being depreciated, net	<u>1,866,542</u>	<u>74,185</u>	<u>316,985</u>	<u>-</u>	<u>167,388</u>	<u>2,425,100</u>
Governmental Activities Capital Assets, net	<u>\$ 2,500,832</u>	<u>\$ 74,185</u>	<u>\$ 775,641</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,350,658</u>

Depreciation by fund:

General	\$ 26,103
Public works	56,049
Public safety	191,813
Culture and recreation	<u>6,910</u>
Total	<u>\$ 280,875</u>

IV. DETAILED NOTES FOR ALL FUNDS (continued)

D. Long-Term Debt

General Obligation Bonds.

The County issues general obligation bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities. As of June 30, 2005 no general obligation bonds had been issued.

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

IV. DETAILED NOTES FOR ALL FUNDS (continued)

E. Long-Term Debt (continued)

Revenue Bonds

The County has issued bonds where the County pledges gross receipts tax revenues and income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding as of June 30, 2005 are \$893,164.

	Original Amount	Balance due	Current Balance
Loan from State Board of Finance for voting machines, with a 2,850 annual payment and no interest. The loan matures on August 1, 2007.	\$ 28,500	\$ 8,550	\$ 2,850
Bond issue from New Mexico Finance Authority for Fire Equipment for the Mora Fire District, with a \$13,000 annual payment no interest and a .025 administrative fee. The bond matures on August 1, 2005	107,000	13,000	13,000
Bond issued from New Mexico Finance Authority for Fire Equipmennt for the Chet Fire Station, with a variable annual payment no interest and a .025% administrative fee. The bond matures on May 1, 2009	55,000	27,638	3,884
Bond issue from New Mexico Finance Authority for Goldrinas Fire District, with a variable annual payment, no interest payments, and a .25% administrative fee. The bond matures on May 1, 2013.	69,700	69,700	8,636
Bond issued from USDA for the Golondrinas Fire District. The interest rate is 4.7665% annually. The bond matures on August 1, 2023.	31,970	30,970	1,000
Bond issued from New Mexico Finance Authority for the Ocate Ojo Feliz Fire District. The interest rate is from 1.22% to 3.49% annually. The bond matures on May 1, 2014.	150,000	137,593	14,525
Bond issued from USDA for the Fire District. The interest rate is from 2.5% to 5.0% annually. The bond matures on August 1, 2023.	119,700	115,700	4,000
Bond issued from USDA for the Guadalupita Fire Truck. There is no annual interest, and a .25% administrative fee annually. The bond matures on May 1, 2007.	15,000	10,013	5,000
Bond issued from USDA for the Chet Fire District. There is no annual interest, and a .25% administrative fee annually. The bond matures on May 1, 2007.	30,000	24,030	5,985

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

IV. DETAILED NOTES FOR ALL FUNDS (continued)

E. Long-Term Debt (continued)

	Original Amount	Balance due	Current Balance
Bond issued from USDA for the Ledoux Fire District and various other fire districts. The interest rate is from 4.0% to 4.5% annually. The bond matures on April 16, 2034.	\$ 125,220	\$ 123,220	\$ 20,000
Bond issued from USDA for the Buena Vista Fire District. The interest rate is from 2.50% to 5.455% annually. The bond matures on October 25, 2024.	80,000	80,000	2,500
Bond issued from USDA for the Buena Vista Fire District. The interest rate is 6.5% annually. The bond matures on August 19, 2024.	177,750	177,750	6,400
Bond issued from New Mexico Finance Authority for the Buena Vista Fire District. There is not interest charged, and an administrative fee of .25% annually. The bond matures on May 1, 2020.	<u>75,000</u>	<u>75,000</u>	<u>4,913</u>
	<u>\$ 1,064,840</u>	<u>\$ 893,164</u>	<u>\$ 92,693</u>

Long-Term Debt

Annual debt service requirements to maturity for long-term debt are as follows:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Requirements</u>
2006	\$ 92,693	\$ 20,740	\$ 113,433
2007	65,394	19,636	85,030
2008	61,094	18,817	79,911
2009	59,493	17,932	77,425
2010	46,774	16,977	63,751
2011-2015	219,663	69,084	288,747
2016-2020	153,913	45,058	198,971
2021-2025	153,470	404	153,874
2026-2030	28,000	-	28,000
2031-2035	<u>12,670</u>	<u>-</u>	<u>12,670</u>
Total	<u>\$ 893,164</u>	<u>\$ 208,648</u>	<u>\$ 1,101,812</u>

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

IV. DETAILED NOTES FOR ALL FUNDS (continued)

E. Long-Term Debt (continued)

Changes in Long-Term Liabilities

During the year ended June 30, 2005, the following changes occurred in long-term liabilities:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One year</u>
Governmental activities:					
Compensated absences	\$ 35,472	\$ 38,154	\$ (38,658)	\$ 34,968	\$ 34,968
Loans Payable:					
State Board of Finance	11,400		(2,850)	8,550	2,850
Kansas State Bank of Manhattan	15,400		(15,400)	-	-
Revenue Bonds Payable:					
New Mexico Finance Authority	26,000		(13,000)	13,000	13,000
New Mexico Finance Authority	34,504		(6,866)	27,638	3,884
New Mexico Finance Authority	69,700		-	69,700	8,636
USDA	31,970		(1,000)	30,970	1,000
New Mexico Finance Authority	150,000		(12,407)	137,593	14,525
USDA	119,700		(4,000)	115,700	4,000
USDA	15,000		(4,987)	10,013	5,000
USDA	30,000		(5,970)	24,030	5,985
USDA	125,220		(2,000)	123,220	20,000
USDA	-	80,000	-	80,000	2,500
USDA	-	177,750	-	177,750	6,400
New Mexico Finance Authority	-	75,000	-	75,000	4,913
Total Loans and Bonds	<u>628,894</u>	<u>332,750</u>	<u>(68,480)</u>	<u>893,164</u>	<u>92,693</u>
Total long-term liabilities	<u>\$ 664,366</u>	<u>\$ 370,904</u>	<u>\$ (107,138)</u>	<u>\$ 928,132</u>	<u>\$ 127,661</u>

The liability of compensated absences is liquidated with resources from the general fund and several special revenue funds. The Bonds and Loans are paid from the general fund and the fire districts.

Although the bonds have been issued and payments are being made, some of the funds have not been disbursed in this year. The list includes:

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

IV. DETAILED NOTES FOR ALL FUNDS (continued)

E. Long-Term Debt (continued)

	<u>Original Amount</u>	<u>Unissued Balance</u>	
		<u>Bond Balance</u>	<u>Grant Funds</u>
Governmental activities:			
Revenue Bonds Payable:			
New Mexico Finance Authority	107,000	-	-
New Mexico Finance Authority	55,000	-	-
New Mexico Finance Authority	69,700	-	-
USDA	31,970	-	358
New Mexico Finance Authority	150,000	-	-
USDA	119,700	-	-
USDA	15,000	-	-
USDA	30,000	-	-
USDA	125,220	-	193
USDA	80,000	80,000	155,000
USDA	177,800	144,000	165,387
New Mexico Finance Authority	<u>75,000</u>	<u>75,000</u>	<u>18,880</u>
Total Loans and Bonds	<u>\$ 1,036,390</u>	<u>\$ 299,000</u>	<u>\$ 339,818</u>

Subsequent bond issue for \$2,650,000, issued to build a new county complex. Interest rate varies from 2.4% to 3.71%. The bonds mature on August 1, 2021.

F. Reserved Fund Balances

The New Mexico Department of Finance and Administration (DFA) requires that 1/12th of the general fund budgeted expenditures be reserved as subsequent year expenditures to maintain an adequate cash flow until the next significant property tax collection.

V. OTHER NOTE DISCLOSURES

A. Contingent Liabilities

Litigation

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government attorney the resolution of these matters will not have a material adverse effect on the financial condition of the government.

Grants

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

B. Employee Retirement Systems and Plans

Plan Description

Substantially all of the County's full time employees participate in a defined benefit contributory retirement plan through the Public Employees' Retirement Association (PERA) of the State of New Mexico authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978). PERA is the administrator of the State of New Mexico, as employer, is provided at the state-wide level in a separately issued financial report of the PERA. A copy of the PERA financial report may be obtained by writing to PERA, P.O. Box 2123, Santa Fe, New Mexico 87504.

Retirement Eligibility

Eligibility for receiving the monthly benefits equal to the number of years of credited service times 2.5% of their final average monthly salary for the thirty-six consecutive months of credited service producing the largest average is as follows:

Any age with 25 or more years of credited service, or age 60 or older with 20 or more years of credited service; or

Age 61 or older with 17 or more years of credited service; or

Age 62 or older with 14 or more years of credited service; or

Age 63 or older with 11 or more years of credited service; or

Age 64 or older with 8 or more years of credited service; or

Age 65 or older with 5 or more years of credited service.

Police officers and fire fighters are eligible for retirement at any age after 20 years of service. Benefits vest after 5 years of credited service.

Contribution Requirements

Contributions to the pension plan as of June 30, 2005 are equal to percentages of annual salaries as follows:

	<u>County</u> <u>Contribution</u>	<u>Employee</u> <u>Contribution</u>	<u>Total</u>
Police	10.00%	7.00%	17.00%
General	7.00%	7.00%	14.00%

The contribution requirements of plan members and the County are established under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The actuarially determined contribution requirements and actual contributions made for the year ended June 30, 2005 were \$114,595, (which consisted of \$55,088 from the County and \$59,508 from employees; representing 11.0 percent and 10.6 percent of covered payroll, respectively). The payroll for employees covered by PERA for the year ended June 30, 2005 was \$786,964. Contributions for the past three years are as follows:

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

<u>Fiscal Year</u>	<u>Pension Cost</u>	<u>Percentage Contribution</u>	<u>Benefit Obligation</u>
2003	\$ 57,475	100%	\$ -
2004	\$ 63,274	100%	\$ -
2005	\$ 59,508	100%	\$ -

If member's employment is terminated before the member is eligible for any other benefits under PERA, the member may receive a refund of the member's contribution and interest accrued based on rates established biannually by the retirement board.

C. Post-Employment Benefits

The County has elected not to participate in the Retiree Health Care Act (Section 10-7C-1 to 10-7c-16, NMSA 1978).

D. Trend Information

Information pertaining to the actuarially computed present value of vested accumulated plan benefits and nonvested accumulated plan benefits, the plan's net assets available for benefits and the assumed rate of return used in computing the present value, and ten-year historical trend information presenting PERA's progress in accumulating sufficient assets to pay benefits when due is not available by individual government agencies participating in the plan. Actuarial pension data for the State of New Mexico, as employer, is provided at the state-wide level in a separately-issued financial report of the PERA.

E. Risk Management

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

Mora 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.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2005

F. Restatement

The County had some cash escrow accounts associated with the bond issues which were not reported in the prior audit report, which created a restatement in the special revenue funds in the amount of \$24,145.

The prior year bond issues in the amount of \$487,290 were not reported in the Statement of Activities.

The prior year audit report did not reconcile from the Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities, and the Balance Sheet Governmental Funds to the Statement of Net Assets by \$81,085, which is the principal payments on bonds in the special revenue funds.

The prior year depreciation expense was understated by \$74,185.

	Fund <u>Accounting</u>	Government <u>Wide</u>
Beginning Fund Balance	\$ (680,081)	\$ (3,084,923)
Restatement:		
Bank of Albuquerque Accounts	(24,145)	(24,145)
Bonds issued in the prior year	-	487,290
Prior year Government wide restatement	-	81,085
Depreciation	-	(74,185)
Total restatement	<u>(24,145)</u>	<u>470,045</u>
Fund Balance as restated	<u>\$ (728,371)</u>	<u>\$ (2,144,833)</u>

G. Jointly Governed Organizations

Joint powers agreement for Solid Waste Bins

Participants:	Mora County, Village of Wagon Mound
Responsible Parties:	Both parties
Description:	Village of Wagon Mound agrees to house proper bins for Mora County Solid Waste Department.
Period:	January 23, 2003 until cancelled
Project Costs:	Mora County agrees to pay one-half of the salary of an employee to monitor the site.
County Contributions:	Undeterminable
Audit Responsibility:	Village of Wagon Mound

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2005

G. Jointly Governed Organizations (continued)

Joint powers agreement for Inmate Housing – Quay County

Participants:	Mora County, Quay County
Responsible Parties:	Quay County
Description:	Quay County has agreed to house adult and juvenile prisoners from Mora County.
Period:	March 15, 2003 until cancelled
Project Costs:	Mora County agrees to pay \$85 per day for each adult or juvenile prisoner.
County Contributions:	Undeterminable
Audit Responsibility:	Quay County

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2005

Special Revenue Funds

	<u>CDBG Fund</u>	<u>CDBG/Juvenile Facility Plan Fund</u>	<u>Clerks Filing Fees Fund</u>	<u>Development Loan Fund</u>	<u>Mora County Senior Centers Fund</u>	<u>NM Clean and Beautiful Fund</u>	<u>Housing Authority Section Eight Fund</u>	<u>Chacon VFD Fund</u>	<u>Mora VFD Fund</u>	<u>Guadalupita VFD Fund</u>
<u>ASSETS</u>										
Current assets:										
Cash and cash equivalents	\$ (7,167)	\$ -	\$ 17,665	\$ 10,036	\$ (44,114)	\$ -	\$ (5,342)	\$ 185,100	\$ 25	\$ 26,811
Cash with fiscal agent	-	-	-	-	-	-	-	-	508	-
Receivables:										
Interest	-	-	-	81	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	384	-	-	-
Total current assets	(7,167)	-	17,665	10,117	(44,114)	-	(4,958)	185,100	533	26,811
Noncurrent assets:										
Loan receivable	-	-	-	28,804	-	-	-	-	-	-
Total assets	\$ (7,167)	\$ -	\$ 17,665	\$ 38,921	\$ (44,114)	\$ -	\$ (4,958)	\$ 185,100	\$ 533	\$ 26,811
<u>LIABILITIES AND FUND BALANCE</u>										
Current liabilities:										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 1,599	\$ -	\$ 623	\$ 2,157	\$ 292	\$ 98
Accrued liabilities	-	-	-	-	3,595	-	900	-	-	-
Total current liabilities	-	-	-	-	5,194	-	1,523	2,157	292	98
Fund balance:										
Unreserved:										
Special revenue fund	(7,167)	-	17,665	38,921	(49,308)	-	(6,481)	182,943	241	26,713
Total fund balance	(7,167)	-	17,665	38,921	(49,308)	-	(6,481)	182,943	241	26,713
Total liabilities and fund balance	\$ (7,167)	\$ -	\$ 17,665	\$ 38,921	\$ (44,114)	\$ -	\$ (4,958)	\$ 185,100	\$ 533	\$ 26,811

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2005

	<u>Special Revenue Funds</u>									
	Golondrinas VFD <u>Fund</u>	Ocate VFD <u>Fund</u>	Rainsville VFD <u>Fund</u>	Watrous VFD <u>Fund</u>	CHET VFD <u>Fund</u>	VFD Fire Excise Share <u>Fund</u>	Law Protection <u>Fund</u>	LMC VFD <u>Fund</u>	U/S Cops Grant <u>Fund</u>	Buena Vista VFD NMEMNRD Grant <u>Fund</u>
<u>ASSETS</u>										
Current assets:										
Cash and cash equivalents	\$ 2,020	\$ 31,344	\$ 117,318	\$ 26,000	\$ 9,657	\$ 103,694	\$ 29,371	\$ (592)	\$ (29,030)	\$ -
Cash with fiscal agent	8,993	-	-	-	4,649	-	-	-	-	-
Receivables:										
Interest	-	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-	-	-
Total current assets	11,013	31,344	117,318	26,000	14,306	103,694	29,371	(592)	(29,030)	-
Noncurrent assets:										
Loan receivable	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 11,013	\$ 31,344	\$ 117,318	\$ 26,000	\$ 14,306	\$ 103,694	\$ 29,371	\$ (592)	\$ (29,030)	\$ -
<u>LIABILITIES AND FUND BALANCE</u>										
Current liabilities:										
Accounts payable	\$ 536	\$ 8,607	\$ 4,624	\$ 449	\$ 7,856	\$ 496	\$ -	\$ 115	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-	-	1,385	-	-
Total current liabilities	536	8,607	4,624	449	7,856	496	-	115	1,385	-
Fund balance:										
Unreserved:										
Special revenue fund	10,477	22,737	112,694	25,551	6,450	103,198	29,371	(707)	(30,415)	-
Total fund balance	10,477	22,737	112,694	25,551	6,450	103,198	29,371	(707)	(30,415)	-
Total liabilities and fund balance	\$ 11,013	\$ 31,344	\$ 117,318	\$ 26,000	\$ 14,306	\$ 103,694	\$ 29,371	\$ (592)	\$ (29,030)	\$ -

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2005

Special Revenue Funds

	Buena Vista VFD Fund	Disaster Project Fund	Wildland Fire Grant' Fund	Severance Bond SAP Fund	Mora VFD NMEMNRD Grant Fund	Golondrinas VFD USDA Fund	Mora VFD FEMA Grant Fund	Farm And Range Fund	Recreation Fund	Indigent Fund
ASSETS										
Current assets:										
Cash and cash equivalents	\$ 26,255	\$ (4,223)	\$ (5,870)	\$ (84,409)	\$ 1	\$ -	\$ -	\$ 681	\$ 1,504	\$ (2,536)
Cash with fiscal agent	75,117	-	-	-	-	-	-	-	-	-
Receivables:										
Interest	-	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	530	-	-	-	-	-	247	-
Total current assets	101,372	(4,223)	(5,340)	(84,409)	1	-	-	681	1,751	(2,536)
Noncurrent assets:										
Loan receivable	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 101,372	\$ (4,223)	\$ (5,340)	\$ (84,409)	\$ 1	\$ -	\$ -	\$ 681	\$ 1,751	\$ (2,536)
LIABILITIES AND FUND BALANCE										
Current liabilities:										
Accounts payable	\$ 2,595	\$ 106,073	\$ -	\$ 2,943	\$ -	\$ -	\$ -	\$ 200	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-	-	-	-	-
Total current liabilities	2,595	106,073	-	2,943	-	-	-	200	-	-
Fund balance:										
Unreserved:										
Special revenue fund	98,777	(110,296)	(5,340)	(87,352)	1	-	-	481	1,751	(2,536)
Total fund balance	98,777	(110,296)	(5,340)	(87,352)	1	-	-	481	1,751	(2,536)
Total liabilities and fund balance	\$ 101,372	\$ (4,223)	\$ (5,340)	\$ (84,409)	\$ 1	\$ -	\$ -	\$ 681	\$ 1,751	\$ (2,536)

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2005

	Special Revenue Funds									
	Property Valuation Fund	Emergency Medical Services Fund	County Fire Excise Tax Fund	David Cargo Library Fund	LMC VFD USDA Fund	Buena Vista VFD USDA Fund	Guadalupita VFD NMEMNRD Grant Fund	Corrections Fund	Guadalupita VFD USDA Fund	CHET VFD Rescue Fund
ASSETS										
Current assets:										
Cash and cash equivalents	\$ 5,639	\$ 63,401	\$ 5,141	\$ 48	\$ 16,643	\$ -	\$ -	\$ (78,335)	\$ -	\$ 356
Cash with fiscal agent	-	-	-	-	-	80,000	-	-	-	-
Receivables:										
Interest	-	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-	-	-
Total current assets	5,639	63,401	5,141	48	16,643	80,000	-	(78,335)	-	356
Noncurrent assets:										
Loan receivable	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 5,639	\$ 63,401	\$ 5,141	\$ 48	\$ 16,643	\$ 80,000	\$ -	\$ (78,335)	\$ -	\$ 356
LIABILITIES AND FUND BALANCE										
Current liabilities:										
Accounts payable	\$ -	\$ 2,084	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,739	\$ -	\$ -
Accrued liabilities	490	-	-	-	-	-	-	-	-	-
Total current liabilities	490	2,084	-	-	-	-	-	9,739	-	-
Fund balance:										
Unreserved:										
Special revenue fund	5,149	61,317	5,141	48	16,643	80,000	-	(88,074)	-	356
Total fund balance	5,149	61,317	5,141	48	16,643	80,000	-	(88,074)	-	356
Total liabilities and fund balance	\$ 5,639	\$ 63,401	\$ 5,141	\$ 48	\$ 16,643	\$ 80,000	\$ -	\$ (78,335)	\$ -	\$ 356

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2005

	<u>Special Revenue Funds</u>										
	Homeland Security Grant <u>Fund</u>	Ocate VFD USDA Grant <u>Fund</u>	Chacon VFD USDA Grant <u>Fund</u>	Rainsville VFD USDA Grant <u>Fund</u>	Law Enforcement USDA Grant <u>Fund</u>	CDWI <u>Fund</u>	DWI-D <u>Fund</u>	DWI-G <u>Fund</u>	DOH/CHIC <u>Fund</u>	EOP/WMD <u>Fund</u>	Total Nonmajor Governmental Funds
ASSETS											
Current assets:											
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (695)	\$ (4,593)	\$ (17,369)	\$ -	\$ (73)	\$ 394,362
Cash with fiscal agent	-	-	119,000	25,000	-	-	-	-	-	-	313,267
Receivables:											
Interest	-	-	-	-	-	-	-	-	-	-	81
Intergovernmental receivable	-	-	-	-	-	-	-	-	-	-	1,161
Total current assets	-	-	119,000	25,000	-	(695)	(4,593)	(17,369)	-	(73)	708,871
Noncurrent assets:											
Loan receivable	-	-	-	-	-	-	-	-	-	-	28,804
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,000</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ (695)</u>	<u>\$ (4,593)</u>	<u>\$ (17,369)</u>	<u>\$ -</u>	<u>\$ (73)</u>	<u>\$ 737,675</u>
LIABILITIES AND FUND BALANCE											
Current liabilities:											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 151,086
Accrued liabilities	-	-	-	-	-	-	1,005	-	-	-	7,375
Total current liabilities	-	-	-	-	-	-	1,005	-	-	-	158,461
Fund balance:											
Unreserved:											
Special revenue fund	-	-	119,000	25,000	-	(695)	(5,598)	(17,369)	-	(73)	579,214
Total fund balance	-	-	119,000	25,000	-	(695)	(5,598)	(17,369)	-	(73)	579,214
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,000</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ (695)</u>	<u>\$ (4,593)</u>	<u>\$ (17,369)</u>	<u>\$ -</u>	<u>\$ (73)</u>	<u>\$ 737,675</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	CDBG Fund	Clerks Filing Fees Fund	Development Loan Fund	Mora County Senior Centers Fund	Housing Authority Section Eight Fund
Revenues:					
Taxes:					
Other	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	175,680	-	-	-	200,006
Charges for services	-	-	-	129,287	-
Investment earnings	-	-	1,484	-	-
Miscellaneous	-	5,726	-	-	-
	<u>-</u>	<u>5,726</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>175,680</u>	<u>5,726</u>	<u>1,484</u>	<u>129,287</u>	<u>200,006</u>
Expenditures:					
Current:					
General government	-	1,838	19,766	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	234,856
Culture and recreation	-	-	-	178,595	-
Capital outlay	17,058	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>17,058</u>	<u>1,838</u>	<u>19,766</u>	<u>178,595</u>	<u>234,856</u>
Excess (deficiency) of revenues over expenditures	<u>158,622</u>	<u>3,888</u>	<u>(18,282)</u>	<u>(49,308)</u>	<u>(34,850)</u>
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>158,622</u>	<u>3,888</u>	<u>(18,282)</u>	<u>(49,308)</u>	<u>(34,850)</u>
Fund balance as previously reported	(165,789)	13,777	57,203	-	28,369
Restatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance as restated	<u>(165,789)</u>	<u>13,777</u>	<u>57,203</u>	<u>-</u>	<u>28,369</u>
Fund balance (deficit) at end of the year	<u>\$ (7,167)</u>	<u>\$ 17,665</u>	<u>\$ 38,921</u>	<u>\$ (49,308)</u>	<u>\$ (6,481)</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	Chacon VFD Fund	Mora VFD Fund	Guadalupita VFD Fund	Golondrinas VFD Fund	Ocate VFD Fund
Revenues:					
Taxes:					
Other	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	33,053	32,502	45,338	32,502	45,338
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	223	166	360	165	-
	<u>33,276</u>	<u>32,668</u>	<u>45,698</u>	<u>32,667</u>	<u>45,338</u>
Total revenues					
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	19,010	10,328	10,781	11,855	39,877
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	3,000	-	12,126	-	5,966
Debt service:					
Principal retirement	-	17,000	4,987	16,400	12,407
Bond interest paid	-	5,365	70	2,799	4,263
	<u>22,010</u>	<u>32,693</u>	<u>27,964</u>	<u>31,054</u>	<u>62,513</u>
Total expenditures					
Excess (deficiency) of revenues over expenditures	<u>11,266</u>	<u>(25)</u>	<u>17,734</u>	<u>1,613</u>	<u>(17,175)</u>
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	500	-	-	-
Transfers out	-	-	-	(57)	-
	<u>-</u>	<u>500</u>	<u>-</u>	<u>(57)</u>	<u>-</u>
Total other sources and uses					
expenditures and other uses	<u>11,266</u>	<u>475</u>	<u>17,734</u>	<u>1,556</u>	<u>(17,175)</u>
Fund balance as previously reported	171,677	(234)	8,979	63	29,205
Restatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,858</u>	<u>10,707</u>
Fund balance as restated	<u>171,677</u>	<u>(234)</u>	<u>8,979</u>	<u>8,921</u>	<u>39,912</u>
Fund balance (deficit) at end of the year	<u>\$ 182,943</u>	<u>\$ 241</u>	<u>\$ 26,713</u>	<u>\$ 10,477</u>	<u>\$ 22,737</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	Rainsville VFD Fund	Watrous VFD Fund	CHET VFD Fund	VFD Fire Excise Share Fund	Law Protection Fund
Revenues:					
Taxes					
Other	\$ -	\$ -	\$ -	\$ 4,333	\$ -
Intergovernmental	52,502	45,338	65,004	-	31,706
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	418	134	107	-	-
	52,920	45,472	65,111	4,333	31,706
Total revenues					
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	17,802	16,620	37,866	23,568	2,298
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	1,970	1,718	12,569	13,447	-
Debt service:					
Principal retirement	-	-	12,836	-	-
Bond interest paid	-	-	161	-	-
	19,772	18,338	63,432	37,015	2,298
Total expenditures					
Excess (deficiency) of revenues over expenditures	33,148	27,134	1,679	(32,682)	29,408
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	-	-	61,045	-
Transfers out	-	-	-	-	-
	-	-	-	61,045	-
Total other sources and uses					
expenditures and other uses	33,148	27,134	1,679	28,363	29,408
Fund balance as previously reported	79,546	(1,583)	191	74,835	(37)
Restatement	-	-	4,580	-	-
Fund balance as restated	79,546	(1,583)	4,771	74,835	(37)
Fund balance (deficit) at end of the year	\$ 112,694	\$ 25,551	\$ 6,450	\$ 103,198	\$ 29,371

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	LMC VFD Fund	U/S Cops Grant Fund	Buena Vista VFD Fund	Disaster Project Fund	Wildland Fire Grant' Fund
Revenues:					
Taxes					
Other	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	29,079	56,558	29,079	43,994	18,670
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	379	-	248	-	-
	<u>29,458</u>	<u>56,558</u>	<u>29,327</u>	<u>43,994</u>	<u>18,670</u>
Total revenues					
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	20,162	63,328	13,949	-	19,745
Public works	-	-	-	146,041	-
Culture and recreation	-	-	-	-	-
Capital outlay	19,236	-	5,710	-	-
Debt service:					
Principal retirement	2,000	-	-	-	-
Bond interest paid	5,223	-	-	-	-
	<u>46,621</u>	<u>63,328</u>	<u>19,659</u>	<u>146,041</u>	<u>19,745</u>
Total expenditures					
Excess (deficiency) of revenues over expenditures	<u>(17,163)</u>	<u>(6,770)</u>	<u>9,668</u>	<u>(102,047)</u>	<u>(1,075)</u>
Other sources and uses:					
Sale of bonds	-	-	75,000	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>75,000</u>	<u>-</u>	<u>-</u>
Total other sources and uses					
expenditures and other uses	<u>(17,163)</u>	<u>(6,770)</u>	<u>84,668</u>	<u>(102,047)</u>	<u>(1,075)</u>
Fund balance as previously reported	16,456	(23,645)	14,109	(8,249)	(4,265)
Restatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance as restated	<u>16,456</u>	<u>(23,645)</u>	<u>14,109</u>	<u>(8,249)</u>	<u>(4,265)</u>
Fund balance (deficit) at end of the year	<u>\$ (707)</u>	<u>\$ (30,415)</u>	<u>\$ 98,777</u>	<u>\$ (110,296)</u>	<u>\$ (5,340)</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	Severance Bond SAP Fund	Mora VFD NMEMNRD Grant Fund	Golondrinas VFD USDA Fund	Mora VFD FEMA Grant Fund	Farm And Range Fund
Revenues:					
Taxes					
Other	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	949,864	35,819	-	76,500	-
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>949,864</u>	<u>35,819</u>	<u>-</u>	<u>76,500</u>	<u>-</u>
Expenditures:					
Current:					
General government	472,035	-	-	-	-
Public safety	-	18,251	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	700
Capital outlay	458,138	-	-	76,500	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>930,173</u>	<u>18,251</u>	<u>-</u>	<u>76,500</u>	<u>700</u>
Excess (deficiency) of revenues over expenditures	<u>19,691</u>	<u>17,568</u>	<u>-</u>	<u>-</u>	<u>(700)</u>
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	2,855	57	-	-
Transfers out	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total other sources and uses	<u>-</u>	<u>2,855</u>	<u>57</u>	<u>-</u>	<u>-</u>
expenditures and other uses	<u>19,691</u>	<u>20,423</u>	<u>57</u>	<u>-</u>	<u>(700)</u>
Fund balance as previously reported	(107,043)	(20,422)	(57)	-	1,181
Restatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance as restated	<u>(107,043)</u>	<u>(20,422)</u>	<u>(57)</u>	<u>-</u>	<u>1,181</u>
Fund balance (deficit) at end of the year	<u>\$ (87,352)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 481</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	<u>Special Revenue Funds</u>				
	Recreation Fund	Indigent Fund	Property Valuation Fund	Emergency Medical Services Fund	County Fire Excise Tax Fund
Revenues:					
Taxes					
Other	\$ 1,479	\$ 26,921	\$ 15,133	\$ -	\$ 44,962
Intergovernmental	-	-	-	13,888	-
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	<u>1,479</u>	<u>26,921</u>	<u>15,133</u>	<u>13,888</u>	<u>44,962</u>
Total revenues					
Expenditures:					
Current:					
General government	-	40,739	10,754	-	-
Public safety	-	-	-	15,627	-
Public works	-	-	-	-	-
Culture and recreation	1,100	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
	<u>1,100</u>	<u>40,739</u>	<u>10,754</u>	<u>15,627</u>	<u>-</u>
Total expenditures					
Excess (deficiency) of revenues over expenditures	<u>379</u>	<u>(13,818)</u>	<u>4,379</u>	<u>(1,739)</u>	<u>44,962</u>
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	-	-	6,100	-
Transfers out	-	-	-	-	(70,500)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,100</u>	<u>(70,500)</u>
Total other sources and uses					
expenditures and other uses	<u>379</u>	<u>(13,818)</u>	<u>4,379</u>	<u>4,361</u>	<u>(25,538)</u>
Fund balance as previously reported	1,372	11,282	770	56,956	30,679
Restatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance as restated	<u>1,372</u>	<u>11,282</u>	<u>770</u>	<u>56,956</u>	<u>30,679</u>
Fund balance (deficit) at end of the year	<u>\$ 1,751</u>	<u>\$ (2,536)</u>	<u>\$ 5,149</u>	<u>\$ 61,317</u>	<u>\$ 5,141</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	David Cargo Library Fund	LMC VFD USDA Fund	Buena Vista VFD USDA Fund	Guadalupita VFD NMEMNRD Grant Fund	Corrections Fund
Revenues:					
Taxes					
Other	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	7,254	322,056	-	-	19,160
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	7,254	322,056	-	-	19,160
Total revenues	7,254	322,056	-	-	19,160
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	9,820	-	-	118,594
Public works	-	-	-	-	-
Culture and recreation	5,527	-	-	-	-
Capital outlay	-	256,460	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
	5,527	266,280	-	-	118,594
Total expenditures	5,527	266,280	-	-	118,594
Excess (deficiency) of revenues over expenditures	1,727	55,776	-	-	(99,434)
Other sources and uses:					
Sale of bonds	-	-	80,000	-	-
Transfers in	-	-	-	-	75,000
Transfers out	-	-	-	-	-
	-	-	80,000	-	75,000
Total other sources and uses	-	-	80,000	-	75,000
expenditures and other uses	1,727	55,776	80,000	-	(24,434)
Fund balance as previously reported	(1,679)	(39,133)	-	-	(63,640)
Restatement	-	-	-	-	-
Fund balance as restated	(1,679)	(39,133)	-	-	(63,640)
Fund balance (deficit) at end of the year	\$ 48	\$ 16,643	\$ 80,000	\$ -	\$ (88,074)

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	Guadalupita VFD USDA Fund	CHET VFD Rescue Fund	Homeland Security Grant Fund	Ocate VFD USDA Grant Fund	Chacon VFD USDA Grant Fund
Revenues:					
Taxes					
Other	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	52,500	1,500	-	53,363	-
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	-	-	-	-	-
Total revenues	52,500	1,500	-	53,363	-
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	1,144	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	75,000	-	-	64,613	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
	-	-	-	-	-
Total expenditures	75,000	1,144	-	64,613	-
Excess (deficiency) of revenues over expenditures	(22,500)	356	-	(11,250)	-
Other sources and uses:					
Sale of bonds	22,500	-	-	11,250	119,000
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	-	-	-	-	-
Total other sources and uses	22,500	-	-	11,250	119,000
expenditures and other uses	-	356	-	-	119,000
Fund balance as previously reported	-	-	-	-	-
Restatement	-	-	-	-	-
Fund balance as restated	-	-	-	-	-
Fund balance (deficit) at end of the year	\$ -	\$ 356	\$ -	\$ -	\$ 119,000

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds				
	Rainsville VFD USDA Grant Fund	Law Enforcement USDA Grant Fund	CDWI Fund	DWI-D Fund	DWI-G Fund
Revenues:					
Taxes					
Other	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	1,560	36,806	42,311
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>1,560</u>	<u>36,806</u>	<u>42,311</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	2,592	37,674	36,830
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>2,592</u>	<u>37,674</u>	<u>36,830</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(1,032)</u>	<u>(868)</u>	<u>5,481</u>
Other sources and uses:					
Sale of bonds	25,000	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other sources and uses	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
expenditures and other uses	<u>25,000</u>	<u>-</u>	<u>(1,032)</u>	<u>(868)</u>	<u>5,481</u>
Fund balance as previously reported	-	-	337	(4,730)	(22,850)
Restatement	-	-	-	-	-
Fund balance as restated	<u>-</u>	<u>-</u>	<u>337</u>	<u>(4,730)</u>	<u>(22,850)</u>
Fund balance (deficit) at end of the year	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ (695)</u>	<u>\$ (5,598)</u>	<u>\$ (17,369)</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2005

	Special Revenue Funds		
	DOH/CHIC	EOP/WMD	Total Nonmajor
	Fund	Fund	Governmental
	Fund	Fund	Funds
Revenues:			
Taxes			
Other	\$ -	\$ -	\$ 92,828
Intergovernmental	5,000	24,785	2,578,715
Charges for services	-	-	129,287
Investment earnings	-	-	1,484
Miscellaneous	-	-	7,926
	5,000	24,785	2,810,240
Total revenues			
	5,000	24,785	2,810,240
Expenditures:			
Current:			
General government	-	24,858	569,990
Public safety	5,000	-	552,721
Public works	-	-	380,897
Culture and recreation	-	-	185,922
Capital outlay	-	-	1,023,511
Debt service:			
Principal retirement	-	-	65,630
Bond interest paid	-	-	17,881
	5,000	24,858	2,796,552
Total expenditures			
	5,000	24,858	2,796,552
Excess (deficiency) of revenues over expenditures	-	(73)	13,688
Other sources and uses:			
Sale of bonds	-	-	332,750
Transfers in	-	-	145,557
Transfers out	-	-	(70,557)
	-	-	407,750
Total other sources and uses			
	-	-	407,750
expenditures and other uses	-	(73)	421,438
Fund balance as previously reported	-	-	133,631
Restatement	-	-	24,145
Fund balance as restated	-	-	157,776
Fund balance (deficit) at end of the year	\$ -	\$ (73)	\$ 579,214

BUDGETARY PRESENTATION

THIS PAGE INTENTIONALLY LEFT BLANK

NONMAJOR SPECIAL REVENUE FUNDS

CDBG

To account for development of viable urban communities and to construct a solid waste convenience center. Funding is from a Community Development Block Grant from the Department of HUD through the State Department of Finance and Administration under Grant 88-C-RS-1-2-G36 ABD 89-C-RS-11-G20.

CLERKS FILING FEES

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 14-8-12.2, NMSA 1978 Compilation).

DEVELOPMENT LOAN

To account for payments received on the economic development loans. Funding was provided by a prior year CDBG grant.

MORA COUNTY SENIOR CENTERS

To account for funds used to provide services to the elderly in Mora County. Funding is provided by the Area Agency on Aging

NM CLEAN AND BEAUTIFUL

To account for funds used for highway beautification. Funding is provided by the New Mexico Highway and Transportation Department in accordance with the Litter Control and Beautification Act (NMSA 1978 Section 67-16-1 to 67-16-4).

FIRE DISTRICT FUNDS

To account for the revenues and expenditures of fire protection funds for the communities of Chacon, Mora, Guadalupita, Golondrinas, Ocate, Rainsville, Watrous, Chet, LMC, and Buena Vista. Funding is provided by allotments from the New Mexico State Fire Marshall's Office. The funds were created under the authority of state statute (section 59A-93-5-8 and 59A-53-5, NMSA 1978 compilation).

HOUSING AUTHORITY SECTION EIGHT

To account for Department of Housing and Urban Development (HUD) Section 8 existing housing and voucher programs including housing assistance payments for qualifying citizens of the County. This funds are provided under annual contribution contract with the U.S. Department of Housing and Urban Development.

VFD FIRE EXCISE SHARE

To account for the fire excise tax set aside for the purposes of financing operational expenses in providing ambulance services for the County. The fund was created by authority of the County electorate election held November 9, 1998. Financing is provided by an excise tax equal to $\frac{1}{4}$ of 1 percent of the gross receipts.

LAW PROTECTION

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.

NONMAJOR SPECIAL REVENUE FUNDS

US COPS

To account for grant funds provided by the U.S. Department of Justice to hire two new additional full-time officers. Authority is Public Safety Partnership and Community Policy Act of 1994.

DISASTER PROJECT

To account for assistance and expenditure of disaster funds provided by the New Mexico Department of Safety and a proclamation by the Governor.

WILDLAND FIRE, MORA VFD NMEMNRD GRANT, BUENA VISTA VFD NMEMNRD GRANT AND GUADALUPITA VFD NMEMRD GRANT

To account for revenues and expenditures for grant funds to fight wild fires within the county. Funding is provided by allotments from the New Mexico State Fire Marshall's Office. The funds were created under the authority of State Statute (section 59A-53-5, NMSA 1978 compilation).

SEVERANCE BONDS SAP

To account for grant funds provided by the State of New Mexico out of severance tax bonds. The funds are to be used for repairs to the courthouse.

USDA GRANTS

To account for funds received under a grant from the U.S. Department of Agriculture to undertake the acquisition, construction, enlargement, capital improvement, or purchase of equipment for the communities of Golondrinas, LMC, Buena Vista, Guadalupita, Octate, Chacon, and Rainsville. Authority is 197 C.F.R. Part 3570.

MORA VFD FEMA GRANT

To account for revenues and expenditures for grant funds to fight wild fires within the County. 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-53-5, NMSA 1978 Compilation).

FARM AND RANGE

To account for the operations and maintenance of county roads and predatory animal control. Financing is provided by the county's share of grazing fees. Such fees provide for payment of all current operating costs and may be used only for that purpose. Authority is NMSA 6-11-6 and funding is provided by the Taylor Grazing Act.

RECREATION

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).

NONMAJOR SPECIAL REVENUE FUNDS

INDIGENT

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 24-10A-1, NMSA 1978 Compilation).

PROPERTY VALUATION

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

The fund is to account for a grant from the State of New Mexico Health and Environment Department to be utilized for capital outlay for fire personnel as paramedics. The fund was created by the authority of State statute Section 24-10A-6, NMSA, 1978 Compilation.

COUNTY FIRE EXCISE TAX

The fund is used to account for the fire excise tax set aside for the purpose of financial operational expenses in providing ambulances for the County. The taxes are held in the share account until allocated and expended for the various emergency services. The fund was created by authority of the County Electorate Election held November 9, 1998. The financing is provided by an excise tax equal to $\frac{1}{4}$ of 1 percent of the gross receipts. The funds are provided by the New Mexico Department of Safety and a proclamation by the Governor.

DAVID CARGO LIBRARY

To account for collection of fees and fines and expenditures in relation to this County facility. Authority is County Commission resolution.

CORRECTIONS

To account for correction fees authorized by Section 66-8-116, NMSA, 1978. Such revenues are used to supplement general funds for the care of prisoners.

CHET VFD RESCUE

To account for grant funds for the purchase of supplies and equipment

CDWI, DWI – D, and DWI – G

To account for grant funds from the Department of Finance and Administration to provide quality substance abuse treatment, community education, outreach and primary prevention services to citizens of Mora County. This fund was created by authority of state statute (see Section 66-7-501 to 66-7-511 of NMSA)

DOH/CHIC

To account for grant funds from the Department of Health to provide support for positive health outcomes in New Mexico through the community health improvement process implemented by a Community Health Council

NONMAJOR SPECIAL REVENUE FUNDS

EOP/WMD

To account for a grant fund provide by the Office of Emergency Management to create a Five Year Emergency Operations Plan

HOMELAND SECURITY GRANT

To account for grant funds from the Department of Homeland Security for the purchase of equipment

LAW ENFORCEMENT USDA GRANT

To account for grant funds from the USDA for purchase of equipment

STATE OF NEW MEXICO
MORA COUNTY

CDBG SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 226,096	\$ 226,096	\$ 175,680	\$ (50,416)
Expenditures:				
Capital outlay:				
Buildings and improvements	<u>290,077</u>	<u>290,077</u>	<u>223,019</u>	<u>67,058</u>
Excess (deficiency) of revenues over expenditures	(63,981)	(63,981)	(47,339)	16,642
Fund balance (deficit) at beginning of the year	<u>63,981</u>	<u>63,981</u>	<u>(165,789)</u>	<u>(229,770)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(213,128)	<u>\$ (213,128)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>205,961</u>	
			<u>\$ (7,167)</u>	

STATE OF NEW MEXICO
MORA COUNTY

CLERKS FILING FEES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Licenses and permits	\$ 5,000	\$ 5,000	\$ 5,726	\$ 726
Expenditures:				
Current:				
General government	-	1,838	1,838	-
Capital outlay:				
Equipment	<u>18,777</u>	<u>16,939</u>	<u>-</u>	<u>16,939</u>
Total expenditures	<u>18,777</u>	<u>18,777</u>	<u>1,838</u>	<u>16,939</u>
Excess (deficiency) of revenues over expenditures	(13,777)	(13,777)	3,888	17,665
Fund balance at beginning of the year	<u>13,777</u>	<u>13,777</u>	<u>13,777</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,665</u>	<u>\$ 17,665</u>

STATE OF NEW MEXICO
MORA COUNTY

DEVELOPMENT LOAN SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Miscellaneous	\$ 6,410	\$ 6,410	\$ 9,915	\$ 3,505
Expenditures:				
Current:				
General government:				
General government	<u>20,834</u>	<u>21,531</u>	<u>15,000</u>	<u>6,531</u>
Excess (deficiency) of revenues over expenditures	<u>(14,424)</u>	<u>(15,121)</u>	<u>(5,085)</u>	<u>10,036</u>
Fund balance at beginning of the year	<u>14,424</u>	<u>15,121</u>	<u>57,203</u>	<u>42,082</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	52,118	<u>\$ 52,118</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>(13,197)</u>	
			<u>\$ 38,921</u>	

STATE OF NEW MEXICO
MORA COUNTY

MORA COUNTY SENIOR CENTERS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Charges for services	\$ 170,722	\$ 182,180	\$ 129,287	\$ (52,893)
Expenditures:				
Current:				
Culture and recreation:				
Culture and recreation	<u>170,722</u>	<u>182,180</u>	<u>173,401</u>	<u>8,779</u>
Deficiency of revenues over expenditures	-	-	(44,114)	(44,114)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(44,114)	<u>\$ (44,114)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(1,599)	
Change in accrued liabilities			<u>(3,595)</u>	
			<u>\$ (49,308)</u>	

STATE OF NEW MEXICO
MORA COUNTY

NM CLEAN AND BEAUTIFUL SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)
Expenditures:				
Current:				
Culture and recreation:				
Culture and recreation	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

STATE OF NEW MEXICO
MORA COUNTY

HOUSING AUTHORITY SECTION EIGHT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 265,935	\$ 265,935	\$ 199,622	\$ (66,313)
Expenditures:				
Current:				
Public works	<u>265,935</u>	<u>265,935</u>	<u>235,090</u>	<u>30,845</u>
Deficiency of revenues over expenditures	-	-	(35,468)	(35,468)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>28,369</u>	<u>28,369</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(7,099)	<u>\$ (7,099)</u>
RECONCILIATION TO GAAP BASIS:				
Change in due from other governments			384	
Change in payables			(623)	
Change in accrued liabilities			<u>857</u>	
			<u>\$ (6,481)</u>	

STATE OF NEW MEXICO
MORA COUNTY

CHACON VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 32,502	\$ 32,502	\$ 33,277	\$ 775
Expenditures:				
Current:				
Public safety	15,000	15,000	10,246	4,754
Capital outlay:				
Equipment	15,000	15,000	9,607	5,393
Total expenditures	30,000	30,000	19,853	10,147
Excess of revenues over expenditures	2,502	2,502	13,424	10,922
Fund balance (deficit) at beginning of the year	(2,502)	(2,502)	171,677	174,179
Fund balance at end of the year	\$ -	\$ -	185,101	\$ 185,101
RECONCILIATION TO GAAP BASIS:				
Change in payables			(2,158)	
			\$ 182,943	

STATE OF NEW MEXICO
MORA COUNTY

MORA VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 18,112	\$ 18,112	\$ 32,502	\$ 14,390
Expenditures:				
Current:				
Public safety	17,250	17,250	10,037	7,213
Capital outlay:				
Equipment	862	1,362	-	1,362
Debt service:				
Principal retirement	-	-	17,000	(17,000)
Bond interest paid	-	-	5,365	(5,365)
Total expenditures	<u>18,112</u>	<u>18,612</u>	<u>32,402</u>	<u>(13,790)</u>
Excess (deficiency) of revenues over expenditures	-	(500)	266	766
Other sources:				
Transfers in	-	500	500	-
Net change in fund balance	-	-	766	766
Fund balance (deficit) at beginning of the year	-	-	(234)	(234)
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	532	<u>\$ 532</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(291)	
			<u>\$ 241</u>	

STATE OF NEW MEXICO
MORA COUNTY

GUADALUPITA VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 45,338	\$ 45,338	\$ 45,338	\$ -
Expenditures:				
Current:				
Public safety	26,583	26,583	10,432	16,151
Capital outlay:				
Equipment	24,579	24,579	14,280	10,299
Debt service:				
Principal retirement	-	-	4,987	(4,987)
Bond interest paid	-	-	70	(70)
<u>Total expenditures</u>	<u>51,162</u>	<u>51,162</u>	<u>29,769</u>	<u>21,393</u>
Excess (deficiency) of revenues over expenditures	(5,824)	(5,824)	15,929	21,753
Fund balance at beginning of the year	<u>5,824</u>	<u>5,824</u>	<u>8,979</u>	<u>3,155</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	24,908	<u>\$ 24,908</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>1,805</u>	
			<u>\$ 26,713</u>	

STATE OF NEW MEXICO
MORA COUNTY

GOLONDRINAS VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 32,502	\$ 32,502	\$ 32,357	\$ (145)
Expenditures:				
Current:				
Public safety	13,100	13,100	11,175	1,925
Capital outlay:				
Equipment	19,233	19,233	-	19,233
Debt service:				
Principal retirement	-	-	16,400	(16,400)
Bond interest paid	-	-	2,799	(2,799)
Total expenditures	<u>32,333</u>	<u>32,333</u>	<u>30,374</u>	<u>1,959</u>
Excess of revenues over expenditures	169	169	2,148	1,979
Other uses:				
Transfers out	-	-	(57)	(57)
Net change in fund balance	<u>169</u>	<u>169</u>	<u>2,091</u>	<u>1,922</u>
Fund balance (deficit) as previously reported	(169)	(169)	63	232
Restatement	-	-	8,858	8,858
Fund balance as restated	<u>(169)</u>	<u>(169)</u>	<u>8,921</u>	<u>9,090</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	11,012	<u>\$ 11,012</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(535)</u>	
			<u>\$ 10,477</u>	

STATE OF NEW MEXICO
MORA COUNTY

OCATE VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 45,338	\$ 45,338	\$ 45,338	\$ -
Expenditures:				
Current:				
Public safety	25,502	25,502	31,798	(6,296)
Capital outlay:				
Equipment	33,064	41,264	5,966	35,298
Debt service:				
Principal retirement	-	-	12,407	(12,407)
Bond interest paid	-	-	4,263	(4,263)
Total expenditures	<u>58,566</u>	<u>66,766</u>	<u>54,434</u>	<u>12,332</u>
Excess (deficiency) of revenues over expenditures	<u>(13,228)</u>	<u>(21,428)</u>	<u>(9,096)</u>	<u>12,332</u>
Fund balance as previously reported	13,228	21,428	29,205	7,777
Restatement	-	-	10,707	10,707
Fund balance as restated	<u>13,228</u>	<u>21,428</u>	<u>39,912</u>	<u>18,484</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	30,816	<u>\$ 30,816</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(8,079)</u>	
			<u>\$ 22,737</u>	

STATE OF NEW MEXICO
MORA COUNTY

RAINSVILLE VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 32,502	\$ 32,502	\$ 52,920	\$ 20,418
Expenditures:				
Current:				
Public safety	22,500	22,500	11,023	11,477
Capital outlay:				
Equipment	<u>89,548</u>	<u>109,548</u>	<u>4,125</u>	<u>105,423</u>
Total expenditures	<u>112,048</u>	<u>132,048</u>	<u>15,148</u>	<u>116,900</u>
Excess (deficiency) of revenues over expenditures	(79,546)	(99,546)	37,772	137,318
Fund balance (deficit) at beginning of the year	<u>79,546</u>	<u>99,546</u>	<u>79,546</u>	<u>(20,000)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	117,318	<u>\$ 117,318</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(4,624)</u>	
			<u>\$ 112,694</u>	

STATE OF NEW MEXICO
MORA COUNTY

WATROUS VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 43,755	\$ 43,755	\$ 45,472	\$ 1,717
Expenditures:				
Current:				
Public safety	16,000	16,000	16,171	(171)
Capital outlay:				
Equipment	<u>27,755</u>	<u>27,755</u>	<u>1,718</u>	<u>26,037</u>
Total expenditures	<u>43,755</u>	<u>43,755</u>	<u>17,889</u>	<u>25,866</u>
Excess of revenues over expenditures	-	-	27,583	27,583
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(1,583)</u>	<u>(1,583)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	26,000	<u>\$ 26,000</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(449)</u>	
			<u>\$ 25,551</u>	

STATE OF NEW MEXICO
MORA COUNTY

CHET VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 53,875	\$ 53,875	\$ 65,004	\$ 11,129
Expenditures:				
Current:				
Public safety	37,520	37,520	31,749	5,771
Capital outlay:				
Equipment	16,355	16,355	12,569	3,786
Debt service:				
Principal retirement	-	-	12,836	(12,836)
Bond interest paid	-	-	161	(161)
Total expenditures	53,875	53,875	57,315	(3,440)
Excess of revenues over expenditures	-	-	7,796	7,796
Fund balance as previously reported	-	-	191	191
Restatement	-	-	4,580	4,580
Fund balance as restated	-	-	4,771	4,771
Fund balance at end of the year	\$ -	\$ -	12,567	\$ 12,567
RECONCILIATION TO GAAP BASIS:				
Change in payables			(6,117)	
			\$ 6,450	

STATE OF NEW MEXICO
MORA COUNTY

VFD FIRE EXCISE SHARE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Taxes:				
Other	\$ 78,551	\$ 78,551	\$ 10,986	\$ (67,565)
 Expenditures:				
Capital outlay:				
Equipment	<u>78,551</u>	<u>150,583</u>	<u>41,289</u>	<u>109,294</u>
 Excess (deficiency) of revenues over expenditures	-	(72,032)	(30,303)	41,729
 Other sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>61,045</u>	<u>61,045</u>
 Net change in fund balance	-	(72,032)	30,742	102,774
 Fund balance at beginning of the year	<u>-</u>	<u>72,032</u>	<u>74,835</u>	<u>2,803</u>
 Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	105,577	<u>\$ 105,577</u>
 RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(6,653)	
Change in payables			<u>4,274</u>	
			<u>\$ 103,198</u>	

STATE OF NEW MEXICO
MORA COUNTY

LAW PROTECTION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 24,163	\$ 24,163	\$ 31,706	\$ 7,543
Expenditures:				
Current:				
Public safety	17,000	17,000	711	16,289
Capital outlay:				
Equipment	<u>7,163</u>	<u>7,163</u>	<u>1,587</u>	<u>5,576</u>
Total expenditures	<u>24,163</u>	<u>24,163</u>	<u>2,298</u>	<u>21,865</u>
Excess of revenues over expenditures	-	-	29,408	29,408
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(37)</u>	<u>(37)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,371</u>	<u>\$ 29,371</u>

STATE OF NEW MEXICO
MORA COUNTY

LMC VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 32,436	\$ 32,436	\$ 29,458	\$ (2,978)
 Expenditures:				
Current:				
Public safety	16,363	13,136	20,047	(6,911)
Capital outlay:				
Equipment	16,073	19,300	19,236	64
Debt service:				
Principal retirement	-	-	2,000	(2,000)
Bond interest paid	-	-	5,223	(5,223)
 Total expenditures	<u>32,436</u>	<u>32,436</u>	<u>46,506</u>	<u>(14,070)</u>
 Deficiency of revenues over expenditures	-	-	(17,048)	(17,048)
 Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>16,456</u>	<u>16,456</u>
 Fund balance at end of the year	<u>-</u>	<u>-</u>	<u>(592)</u>	<u>(592)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(115)</u>	
			<u>\$ (707)</u>	

STATE OF NEW MEXICO
MORA COUNTY

U/S COPS GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 61,536	\$ 61,536	\$ 56,558	\$ (4,978)
Expenditures:				
Current:				
Public safety	<u>61,536</u>	<u>61,536</u>	<u>63,671</u>	<u>(2,135)</u>
Deficiency of revenues over expenditures	-	-	(7,113)	(7,113)
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(23,645)</u>	<u>(23,645)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(30,758)	<u>\$ (30,758)</u>
RECONCILIATION TO GAAP BASIS:				
Change in accrued liabilities			<u>343</u>	
			<u>\$ (30,415)</u>	

STATE OF NEW MEXICO
MORA COUNTY

BUENA VISTA VFD NMEMNRD GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Capital outlay:				
Equipment	119,880	119,880	-	119,880
Other sources:				
Sale of bonds	<u>119,880</u>	<u>119,880</u>	<u>-</u>	<u>(119,880)</u>
Net change in fund balance	-	-	-	-
Beginning cash balance budgeted	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

BUENA VISTA VFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 43,188	\$ 43,188	\$ 29,079	\$ (14,109)
Expenditures:				
Current:				
Public safety	18,863	18,863	11,107	7,756
Capital outlay:				
Equipment	24,325	24,325	5,710	18,615
Total expenditures	43,188	43,188	16,817	26,371
Excess of revenues over expenditures	-	-	12,262	12,262
Other sources:				
Sale of bonds	-	-	75,000	75,000
Excess of revenues and other sources over expenditures	-	-	87,262	87,262
Fund balance at beginning of the year	-	-	14,109	14,109
Fund balance at end of the year	\$ -	\$ -	101,371	\$ 101,371
RECONCILIATION TO GAAP BASIS:				
Change in payables			(2,594)	
			\$ 98,777	

STATE OF NEW MEXICO
MORA COUNTY

DISASTER PROJECT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 38,777	\$ 74,586	\$ 82,771	\$ 8,185
Expenditures:				
Current:				
Public works	<u>38,777</u>	<u>74,586</u>	<u>86,994</u>	<u>(12,408)</u>
Deficiency of revenues over expenditures	-	-	(4,223)	(4,223)
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(8,249)</u>	<u>(8,249)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(12,472)	<u>\$ (12,472)</u>
RECONCILIATION TO GAAP BASIS:				
Change in due from other governments			(38,777)	
Change in payables			<u>(59,047)</u>	
			<u>\$ (110,296)</u>	

STATE OF NEW MEXICO
MORA COUNTY

WILDLAND FIRE GRANT' SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 17,000	\$ 42,000	\$ 18,140	\$ (23,860)
Expenditures:				
Current:				
Public safety	17,000	42,000	20,365	21,635
Deficiency of revenues over expenditures	-	-	(2,225)	(2,225)
Fund balance (deficit) at beginning of the year	-	-	(4,265)	(4,265)
Fund balance at end of the year	\$ -	\$ -	(6,490)	\$ (6,490)
RECONCILIATION TO GAAP BASIS:				
Change in due from other governments			530	
Change in payables			620	
			\$ (5,340)	

STATE OF NEW MEXICO
MORA COUNTY

SEVERANCE BOND SAP SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 1,314,533	\$ 1,314,533	\$ 949,864	\$ (364,669)
Expenditures:				
Current:				
General government	462,198	664,198	488,144	176,054
Capital outlay:				
Equipment	<u>852,335</u>	<u>902,335</u>	<u>458,138</u>	<u>444,197</u>
Total expenditures	<u>1,314,533</u>	<u>1,566,533</u>	<u>946,282</u>	<u>620,251</u>
Excess (deficiency) of revenues over expenditures	-	(252,000)	3,582	255,582
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>252,000</u>	<u>(107,043)</u>	<u>(359,043)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(103,461)	<u>\$ (103,461)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>16,109</u>	
			<u>\$ (87,352)</u>	

STATE OF NEW MEXICO
MORA COUNTY

MORA VFD NMEMNRD GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 16,200	\$ 19,055	\$ 35,819	\$ 16,764
Expenditures:				
Current:				
General government:				
Public safety	16,200	19,055	18,251	804
Excess of revenues over expenditures	-	-	17,568	17,568
Other sources:				
Transfers in	-	-	2,855	2,855
Net change in fund balance	-	-	20,423	20,423
Fund balance (deficit) at beginning of the year	-	-	(20,422)	(20,422)
Fund balance at end of the year	\$ -	\$ -	\$ 1	\$ 1

STATE OF NEW MEXICO
MORA COUNTY

GOLONDRINAS VFD USDA SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Other sources:				
Transfers in	-	-	57	57
Net change in fund balance	-	-	57	57
Fund balance (deficit) at beginning of the year	-	-	(57)	(57)
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

MORA VFD FEMA GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 76,500	\$ 76,500	\$ 76,500	\$ -
 Expenditures:				
Capital outlay:				
Equipment	76,500	76,500	76,500	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO
MORA COUNTY

FARM AND RANGE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Culture and recreation	<u>2,021</u>	<u>2,021</u>	<u>500</u>	<u>1,521</u>
Excess (deficiency) of revenues over expenditures	(2,021)	(2,021)	(500)	1,521
Fund balance (deficit) at beginning of the year	<u>2,021</u>	<u>2,021</u>	<u>1,181</u>	<u>(840)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	681	<u>\$ 681</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(200)</u>	
			<u>\$ 481</u>	

STATE OF NEW MEXICO
MORA COUNTY

RECREATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Taxes:				
Other	\$ 1,859	\$ 1,859	\$ 1,242	\$ (617)
 Expenditures:				
Current:				
Culture and recreation	<u>1,859</u>	<u>1,859</u>	<u>1,100</u>	<u>759</u>
Excess of revenues over expenditures	-	-	142	142
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,372</u>	<u>1,372</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	1,514	<u><u>\$ 1,514</u></u>
 RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>237</u>	
			<u><u>\$ 1,751</u></u>	

STATE OF NEW MEXICO
MORA COUNTY

INDIGENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Taxes:				
Other	\$ 43,342	\$ 43,342	\$ 29,861	\$ (13,481)
 Expenditures:				
Current:				
General government	<u>43,342</u>	<u>43,342</u>	<u>40,739</u>	<u>2,603</u>
Deficiency of revenues over expenditures	-	-	(10,878)	(10,878)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>11,282</u>	<u>11,282</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	404	<u><u>\$ 404</u></u>
 RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>(2,940)</u>	
			<u><u>\$ (2,536)</u></u>	

STATE OF NEW MEXICO
MORA COUNTY

PROPERTY VALUATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
Other	\$ 17,616	\$ 17,616	\$ 15,133	\$ (2,483)
Expenditures:				
Current:				
General government	<u>17,616</u>	<u>17,616</u>	<u>12,110</u>	<u>5,506</u>
Excess of revenues over expenditures	-	-	3,023	3,023
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>770</u>	<u>770</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,793	<u>\$ 3,793</u>
RECONCILIATION TO GAAP BASIS:				
Change in accrued liabilities			<u>1,356</u>	
			<u>\$ 5,149</u>	

STATE OF NEW MEXICO
MORA COUNTY

EMERGENCY MEDICAL SERVICES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Taxes:				
Other	\$ 72,441	\$ 78,541	\$ 13,888	\$ (64,653)
Expenditures:				
Current:				
Public safety	57,952	62,832	15,091	47,741
Capital outlay:				
Equipment	<u>14,489</u>	<u>15,709</u>	<u>-</u>	<u>15,709</u>
Total expenditures	<u>72,441</u>	<u>78,541</u>	<u>15,091</u>	<u>63,450</u>
Deficiency of revenues over expenditures	-	-	(1,203)	(1,203)
Other sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>6,101</u>	<u>6,101</u>
Net change in fund balance	-	-	4,898	4,898
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>56,956</u>	<u>56,956</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	61,854	<u>\$ 61,854</u>
RECONCILIATION TO GAAP BASIS:				
Change in accrued liabilities			<u>(537)</u>	
			<u>\$ 61,317</u>	

STATE OF NEW MEXICO
MORA COUNTY

COUNTY FIRE EXCISE TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Taxes:				
Other	\$ 77,203	\$ 6,703	\$ 48,437	\$ 41,734
Expenditures:				
Current:				
Public safety	<u>77,203</u>	<u>6,703</u>	<u>-</u>	<u>6,703</u>
Excess of revenues over expenditures	-	-	48,437	48,437
Other uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>(70,500)</u>	<u>(70,500)</u>
Net change in fund balance	-	-	(22,063)	(22,063)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>30,679</u>	<u>30,679</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	8,616	<u>\$ 8,616</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>(3,475)</u>	
			<u>\$ 5,141</u>	

STATE OF NEW MEXICO
MORA COUNTY

DAVID CARGO LIBRARY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 12,530	\$ 12,530	\$ 7,254	\$ (5,276)
Expenditures:				
Current:				
Culture and recreation	6,500	6,500	6,957	(457)
Capital outlay:				
Equipment	<u>6,030</u>	<u>6,030</u>	<u>279</u>	<u>5,751</u>
Total expenditures	<u>12,530</u>	<u>12,530</u>	<u>7,236</u>	<u>5,294</u>
Excess of revenues over expenditures	-	-	18	18
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(1,679)</u>	<u>(1,679)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(1,661)</u>	<u>\$ (1,661)</u>
RECONCILIATION TO GAAP BASIS:				
Change in accrued liabilities			<u>1,709</u>	
			<u>\$ 48</u>	

STATE OF NEW MEXICO
MORA COUNTY

LMC VFD USDA SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 42,592	\$ 322,331	\$ 322,056	\$ (275)
Expenditures:				
Capital outlay:				
Buildings and improvements	<u>42,592</u>	<u>322,331</u>	<u>314,930</u>	<u>7,401</u>
Excess of revenues over expenditures	-	-	7,126	7,126
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(39,133)</u>	<u>(39,133)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(32,007)</u>	<u>\$ (32,007)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>48,650</u>	
			<u>\$ 16,643</u>	

STATE OF NEW MEXICO
MORA COUNTY

BUENA VISTA VFD USDA SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 235,000	\$ 235,000	\$ -	\$ (235,000)
Expenditures:				
Current:				
Public safety	31,600	-	-	-
Capital outlay:				
Buildings and improvements	203,400	235,000	-	235,000
Total expenditures	235,000	235,000	-	235,000
Excess of revenues over expenditures	-	-	-	-
Other sources:				
Sale of bonds	-	-	80,000	80,000
Net change in fund balance	-	-	80,000	80,000
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ 80,000	\$ 80,000

STATE OF NEW MEXICO
MORA COUNTY

GUADALUPITA VFD NMEMNRD GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 119,880	\$ 119,880	\$ -	\$ (119,880)
Expenditures:				
Capital outlay:				
Buildings and improvements	<u>119,880</u>	<u>119,880</u>	<u>-</u>	<u>119,880</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

CORRECTIONS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 40,808	\$ 40,808	\$ 19,160	\$ (21,648)
Expenditures:				
Current:				
Public safety	<u>40,808</u>	<u>40,808</u>	<u>114,303</u>	<u>(73,495)</u>
Deficiency of revenues over expenditures	-	-	(95,143)	(95,143)
Other sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>75,000</u>	<u>75,000</u>
Net change in fund balance	-	-	(20,143)	(20,143)
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(63,640)</u>	<u>(63,640)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(83,783)	<u>\$ (83,783)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(4,291)</u>	
			<u>\$ (88,074)</u>	

STATE OF NEW MEXICO
MORA COUNTY

GUADALUPITA VFD USDA SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 52,500	\$ 52,500	\$ -
Expenditures:				
Capital outlay:				
Equipment	<u>-</u>	<u>52,500</u>	<u>75,000</u>	<u>(22,500)</u>
Deficiency of revenues over expenditures	-	-	(22,500)	(22,500)
Other sources:				
Sale of bonds	<u>-</u>	<u>-</u>	<u>22,500</u>	<u>22,500</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

CHET VFD RESCUE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 1,500	\$ 1,500	\$ 1,500	\$ -
Expenditures:				
Current:				
Public safety	<u>1,500</u>	<u>1,500</u>	<u>1,144</u>	<u>356</u>
Excess of revenues over expenditures	-	-	356	356
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 356</u>	<u>\$ 356</u>

STATE OF NEW MEXICO
MORA COUNTY

HOMELAND SECURITY GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 175,909	\$ 175,909	\$ -	\$ (175,909)
Expenditures:				
Capital outlay:				
Buildings and improvements	<u>175,909</u>	<u>175,909</u>	<u>-</u>	<u>175,909</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

OCATE VFD USDA GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ -	\$ 63,750	\$ 53,363	\$ (10,387)
Expenditures:				
Capital outlay:				
Buildings and improvements	<u>-</u>	<u>75,000</u>	<u>64,613</u>	<u>10,387</u>
Deficiency of revenues over expenditures	-	(11,250)	(11,250)	-
Other sources:				
Sale of bonds	<u>-</u>	<u>11,250</u>	<u>11,250</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

CHACON VFD USDA GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Capital outlay:				
Buildings and improvements	<u>-</u>	<u>155,000</u>	<u>-</u>	<u>155,000</u>
Excess (deficiency) of revenues over expenditures	-	(155,000)	-	155,000
Other sources:				
Sale of bonds	<u>-</u>	<u>155,000</u>	<u>119,000</u>	<u>(36,000)</u>
Net change in fund balance	-	-	119,000	119,000
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,000</u>	<u>\$ 119,000</u>

STATE OF NEW MEXICO
MORA COUNTY

RAINSVILLE VFD USDA GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Capital outlay:				
Buildings and improvements	<u>-</u>	<u>250,000</u>	<u>-</u>	<u>250,000</u>
Excess (deficiency) of revenues over expenditures	-	(250,000)	-	250,000
Other sources:				
Sale of bonds	<u>-</u>	<u>250,000</u>	<u>25,000</u>	<u>(225,000)</u>
Net change in fund balance	-	-	25,000	25,000
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 25,000</u>

STATE OF NEW MEXICO
MORA COUNTY

LAW ENFORCEMENT USDA GRANT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ -	\$ 18,880	\$ -	\$ (18,880)
Expenditures:				
Capital outlay:				
Equipment	<u>-</u>	<u>18,880</u>	<u>-</u>	<u>18,880</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

CDWI SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 3,036	\$ 3,036	\$ 1,560	\$ (1,476)
Expenditures:				
Current:				
Public safety	<u>3,036</u>	<u>3,036</u>	<u>2,592</u>	<u>444</u>
Deficiency of revenues over expenditures	-	-	(1,032)	(1,032)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>337</u>	<u>337</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (695)</u>	<u>\$ (695)</u>

STATE OF NEW MEXICO
MORA COUNTY

DWI-D SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 37,265	\$ 38,310	\$ 46,876	\$ 8,566
Expenditures:				
Current:				
Public safety	<u>37,265</u>	<u>38,310</u>	<u>38,834</u>	<u>(524)</u>
Excess of revenues over expenditures	-	-	8,042	8,042
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(4,730)</u>	<u>(4,730)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,312	<u>\$ 3,312</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(10,070)	
Change in accrued liabilities			<u>1,160</u>	
			<u>\$ (5,598)</u>	

STATE OF NEW MEXICO
MORA COUNTY

DWI-G SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 36,000	\$ 36,000	\$ 42,311	\$ 6,311
Expenditures:				
Current:				
Public safety	<u>36,000</u>	<u>36,000</u>	<u>36,830</u>	<u>(830)</u>
Excess of revenues over expenditures	-	-	5,481	5,481
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(22,850)</u>	<u>(22,850)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,369)</u>	<u>\$ (17,369)</u>

STATE OF NEW MEXICO
MORA COUNTY

DOH/CHIC SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 10,000	\$ 5,000	\$ (5,000)
Expenditures:				
Current:				
Public safety	<u>-</u>	<u>10,000</u>	<u>5,000</u>	<u>5,000</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

EOP/WMD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues:				
Intergovernmental	\$ -	\$ 40,000	\$ 13,431	\$ (26,569)
 Expenditures:				
Current:				
General government	-	40,000	13,504	26,496
Deficiency of revenues over expenditures	-	-	(73)	(73)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ (73)	\$ (73)
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			11,354	
Change in payables			(11,354)	
			\$ (73)	

THIS PAGE INTENTIONALLY LEFT BLANK

ENTERPRISE FUNDS

SANITARY LANDFILL FUND

The following fund accounts for the activities of the County's landfill operations

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
MORA COUNTY
SANITARY LANDFILL ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Charges for sales and services:				
Solid waste charges	\$ 230,351	\$ 230,351	\$ 103,135	\$ (127,216)
Operating expenses:				
Personal services	82,851	82,851	52,638	30,213
Operating expenses	140,500	140,500	118,198	22,302
Vehicle expense	1,000	1,000	916	84
Fuel	6,000	6,000	29	5,971
Total operating expenses	<u>230,351</u>	<u>230,351</u>	<u>171,781</u>	<u>58,570</u>
Operating income	-	-	(68,646)	(68,646)
Nonoperating revenues:				
Intergovernmental	<u>-</u>	<u>-</u>	<u>24,220</u>	<u>24,220</u>
Change in net assets	-	-	(44,426)	(44,426)
Net assets - beginning of year	<u>-</u>	<u>-</u>	<u>5,474</u>	<u>5,474</u>
Net assets (deficit) - ending of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (38,952)</u>	<u>\$ (38,952)</u>

THIS PAGE INTENTIONALLY LEFT BLANK

SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF CAPITAL ASSETS - BY SOURCE
June 30, 2005

Capital assets:

Land and improvements	\$ 366,380
Building and improvements	1,250,059
Equipment and machinery	2,764,120
Infrastructure	35,775
Construction in progress	<u>739,540</u>
 Total Capital assets	 <u>\$ 5,155,874</u>

Investment in Capital assets from:

General Fund	\$ 4,102,752
Special revenue funds	<u>1,053,122</u>
 Total investment in Capital assets	 <u>\$ 5,155,874</u>

STATE OF NEW MEXICO
MORA COUNTY
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
Year Ended June 30, 2005

<u>ASSETS</u>	Balance <u>June 30, 2004</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>June 30, 2005</u>
Cash	\$ 75,770	\$ 1,258,393	\$ (1,292,379)	\$ 41,784
Due to others	211	167,658	(167,869)	-
Taxes receivable	<u>308,522</u>	<u>1,456,399</u>	<u>(1,468,945)</u>	<u>295,976</u>
Pooled cash and investments	<u>\$ 384,503</u>	<u>\$ 2,882,450</u>	<u>\$ (2,929,193)</u>	<u>\$ 337,760</u>
 <u>LIABILITIES</u>				
Taxes due from others	\$ 308,522	\$ 1,456,399	\$ (1,468,945)	\$ 295,976
Due to others	211	167,658	(164,181)	3,688
Undistributed taxes	69,519	1,243,474	(1,288,530)	24,463
Taxes paid in advance	<u>6,251</u>	<u>14,919</u>	<u>(7,537)</u>	<u>13,633</u>
Deposits held for others	<u>\$ 384,503</u>	<u>\$ 2,882,450</u>	<u>\$ (2,929,193)</u>	<u>\$ 337,760</u>

STATE OF NEW MEXICO
MORA COUNTY
SCHEDULE OF PLEDGED COLLATERAL
June 30, 2005

	<u>Wells Fargo Bank</u>	<u>Bank of Las Vegas</u>	<u>Bank of Albuquerque</u>	<u>Total</u>
Cash on deposit at June 30, 2005	\$ 6,560	\$ 834,093	\$ 89,267	\$ 929,920
Less FDIC coverage	<u>6,560</u>	<u>200,000</u>	<u>89,267</u>	<u>295,827</u>
Uninsured funds	-	634,093	-	634,093
50% collateral requirement	<u>-</u>	<u>317,046</u>	<u>-</u>	<u>317,046</u>
Amount requiring pledged collatera	-	317,047	-	317,047
Pledged collateral	<u>-</u>	<u>780,504</u>	<u>-</u>	<u>780,504</u>
Excess of pledged collateral	<u>\$ -</u>	<u>\$ 463,457</u>	<u>\$ -</u>	<u>\$ 463,457</u>

Pledged collateral of financial institutions consists of the following at June 30, 2005

	<u>Maturity</u>	<u>CUSIP #</u>	<u>Amount</u>
Bank of Las Vegas FHLB Bonds	3/16/2007	31339XCA0	<u>\$ 780,504</u>

The above securities are held at PNB - Lubbock, Texas.

Reconciliation to Financial Statements

Bank Balances	\$ 6,560	\$ 834,093	\$ 89,267	\$ 929,920
Reconciling items:				
Deposits in transit	200	41,772	-	41,972
Outstanding checks	<u>-</u>	<u>(74,954)</u>	<u>-</u>	<u>(74,954)</u>
Total per books	<u>\$ 6,760</u>	<u>\$ 800,911</u>	<u>\$ 89,267</u>	<u>\$ 896,938</u>
Cash with Fiscal Agent				224,000
Cash on hand				<u>100</u>
Total per financial statements				<u>\$ 1,121,038</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY
SCHEDULE OF PLEDGED COLLATERAL
June 30, 2005

Financial Statements:				
Cash and cash equivalents				
Governmental activities				\$ 806,511
Cash with agency				313,267
Cash in agency funds				41,784
Business-type activities				<u>(40,524)</u>
Total per financial statements				<u>\$ 1,121,038</u>
Bank of Las Vegas	<u>Bank Balance</u>	<u>Outstanding Deposits</u>	<u>Outstanding Checks</u>	<u>Book Balance</u>
General Operating	\$ 675,734	\$ 41,772	\$ (74,954)	\$ 642,552
Certificate of deposit	110,116	-	-	110,116
Certificate of deposit	6,775	-	-	6,775
Certificate of deposit	7,066	-	-	7,066
Certificate of deposit	9,733	-	-	9,733
Motor Vehicle	23,264	-	-	23,264
Sheriff Account	1,405	-	-	1,405
Wells Fargo				
Checking	6,560	200	-	6,760
Bank of Albuquerque				
Checking	8,993	-	-	8,993
Checking	508	-	-	508
Checking	4,383	-	-	4,383
Checking	75,117	-	-	75,117
Checking	266	-	-	266
USDA				
Bond account	119,000	-	-	119,000
Bond account	25,000	-	-	25,000
Bond account	80,000	-	-	80,000
	<u>1,153,920</u>	<u>41,972</u>	<u>(74,954)</u>	<u>1,120,938</u>
Petty cash	<u>-</u>	<u>-</u>	<u>-</u>	<u>100</u>
	<u>\$ 1,153,920</u>	<u>\$ 41,972</u>	<u>\$ (74,954)</u>	<u>\$ 1,121,038</u>

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF DELINQUENT PROPERTY TAXES
June 30, 2005

Tax year	Taxes Billed	Adjustments to Taxes	Taxes Charged by Treasurer	Taxes Collected	Delinquent Taxes
2005	-	-	-	-	
2004	1,456,399.00	-	1,456,399.00	1,326,418.00	129,981.00
2003	1,433,670.00	-	1,433,670.00	1,354,777.00	78,893.00
2002	1,385,383.00	-	1,385,383.00	1,370,167.00	15,216.00
2001	1,395,350.00	-	1,395,350.00	1,362,623.00	32,727.00
2000	1,336,115.00	-	1,336,115.00	1,271,696.00	64,419.00
1999	1,220,247.00	-	1,220,247.00	1,077,528.00	142,719.00
1998	1,029,261.00	-	1,029,261.00	1,029,261.00	-
1997	942,122.00	-	942,122.00	942,122.00	-
1996	860,482.00	-	860,482.00	860,482.00	-
1995	710,258.00	-	710,258.00	710,258.00	-

SINGLE AUDIT SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

**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**

THIS PAGE INTENTIONALLY LEFT BLANK

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

4801 N Butler, Ste. 8101
Farmington, NM 87401

keystone@keystoneacct.com

Telephone (505) 566-1900
Fax (505) 566-1911

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, State Auditor
Members of the Mora County Commissioners

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mora County, as of and for the year ended June 30, 2005, and collectively comprise the county's basic financial statements as listed in the table of contents, and have issued our report thereon dated March 1, 2008. We have also audited the financial statements of each of the County's nonmajor governmental, and fiduciary fund presented as supplementary information in the accompanying combining and budgetary comparison financial statements as of and for the year ended June 30, 2005 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 Mora County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters in coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Mora County's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as findings 2005 - 4, 2005 - 6, 2005 - 8, 2005 - 9, 2005 - 11, 2005 - 12, and 2005 - 13.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. However, of the reportable conditions described above, we consider findings 2005 - 4, 2005 - 6, 2005 - 8, 2005 - 9, 2005 - 11 and 2005 - 12 to be material weaknesses.

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

4801 N Butler, Ste. 8101
Farmington, NM 87401

keystone@keystoneacct.com

Telephone (505) 566-1900
Fax (505) 566-1911

Hector H. Balderas, State Auditor
Members of the Mora County Commissioners

Compliance and other matters

As part of obtaining reasonable assurance about whether Mora County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed seven instances of noncompliance that are required to be reported under Government Auditing Standards which is described in the accompanying schedule of findings and questioned costs as findings 2005 - 1, 2005 - 2, 2005 - 3, 2005 - 5, 2005 - 7, 2005 - 9, 2005 - 10, and 2005 - 13.

This report is intended solely for the information and use of the New Mexico State Auditor, New Mexico Department of Finance and Administration - Local Government, New Mexico State Legislature, Management others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Keystone Accounting, LLC

March 1, 2008

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

THIS PAGE INTENTIONALLY LEFT BLANK

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

4801 N Butler, Ste. 8101
Farmington, NM 87401

keystone@keystoneacct.com

Telephone (505) 566-1900
Fax (505) 566-1911

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Hector H. Balderas, State Auditor
Members of the Mora County Commissioners

Compliance

We have audited the compliance of Mora County with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2005. Mora County's major federal programs are identified in the summary of auditor's 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 Mora County's management. Our responsibility is to express an opinion on Mora 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; 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 Mora 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 Mora County's compliance with those requirements.

In our opinion, Mora County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005. However, the results of our auditing procedures disclosed one instance of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2005 – 13.

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

4801 N Butler, Ste. 8101
Farmington, NM 87401

keystone@keystoneacct.com

Telephone (505) 566-1900
Fax (505) 566-1911

Hector H. Balderas, State Auditor
Members of the Mora County Commissioners

Internal Control Over Compliance

The management of Mora 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 Mora County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of internal control over compliance would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal programming audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material.

This report is intended solely for the information and use of the New Mexico State Auditor, New Mexico State Department of Finance and Administration – Local Government, New Mexico State Legislature, Management others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Keystone Accounting, LLC

March 1, 2008

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2005

A. PRIOR YEAR AUDIT FINDINGS

FS 04-1. Stale Dated Checks

Condition: New Mexico statutes, section 6-10-57, NMSA, 1978 compilation requires local public bodies to cancel or void any checks that are unpaid for one year after it is written.

Recommendation: We recommend that accounting personnel should investigate all outstanding checks on a regular basis and that a procedure should be implemented in order to track stale dated checks.

Current year status: Resolved, Not repeated in the current year.

FS 04-2. Property Tax Maintenance Schedule

Condition: The County is required to keep an accurate record of taxes billed, adjustments and taxes collected. In its fiduciary position it must accurately distribute to the various entities the taxes it collects on their behalf. The County should reconcile the detail taxes receivable to a control for the last ten years. The County must show the last ten years receivable to comply with SAO Rule 2.2.2.12D and Appendix E.

Recommendation: We recommend that adequate internal control procedures be implemented to insure control over taxes receivable for the current year. We further recommend that steps be taken, as time allows, correcting each year's taxes receivable on the tax maintenance schedule until all ten years are accurately reflected.

Current year status: Repeated, Not resolved in the current year.

FS 04-3. Tax Roll Adjustments

Condition: New Mexico Statute Section 7-38-77 states that the County Treasurer and the County Assessor must approve all changes to property tax bills.

Recommendation: We recommend that both the Treasurer and the Assessor review and approve all changes to property tax bills by signing the tax adjustments.

Current year status: Resolved, Not repeated in the current year.

FS 04-4. Open Meetings Act

Condition: Review and summarization of the Board Minutes revealed circumstance in which the Open Meetings Act was violated.

Recommendation: All Board meetings, regular and unscheduled, must be appropriately advertised, attendance of members, and a detail of minutes must be taken and approved to ensure compliance with the Open Meetings Act.

Current year status: Resolved, Not repeated in the current year.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2005

FS 04-5. Cash Reconciliation

Condition: The two accounting systems between the Treasurer's Office and the Manager's Office should be reconciled monthly to detect any posting or accounting errors to either system.

Recommendation: We recommend that sufficient resources be devoted to identifying the errors and correcting those errors on a monthly basis.

Current year status: Resolved, Not repeated in the current year.

FS 04-6. Leave

Condition: Leave is a benefit that is extended to the employees by the County. Leave should be used in accordance with the personnel policy. Leave should only be used as defined by the Personnel Policy. Neither, the County Commissioners nor the County Manager may grant hours to one or to a selected few employees for any reason beyond the scope of the personnel policy as that would be a violation of the anti-donation clause of the state constitution.

Recommendation: The County Commissioners need to review the leave options in the personnel policy and make sure all employees understand leave use and leave abuse. In addition, the payroll clerk needs to review and reconcile accrued leave on a periodic basis to maintain the integrity of it.

Current year status: Resolved, Not repeated in the current year.

FS 04-7. Overstatement of Hourly Wages

Condition: Wages are not to be changed unless they have gone through the proper channels. Increases in wages are subject to the recommendation of management and their respective department heads. Upon recommendation, the County Commissioners must make certain that the recommended increase is within the budget and then approve the recommendation. From there the payroll clerk must input the increase as directed by the commission, and no further changes may be implemented without a repeat of this same process.

Recommendation: Changes in wages must go through the proper channels to be changed, and the payroll clerk must exercise extreme care in the recording of these changes. The payroll clerk should also periodically confirm the wages by dividing the gross pay by the number of hours paid for.

Current year status: Resolved, Not repeated in the current year.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2005

FS 04-8. Insufficient Funds

Condition: The Treasurer's office has a reconciling item on the Treasurer's report that represents checks returned because of insufficient funds. The detail listing does not reconcile to the amount on the Treasurer's report. This finding has been repeated since 1998.

Recommendation: We recommend that these items be cleared in a timely manner and that a reconciled detail listing be maintained.

Current year status: Resolved, Not repeated in the current year.

FS 04-9. Development Loan Collection

Condition: Our review of the notes receivable in the development loan fund revealed that no one person has been assigned the responsibility for the collection of past-due accounts.

Recommendation: We recommend that the County Commission appoint someone responsible for the follow-up and collection of delinquent account. The responsible person would have authority to set-up payment plans, foreclose or whatever steps necessary to collect the notes.

Current year status: Repeated, Not resolved in the current year.

FS 04-10. Budget over expenditures

Condition: The County incurred expenditures in excess of the approved budget in the following funds.

<u>Fund</u>	<u>Approved Budget</u>	<u>Actual Expenditures</u>	<u>Amount Over Expended</u>
LeDoux Fire	\$ 35,223	\$ 43,166	\$ (7,943)
Mora Fire	\$ 40,307	\$ 40,542	\$ (235)
Watrous Fire	\$ 77,240	\$ 78,837	\$ (1,597)
Indigent Fund	\$ 40,015	\$ 43,205	\$ (3,190)
DWI Distribution	\$ 43,095	\$ 46,972	\$ (3,877)
Mora NMEMDRD	\$ 17,000	\$ 20,422	\$ (3,422)
General Fund	\$ 1,125,893	\$ 1,144,164	\$ (18,271)
E-911	\$ -	\$ 75	\$ (75)
Corrections	\$ 24,046	\$ 81,057	\$ (57,011)
DWI Special	\$ 36,000	\$ 38,057	\$ (2,057)
Mora USDA	\$ 200,500	\$ 212,700	\$ (12,200)
Law Enforcement Protection	\$ 24,372	\$ 24,769	\$ (397)

Recommendation: We recommend that purchases not be approved which would cause the budget to be exceeded. We also recommend that timely budget adjustments be prepared when necessary.

Current year status: Repeated, Not resolved in the current year.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2005

FS 04-11. Audit Report Late

Condition: The Audit report was filed in September, 2005.

Recommendation: We recommend that the County close its books earlier in the year so that the annual audit can be performed and submitted within the requirements of the State Auditor.

Current year status: Repeated, Not resolved in the current year.

FS 04-12. Housing Compliance

Condition: The County of Mora Housing Authority is not in compliance with Housing and Urban Development Department regulations in the following area.

1. Waiting list provisions (24 CFR 982.204-207) (Not Prepared)
2. Documentation (24 CFR 880.603) (Eight out of thirteen)
3. Reasonable rent survey (24 CFR 982-507) (Eight out of thirteen)
4. Utility allowance calculation (24 CFR 982.517) (Seven out of thirteen)
5. Housing inspections (24 CFR 880.612) (Two out of thirteen)
6. Lease agreements with landlords (Two out of thirteen)

Recommendation: We recommend that Housing Authority personnel receive training and comply with HUD regulations as soon as possible.

Current year status: Resolved, Not repeated in the current year.

FS 04-13. Lack of Detail for Accrued Compensated Absences

Condition: The County's payroll system does not provide detailed addition and deletion information for accrued compensated absences.

Recommendation: The cost of obtaining the information outweighs the benefits.

Current year status: Resolved, Not repeated in the current year.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the financial statements of Mora County
2. Seven reportable conditions disclosed during the audit of the financial statements are reported in the 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.
3. Six instances of noncompliance material to the financial statements of Mora County were disclosed during the audit.
4. One reportable conditions disclosed during the audit of the major federal award programs are reported in the Report on Compliance with Requirements Applicable to Each Major Program on Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for Mora County expresses an unqualified opinion.
6. There are no audit findings that are required to be reported in accordance with section 510 (a) of OMB Circular A-133.
7. The programs tested as major programs were USDA grant and loan program CFDA# 10.766 and Section 8 Rent Assistance, CFDA #14.228
8. The threshold for distinguishing between Types A and B programs was \$300,000.
9. Mora County was determined not to be a low-risk auditee.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

B. FINDINGS—FINANCIAL STATEMENTS AUDIT

2005 – 1 LATE AUDIT REPORT (Repeated since 2004)

Condition: The New Mexico State Auditor required the audit to be completed and submitted to his office by November 15, 2005. The filing date of the completed annual audit is subsequent to the required due date.

Criteria: According to the State of New Mexico, Office of the State Auditor publication 2 NMAC 2.2 Requirements for Contracting and Conducting Audits of Agencies, Section 9.1, the filing date for audit reports for County is November 15th following the end of the fiscal year.

Effect of condition: The County is not in compliance with NMAC 2.2.2.9A(1), the effect is that the State is not getting timely information for budgeting information.

Cause: The County began contracting for the Audit of the fiscal year ended June 30, 2005 in March of 2007, and the contracting was finalized the end of July of 2007.

Recommendation: The contracting for audit services should be initiated and completed in a time that allows for the audit to be completed by the required due date.

Response: Mora County is currently under agreement for a three (3) year period to have the audits performed.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 2 PROPERTY TAX MAINTENACE SCHEDULE (Repeated since 1998)

Condition: In attempting to perform the property tax roll reconciliation for the 2004-2005 year, we noted the following:

1. The County is not reconciling the beginning balances, charges, receipts, adjustments and ending balances of property tax receivables.
2. The County does not reconcile the detail taxes receivable by year to any control or tax maintenance schedule.

Criteria: The County is required to keep an accurate record of taxes billed, adjustments and taxes collected. In its fiduciary position it must accurately distribute to the various entities the taxes it collects on their behalf. The County should reconcile the detail taxes receivable to a control for the last ten years. The County must show the last ten years receivable to comply with SAO Rural 2.2.2.12D and Appendix E.

Effect of condition: Adequate internal control procedures have not been implemented in the Treasurer's office. The County may be over or under distributing taxes. Interest and penalty may be posted as tax collections. Taxes receivable are not being controlled. The County is not complying with State Auditor Regulations.

Cause: The accounting software is a DOS based program, which is hard to use.

Recommendation: We recommend that adequate internal control procedures be implemented to insure control over taxes receivable for the current year. We further recommend that steps be taken, as time allows, correcting each year's taxes receivable on the tax maintenance schedule until all ten years are accurately reflected.

Response: The County was not aware of how the tax maintenance schedule was kept. We will now ensure that every effort is made to comply with the State Auditors' regulations. Auditors' recommendations to correct each year's taxes receivable will be carried out as time allows.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 3 FAILURE TO FILE THE BUDGET

Condition: The County did not have an approved budget in a timely manner.

Criteria: According to the New Mexico Office of the State Auditor publication 2-2-2A NMAC 1978 Local Government Division Requirements the filing date for next year's budget for cities, and villages is on or before June 1st before the year begins.

Effect of condition: State statute may have been violated subjecting those responsible to the penalty provisions of the statute.

Cause: The County submitted the budget by the required deadline, but Department of Finance and Administration (DFA) never approved the budget.

Recommendation: The budget should be submitted in a timely manner every year.

Response: Mora County is currently meeting the deadlines for filing the budget.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 4 CASH RECONCILIATION

Condition: Nine of the thirteen accounts were completely missing from the reconciliation. – five Bank of Albuquerque accounts, the Sheriff's checking account, and the three bond escrow accounts. The known and recorded bank accounts were not being reconciled to the general ledger.

Criteria: As per 6.10.2 NMAC, it is the duty of every County that receives or disburses public money to maintain a cash record in which is entered daily, in detail, all items of receipts and disbursements of public money. The cash record shall be balanced daily so as to show the balance of public money on hand at the close of each day's business.

Effect of condition: The County can not effectively manage money or budget if they are unaware of available funds.

Cause: The accounting system did not have a record of all cash accounts. As a result, the County did not have all public monies accounted for and reconciled in accordance with 6.10.2 NMAC. Current administration was not aware of the existence of the bond escrow accounts. Additionally, a bank account previously thought to have been closed was still being used by the sheriff's office.

Recommendation: The County needs to maintain awareness of cash accounts associated with debt and bond issues. The County should ascertain that the bank accounts ordered to be closed are in fact closed by confirmation from the bank or receipt of a closing statement. All cash accounts need to be reconciled to the general ledger within five days of receipt of the bank or escrow statement.

Response: The County will confirm the Sheriff's Checking Account is closed; also the County has purchased a new accounting system which will assist with cash reconciliations.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 5 NONCOMPLIANCE WITH DEPARTMENT OF FINANCE AND ADMINISTRATION (DFA)
ORDERED WAGE FREEZE

Condition: Department of Finance and Administration (DFA) ordered a freeze on wages and hours worked were cut to 32 hours per week, due to a lack of resources. In the course of our investigation we noted that a raise of \$2 per hour was given to one employee, and no other employees were given raises during the year. The \$2 raise was given by the county manager without the approval of the board of commissioners.

Criteria: The County is subject to DFA's finance authority. The County must comply with the DFA ordered freeze on wages. Increases in wages are subject to the recommendation of management and the approval of the County Commissioners after making certain that the recommended increase is within the budget.

Effect of condition: The County has violated the DFA ordered wage freeze.

Cause: Authorizations for raises are missing proper documentation.

Recommendation: Changes in wages must go through the proper channels to be changed, and the payroll clerk must exercise extreme care in the recording to these changes. The payroll clerk should also periodically confirm the wage by dividing the gross pay by the number of hours paid for.

Response: Currently Mora County is in compliance with DFA and all wage increases must be done on the Personnel Action Form with appropriate signatures.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 6 DEVELOPMENT LOAN COLLECTION

Condition: Our review of the notes receivable in the development loan fund revealed that no one person has been assigned the responsibility for the collection of past-due accounts.

Criteria: Standard business practice requires that loans made be collected. If an account becomes delinquent, it is management's responsibility to attempt collection, apply accrued interest, and treat it like a normal business loan.

Effect of condition: The County procedures do not assign responsibility for collection of past due notes. The County is at risk of not collecting the notes.

Cause: The County did not assign anyone to track the development loan collections.

Recommendation: We recommend that the County Commission appoint someone responsibility for the follow-up and collection of delinquent accounts. The responsible person would have authority to set-up payment plans, foreclose or whatever steps necessary to collect the notes.

Response: Mora County has recently received funding for Legal Assistance; with the attorney's help the County will be exploring the options so that we may collect from these loans.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 7 BUDGET OVER EXPENDITURES

Condition: The County incurred expenditures in excess of the approved budget in the following funds.

Fund	Approved Budget	Actual Expenditures	Amount over expended
General Fund	\$ 1,147,217	\$ 1,275,790	\$ (128,573)
Road	477,307	519,160	(41,853)
Mora Fire Department	18,612	32,402	(13,790)
Chet Fire Department	53,875	57,315	(3,440)
LMC Fire Department	32,436	46,506	(14,070)
Cops Grant	61,536	63,671	(2,135)
Disaster Project	74,586	86,994	(12,408)
Corrections	40,808	114,303	(73,495)
Guadalupita VFD USDA	52,500	75,000	(22,500)
DWI-D	38,310	38,834	(524)
DWI-G	36,000	36,830	(830)

Criteria: According to NMSA 1978 Section 22-8-11 B all fiscal agents of public monies have a responsibility to monitor spending to comply with established budget guidelines. A budget is a proposed plan of financial operations for a given period of time. The annual budget authorizes and provides the basis for control of financial operations during the fiscal year. The budget should be analyzed monthly to insure expenditures remain within the legally adopted budget and revisions should be made whenever necessary.

Effect of condition: State statute may have been violated subjecting those responsible to the penalty provisions of the statute.

Cause: Purchases were approved in excess of available budget or budget adjustments were not approved to cover the expenditures approved.

Recommendation: We recommend that purchases not be approved which would cause the budget to be exceeded. We also recommend that timely budget adjustments be prepared when necessary.

Response: The County is currently reviewing the budget more frequently so that we can keep a tighter grasp on expenditures.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 8 INADEQUATE ACCOUNTING SYSTEM

Condition: The County is required to report and keep an accrual accounting System. The System is DOS based from 1988, and they are also using a card system. The system cannot produce reports that facilitate the efficient management of the County.

Criteria: According to 6.5.2 NMSA the County is required to report on an accrual accounting system.

Effect of condition: The current accounting system does not allow cohesion between the different departments as well as limiting the types of reports that can be produced for review and analysis. This inhibits the County's management from being able to efficiently make informed and timely decisions

Cause: The County has not updated the accounting system, the software to record property taxes, or accounting hardware.

Recommendation: The County should update the Accounting System to facilitate the recording of capital assets and depreciation, property tax billing and tracking, cohesive recording between the departments, and the efficient monitoring of county activities.

Response: The County has recently purchased an updated accounting software system.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 9 PAYMENT FOR SERVICES NOT RENDERED

Condition: The County paid a construction company, which was a related party to one of the Commissioners, to construct a portion of the transfer station, which was canceled since the project was not approved by the EPA. The payment came out of the General fund. No construction was performed.

Questioned Costs: \$125,000

Criteria: The State law 30-23-2 paying and receiving public money for services not rendered.

Effect of condition: The County paid for services that were never provided, which were to be provided by a related party of one to the Commissioners. The payment for these services was paid from the general fund instead of the capital projects funds. This created financial stress for the County due to a lack of funds for general operations.

Cause: The County contracted with a relative of one of the Commissioners for construction of a transfer station. The County Commissioners authorized payment for the contract despite the fact that the contract was cancelled before any construction was started due to the EPAs rejection of the plans.

Recommendation: The County should only pay for services after services have been rendered. Additionally, the County should be cautious of contracting with related parties. The county should consult with their Attorney concerning whether legal action should be taken.

Response: The County currently does not remit payment unless goods or services are rendered.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 10 CONFLICT OF INTEREST STATEMENTS

Condition: The Commissioners and employees of the County need to sign Conflict of Interest Statements, and recues themselves from involvement in any circumstance that would create a conflict of interest.

Criteria: The County is in an area where there are nepotism and Conflict of Interest, due to the small close community.

Effect of condition: The lack Conflict of Interest Statements indicates a lack of awareness of the importance of preventing transactions that have the effect of or give the impression of impropriety.

Cause: The County has not previously distributed Conflict of Interest Statements or held training on the importance of disclosing any relations that may create a conflict of interest.

Recommendation: The County Commissioners and employees need to become aware of the need to sign Conflict of Interest Statements, and adhere to the appearance of arms length transactions.

Response: The County will have the attorney draft a conflict of interest statement so that elected officials as well employees can sign.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 11 Missing Receipts

Condition: The Motor Vehicle did not retain their receipt records for the year ended June 30, 2005. The records were shredded after one year and prior to the audit of the fiscal year ended June 30, 2005.

Criteria: The Motor Vehicle department should keep their receipts until the required audit is complete.

Effect of condition: The Motor Vehicle department could not provide receipt records to be checked.

Cause: The clerk for the Motor Vehicle department was not aware of the need to retain records for a given amount of time or at least until the audit for the fiscal year has been completed. All the documentation that was sent to the Department of Motor Vehicle Santa, Fe had also been destroyed or misplaced.

Recommendation: The Motor Vehicle Department should keep the all records including receipts until the audit for each year has been completed.

Response: The Motor Vehicle Clerk has been advised to retain receipts until the audits have been completed for the year in which they pertain.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

2005 – 12 FAILURE TO FOLLOW CHART OF ACCOUNTS

Condition: The County has established a chart of accounts that includes codes for regular expenditures and then codes for expenditures that are considered capital outlays. The distinction between the different types of expenditures are not being recognized and recorded in the appropriate account codes.

Criteria: The County needs to follow the chart of accounts that have been established and the standards of recognizing capital expenditures as set forth in 12.6.10 NMAC.

Effect of condition: The County is not able to reconcile the amounts recorded in the account codes reserved for capital expenditures of more than \$1,000 to the additions to the inventory of land, buildings, and equipment costing more than \$1,000.

Cause: Capital expenditures are not being recognized as being different from other expenditures for supplies and repairs and therefore capital expenditures and other expenditures are being intermixed instead of being recorded in the account codes designated for such expenditures.

Recommendation: The County needs to understand the distinction of capital expenditures and record them separate in order to allow for the verification of additions to the inventory of land, buildings, and equipment costing more than \$1,000.

Response: The County has become aware of the differences and will begin recording in the expenditures in the appropriate area.

2005 – 13 LATE FILING OF FEDERAL CLEARING HOUSE REPORTING

Condition: The June 30, 2005 audit report and data collection form were sent to the Federal Clearing House after the due date of either 30 days after the date of the audit report or nine months after the year end.

Criteria: The Federal Clearing House requires that the audit report be filed either one month after the date of the audit report release, or nine months after the year end as set forth in OMB A-133 C.320.

Effect of condition: The report was not available for the filing of the Federal Clearing House report on a timely basis.

Cause: Information required to complete the audit was not available from the county.

Recommendation: We recommend that all information be made available to the auditor on a timely basis.

Response: All information requested by the auditor will be submitted in a timely fashion. The request for bids for an auditor will be conducted in a timely manner

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2005

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAM AUDIT

2005 – 13 LATE FILING OF FEDERAL CLEARING HOUSE REPORTING

Condition: The June 30, 2005 audit report and data collection form were sent to the Federal Clearing House after the due date of either 30 days after the date of the audit report or nine months after the year end.

Criteria: The Federal Clearing House requires that the audit report be filed either one month after the date of the audit report release, or nine months after the year end.

Effect of condition: The report was not available for the filing of the Federal Clearing House report on a timely basis.

Cause: Information required to complete the audit was not available from the county.

Recommendation: We recommend that all information be made available to the auditor on a timely basis.

Response: All information requested by the auditor will be submitted in a timely fashion. The request for bids for an auditor will be conducted in a timely manner

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2005

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Agriculture:</u>			
Rural Community Facilities Grant	10.766	2004-2005	\$ <u>405,983</u>
Total U.S. Department of Agriculture			<u>405,983</u>
<u>U.S. Department of Justice</u>			
Public Safety Partnership and Community Policing Grant	14.710	N/A	<u>63,328</u>
<u>U.S. Department of Interior</u>			
Rural Fire Assistance Program	15.228	N/A	<u>28,200</u>
<u>US Department of Public Safety</u>			
FEMA	97.036	N/A	<u>146,041</u>
<u>U.S. Department of Housing and Urban Development</u>			
Pass-Through Programs From:			
CDBG	14.219	N/A	17,058
Housing Authority	14.228	N/A	<u>234,856</u>
Total U.S. Department of Housing and Urban Development			<u>251,914</u>
Total Expenditures of Federal Awards			<u><u>\$ 895,466</u></u>

See accompanying notes to the
Schedule of Expenditures of Federal Awards.

**STATE OF NEW MEXICO
MORA COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2005**

All federal grant operations of Mora County (the “County”) are included in the scope of the Office of management and Budget (“OMB”) Circular A-133 audit (the “Single Audit”). The Single Audit was performed in accordance with the provisions of the OMB Circular Compliance Supplement (Revised March, 2007), the “Compliance Supplement”). Compliance testing of all requirements, as described in the Compliance Supplement, was performed for all the grants programs noted below. These programs represent all federal award programs and other grants with fiscal 2005 cash and noncash expenditures to ensure coverage of at least 50% (high-risk auditee) of federally granted funds. Actual coverage is approximately seventy two percent (72%) of total cash and noncash federal award program expenditures. The commodities are the only noncash expenditures the County received.

<u>Major Federal Award Program Description</u>	<u>Fiscal 2005 Expenditures</u>
Cash assistance:	
Rural Community Facilities Grant/Bonds	\$ 405,983
Housing Authority	<u>234,856</u>
Total	<u>\$ 640,839</u>

The Rural Community Facilities Grant CFDA # 10.766 and the Section 8 Housing Assistance CFDA # 14.228 were determined to be high-risk type A programs for the 2005 audit. The U.S. Department of Agriculture is the County’s oversight agency for the Single Audit.

1. Summary of significant policies

Basis of presentation

The accompanying Schedule of Expenditures of Federal Awards includes all federal grants to the County that had activity during the fiscal year ended June 30, 2005. This schedule has been prepared on the accrual basis except depreciation costs have been deducted and any costs incurred to purchase fixed assets have been added to the balances. Grant revenues are recorded for financial reporting when the County has met the qualifications for the respective grant.

2. Audits performed by other entities

There were no audits performed by other organizations of the County federal grant programs for the year ended June 30, 2005.

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED DISCLOSURES

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
MORA COUNTY

REQUIRED DISCLOSURES
Year Ended June 30, 2005

The financial statements were prepared by the independent public accountant.

An exit conference was held March 27, 2008, during which the audit findings were discussed. The exit conference was attended by the following individuals:

Mora County

Peter Martinez Board Commissioner
Miguel Martinez Interim County Manager

Keystone Accounting, LLC

Terry Ogle, C.P.A. Partner

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

4801 N Butler, Ste. 8101
Farmington, NM 87401

keystone@keystoneacct.com

Telephone (505) 566-1900
Fax (505) 566-1911

Hector H. Balderas, State Auditor
Members of the Mora County Commissioners

Internal Control Over Compliance

The management of Mora 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 Mora County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of internal control over compliance would not necessarily disclose all matters in internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal programming audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material.

This report is intended solely for the information and use of the New Mexico State Auditor, New Mexico State Department of Finance and Administration – Local Government, New Mexico State Legislature, Management others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Keystone Accounting, LLC

March 1, 2008