

STATE OF NEW MEXICO
MORA COUNTY

FINANCIAL STATEMENTS
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2006
WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
MORA COUNTY

OFFICIAL ROSTER
June 30, 2006

Elected Officials

Rosalie Regensberg	Commission Chairman
Michael Lovato	Commission Vice Chairman
Peter A Martinez	County Commissioner
Charlotte R. Duran	County Clerk
Ida E. Mora	County Treasurer
Angela K. Romero	County Assessor
Roy Cordova	County Sheriff
Victoria Lujan	Probate Judge

Administrative Officials

Frank Trujillo	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, 2006

INTRODUCTORY SECTION

Title Page	
Official Roster	i
Table of Contents	ii

FINANCIAL SECTION

Independent Auditors' Report	3
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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
Guadalupe VFD Special Revenue Fund	14
Watrous VFD Special Revenue Fund	15
CHET VFD Special Revenue Fund	16

Enterprise (Proprietary) Funds:

Statement of Net Assets	17
Statement of Revenues, Expenses, and Change in Fund Net Assets	18
Statement of Cash Flows	19

Statement of Fiduciary Net Assets	20
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Notes to the Financial Statements	21
-----------------------------------	----

Nonmajor Governmental Funds:

Combining Balance Sheet	46
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	51

STATE OF NEW MEXICO
MORA COUNTY

TABLE OF CONTENTS
Year Ended June 30, 2006

Budgetary Presentation:

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

Nonmajor Special Revenue Funds:

Corrections Special Revenue Fund	67
Property Valuation Special Revenue Fund	68
Emergency Medical Services Special Revenue Fund	69
Farm and Range Special Revenue Fund	70
Law Protection Special Revenue Fund	71
Recreation Special Revenue Fund	72
Mora County Senior Centers Special Revenue Fund	73
Indigent Special Revenue Fund	74
CDBG Special Revenue Fund	75
County Fire Excise Tax Special Revenue Fund	76
Development Loan Special Revenue Fund	77
Clerk’s Filing Fees Special Revenue Fund	78
Housing Authority Section 8 Special Revenue Fund	79
Chacon VFD Special Revenue Fund	80
Mora VFD Special Revenue Fund	81
Golondrinas VFD Special Revenue Fund	82
Ocate VFD Special Revenue Fund	83
Rainsville VFD Special Revenue Fund	84
VFD Fire Excise Share Special Revenue Fund	85
LMC VFD Special Revenue Fund	86
US Cops Grant Special Revenue Fund	87
Buena Vista VFD NMEMNRO Grant Special Revenue Fund	88
Buena Vista VFD Special Revenue Fund	89
Disaster Project Special Revenue Fund	90
Wildland Fire Grant Special Revenue Fund	91
CHET VFD FEMA Special Revenue Fund	92
Severance Bond SAP Special Revenue Fund	93
Mora VFD NMEMNRD Grant Special Revenue Fund	94
David Cargo Library Special Revenue Fund	95
LMC VFD USDA Special Revenue Fund	96
Buena Vista VFD USDA Special Revenue Fund	97
Chet VFD Rescue Special Revenue Fund	98
Homeland Security Grant Special Revenue Fund	99
Ocate VFD USDA Grant Special Revenue Fund	100
Rainsville VFD USDA Grant Special Revenue Fund	101
Chacon VFD USDA Grant Special Revenue Fund	102
Law Enforcement USDA Grant Special Revenue Fund	103
CDWI Special Revenue Fund	104
DWI-D Special Revenue Fund	105
DWI-ST Special Revenue Fund	106
DWI-G Special Revenue Fund	107
DOH/CHIC Special Revenue Fund	108
EOP/WMD Special Revenue Fund	109

**STATE OF NEW MEXICO
MORA COUNTY**

**TABLE OF CONTENTS
Year Ended June 30, 2006**

Financial Section (continued)	
Budgetary Presentation:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Debt Service Funds:	
Debt Service Fund	113
Enterprise Funds:	
Land Fill Enterprise Fund	117
 SUPPLEMENTAL INFORMATION	
Schedule of Capital Assets – By Source	120
Fiduciary Funds:	
Statement of Changes in Assets and Liabilities – All Agency Funds	121
Schedule of Pledged Collateral	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	129
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance With OMB Circular A-133	133
Summary Schedule of Prior Year Audit Findings	135
Schedule of Findings and Questioned Costs	140
Schedule of Expenditures of Federal Awards	155
Notes to the Expenditures of Federal Awards	156
 REQUIRED DISCLOSURE	159

FINANCIAL SECTION

FISCAL YEAR 2006

JULY 1, 2005 THROUGH JUNE 30, 2006

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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, 2006, 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, 2006 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, 2006, 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, 2006, 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 July 16, 2009, 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.

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 Copunty. 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.

July 16, 2009

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
MORA COUNTY

STATEMENT OF NET ASSETS
June 30, 2006

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 1,374,985	\$ -	\$ 1,374,985
Cash with fiscal agent	2,712,429	-	2,712,429
Receivables net:			
Accounts receivable	-	1,864	1,864
Delinquent property taxes	14,755	-	14,755
Intergovernmental receivable	44,592	1,563	46,155
Prepaid	39,992	-	39,992
Loan receivable	12,143	-	12,143
Non-current:			
Non-depreciable assets	187,485	-	187,485
Depreciable capital assets, net	<u>4,348,575</u>	<u>-</u>	<u>4,348,575</u>
 Total assets	 <u>\$ 8,734,956</u>	 <u>\$ 3,427</u>	 <u>\$ 8,738,383</u>
<u>LIABILITIES</u>			
Deficit cash pool	\$ -	\$ 75,999	\$ 75,999
Accounts payable	76,682	9,532	86,214
Compensated absences	43,300	-	43,300
Accrued interest payable	29,033	-	29,033
Unearned revenue	439,824	-	439,824
Liabilities payable from restricted assets	-	-	-
Noncurrent liabilities:			
Due within one year	193,794	-	193,794
Due in more than one year	<u>3,346,217</u>	<u>-</u>	<u>3,346,217</u>
 Total liabilities	 <u>4,128,850</u>	 <u>85,531</u>	 <u>4,214,381</u>
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	3,708,478	-	3,708,478
Restricted:			
Debt service	2,668,237	-	2,668,237
Unrestricted	<u>(1,770,609)</u>	<u>(82,104)</u>	<u>(1,852,713)</u>
 Total net assets	 <u>\$ 4,606,106</u>	 <u>\$ (82,104)</u>	 <u>\$ 4,524,002</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

STATEMENT OF ACTIVITIES
Year Ended June 30, 2006

<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	\$ 1,465,890	\$ (157,428)	\$ 2,651,649	\$ -	\$ 1,028,331	\$ -	\$ 1,028,331
Public safety	1,544,344	406,335	205,088	-	(932,921)	-	(932,921)
Public works	320,701	-	92,215	-	(228,486)	-	(228,486)
Culture and recreation	68,269	36,222	34,998	-	2,951	-	2,951
Bond and loan interest	<u>41,892</u>	<u>-</u>	<u>5,508</u>	<u>-</u>	<u>(36,384)</u>	<u>-</u>	<u>(36,384)</u>
Total governmental activities	3,441,096	285,129	2,989,458	-	(166,509)	-	(166,509)
Business-type activities:							
Sanitary land fill	<u>227,279</u>	<u>182,564</u>	<u>1,563</u>	<u>-</u>	<u>-</u>	<u>(43,152)</u>	<u>(43,152)</u>
Total primary government	<u>\$ 3,668,375</u>	<u>\$ 467,693</u>	<u>\$ 2,991,021</u>	<u>\$ -</u>	<u>(166,509)</u>	<u>(43,152)</u>	<u>(209,661)</u>
General revenue:							
Property taxes					813,883	-	813,883
Gross receipts tax					519,974	-	519,974
Other taxes					-	-	-
Unrestricted investment earnings					<u>30,990</u>	<u>-</u>	<u>30,990</u>
Total general revenues					<u>1,400,757</u>	<u>-</u>	<u>1,400,757</u>
Change in net assets					<u>1,234,248</u>	<u>(43,152)</u>	<u>1,191,096</u>
Net assets - beginning					3,371,858	(38,952)	3,332,906
Net assets - ending					<u>\$ 4,606,106</u>	<u>\$ (82,104)</u>	<u>\$ 4,524,002</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

GOVERNMENTAL FUNDS
BALANCE SHEET

June 30, 2006

	<u>General Fund</u>	<u>Road Fund</u>	<u>Guadalupita VFD Fund</u>	<u>Watrous VFD Fund</u>	<u>CHET VFD Fund</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>								
Current assets:								
Cash and cash equivalents	\$ 455,659	\$ (589)	\$ 88,471	\$ 98,283	\$ 74,351	\$ 135,302	\$ 523,508	\$ 1,374,985
Cash with fiscal agent	-	-	-	-	4,821	2,668,237	39,371	2,712,429
Receivables:								
Property taxes	12,907	-	-	-	-	1,848	-	14,755
Intergovernmental receivable	7,469	-	-	-	-	-	37,123	44,592
Prepaid	39,992	-	-	-	-	-	-	39,992
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total current assets	516,027	(589)	88,471	98,283	79,172	2,805,387	600,002	4,186,753
Noncurrent assets:								
Loan receivable	-	-	-	-	-	-	12,143	12,143
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 516,027</u>	<u>\$ (589)</u>	<u>\$ 88,471</u>	<u>\$ 98,283</u>	<u>\$ 79,172</u>	<u>\$ 2,805,387</u>	<u>\$ 612,145</u>	<u>\$ 4,198,896</u>
<u>LIABILITIES AND FUND BALANCE</u>								
Current liabilities:								
Accounts payable	\$ 12,780	\$ 18,311	\$ 48	\$ 674	\$ 521	\$ -	\$ 44,348	\$ 76,682
Deferred revenue:								
Federal, state, and local grants	-	-	51,849	56,875	68,540	-	262,560	439,824
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total current liabilities	12,780	18,311	51,897	57,549	69,061	-	306,908	516,506
Fund balance:								
Reserved:								
Debt service	-	-	-	-	-	2,805,387	-	2,805,387
Unreserved:								
General fund	503,247	-	-	-	-	-	-	503,247
Special revenue fund	-	(18,900)	36,574	40,734	10,111	-	305,237	373,756
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balance	503,247	(18,900)	36,574	40,734	10,111	2,805,387	305,237	3,682,390
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balance	<u>\$ 516,027</u>	<u>\$ (589)</u>	<u>\$ 88,471</u>	<u>\$ 98,283</u>	<u>\$ 79,172</u>	<u>\$ 2,805,387</u>	<u>\$ 612,145</u>	<u>\$ 4,198,896</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

RECONCILIATION OF THE BALANCE SHEET - ALL
GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2006

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

Net assets - total governmental funds	\$ 3,682,390
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	4,536,060
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(3,612,344)</u>
Net assets of governmental activities	<u>\$ 4,606,106</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
Year Ended June 30, 2006

	General Fund	Road Fund	Guadalupita VFD Fund	Watrous VFD Fund	CHET VFD Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Revenues:								
Taxes:								
Property	\$ 603,655	\$ -	\$ -	\$ -	\$ -	\$ 192,380	\$ 17,848	\$ 813,883
Gross receipts	153,123	90,817	-	-	-	-	276,034	519,974
Gasoline	-	35,910	-	-	-	-	-	35,910
Cigarette	-	-	-	-	-	-	-	-
Licenses and permits	36,222	-	-	-	-	-	-	36,222
Intergovernmental	324,567	156,813	49,942	49,942	71,605	-	2,107,730	2,760,599
Charges for services	87,673	74,345	-	-	-	-	86,889	248,907
Investment earnings	7,682	168	328	300	358	18,237	3,917	30,990
Miscellaneous	127,872	94,983	-	19	298	-	5,687	228,859
Total revenues	1,340,794	453,036	50,270	50,261	72,261	210,617	2,498,105	4,675,344
Expenditures:								
Current:								
General government	738,020	-	-	-	-	55,230	519,299	1,312,549
Public safety	266,787	396,498	35,383	35,078	43,780	-	613,175	1,390,701
Public works	111,385	-	-	-	-	-	177,410	288,795
Culture and recreation	-	-	-	-	-	-	61,477	61,477
Capital outlay	3,016	163,808	-	-	11,812	-	1,344,116	1,522,752
Debt service:								
Principal retirement	2,850	-	5,000	-	12,869	-	64,249	84,968
Bond interest paid	139	-	26	-	139	-	18,896	19,200
Total expenditures	1,122,197	560,306	40,409	35,078	68,600	55,230	2,798,622	4,680,442
Excess (deficiency) of revenues over expenditures	218,597	(107,270)	9,861	15,183	3,661	155,387	(300,517)	(5,098)
Other sources and uses:								
Sale of bonds	-	-	-	-	-	2,650,000	81,815	2,731,815
Transfers in	91,341	-	-	-	-	-	53,431	144,772
Transfers out	(94,780)	-	-	-	-	-	(49,992)	(144,772)
Total other sources and uses	(3,439)	-	-	-	-	2,650,000	85,254	2,731,815
Net change in fund balance	215,158	(107,270)	9,861	15,183	3,661	2,805,387	(215,263)	2,726,717
Fund balance at beginning of the year	288,089	88,370	26,713	25,551	6,450	-	520,500	955,673
Fund balance at end of the year	\$ 503,247	\$ (18,900)	\$ 36,574	\$ 40,734	\$ 10,111	\$ 2,805,387	\$ 305,237	\$ 3,682,390

The notes to the financial statements are an integral part of this statement.

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, 2006

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

Net change in fund balance - total governmental funds	\$ 2,726,717
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	1,185,402
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.	(2,646,847)
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>(31,024)</u>
Change in net assets of governmental activities	<u>\$ 1,234,248</u>

The notes to the financial statements are an integral part of this statement.

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, 2006

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Taxes:				
Property	\$ 571,200	\$ 571,200	\$ 632,697	\$ 61,497
Gross receipts	146,929	146,929	159,431	12,502
Licenses and permits	31,500	31,500	36,222	4,722
Intergovernmental	735,060	735,060	318,462	(416,598)
Charges for services	48,300	48,300	90,525	42,225
Investment earnings	2,500	2,500	4,259	1,759
Miscellaneous	18,200	18,200	77,772	59,572
	<u>1,553,689</u>	<u>1,553,689</u>	<u>1,319,368</u>	<u>(234,321)</u>
Expenditures:				
Current:				
General government	861,423	862,393	823,586	38,807
Public safety	259,135	261,135	265,508	(4,373)
Public works	83,044	116,265	105,048	11,217
Capital outlay:				
Equipment	12,800	12,800	5,866	6,934
	<u>1,216,402</u>	<u>1,252,593</u>	<u>1,200,008</u>	<u>52,585</u>
Excess (deficiency) of revenues over expenditures	<u>337,287</u>	<u>301,096</u>	<u>119,360</u>	<u>(181,736)</u>
Other sources and uses:				
Transfers in	-	-	91,341	91,341
Transfers out	-	-	(44,780)	(44,780)
	<u>-</u>	<u>-</u>	<u>46,561</u>	<u>46,561</u>
Net change in fund balance	337,287	301,096	165,921	(135,175)
Fund balance (deficit) at beginning of the year	<u>(337,287)</u>	<u>(301,096)</u>	<u>288,089</u>	<u>589,185</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>454,010</u>	<u>\$ 454,010</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			11,104	
Change in property tax receivable			(18,953)	
Change in due from other governments			(17,190)	
Change in payables			56,737	
Change in accrued liabilities			17,539	
			<u>503,247</u>	

The notes to the financial statements are an integral part of this statement.

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, 2006

	<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:				
Gross receipts	\$ -	\$ -	\$ 90,817	\$ 90,817
Gasoline	418,951	418,951	35,910	(383,041)
Intergovernmental	-	-	156,813	156,813
Charges for services	-	-	74,345	74,345
Investment earnings	-	-	168	168
Miscellaneous	-	-	94,983	94,983
	418,951	418,951	453,036	34,085
Expenditures:				
Current:				
Public works	229,568	229,568	412,071	(182,503)
Capital outlay:				
Equipment	193,701	193,701	164,065	29,636
	423,269	423,269	576,136	(152,867)
Net change in fund balance	(4,318)	(4,318)	(123,100)	(118,782)
Beginning cash balance budgeted	4,318	4,318	-	(4,318)
Fund balance at beginning of the year	-	-	88,370	88,370
Fund balance at end of the year	\$ -	\$ -	(34,730)	\$ (34,730)
RECONCILIATION TO GAAP BASIS:				
Change in payables			9,903	
Change in accrued liabilities			5,927	
			\$ (18,900)	

The notes to the financial statements are an integral part of this statement.

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, 2006

	<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	\$ 97,093	\$ 51,755
Expenditures:				
Current:				
Public safety	26,800	31,340	18,351	12,989
Capital outlay:				
Equipment	40,386	40,386	17,080	23,306
Total expenditures	67,186	71,726	35,431	36,295
Net change in fund balance	(21,848)	(26,388)	61,662	88,050
Beginning cash balance budgeted	21,848	26,388	-	(26,388)
Fund balance at beginning of the year	-	-	26,713	26,713
Fund balance at end of the year	\$ -	\$ -	88,375	\$ 88,375
RECONCILIATION TO GAAP BASIS:				
Change in payables			48	
Change in deferred revenue			(51,849)	
			\$ 36,574	

The notes to the financial statements are an integral part of this statement.

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, 2006

	<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	\$ 107,136	\$ 61,798
Expenditures:				
Current:				
Public safety	17,000	21,540	23,081	(1,541)
Capital outlay:				
Equipment	54,402	54,402	11,772	42,630
Total expenditures	71,402	75,942	34,853	41,089
Net change in fund balance	(26,064)	(30,604)	72,283	102,887
Beginning cash balance budgeted	26,064	30,604	-	(30,604)
Fund balance at beginning of the year	-	-	25,551	25,551
Fund balance at end of the year	\$ -	\$ -	97,834	\$ 97,834
 RECONCILIATION TO GAAP BASIS:				
Change in payables			(225)	
Change in deferred revenue			(56,875)	
			\$ 40,734	

The notes to the financial statements are an integral part of this statement.

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, 2006

	<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	\$ 65,004	\$ 65,004	\$ 127,621	\$ 62,617
Expenditures:				
Current:				
Public safety	37,014	43,524	39,958	3,566
Capital outlay:				
Equipment	24,731	24,731	22,969	1,762
Total expenditures	61,745	68,255	62,927	5,328
Net change in fund balance	3,259	(3,251)	64,694	67,945
Beginning cash balance budgeted	(3,259)	3,251	-	(3,251)
Fund balance at beginning of the year	-	-	6,450	6,450
Fund balance at end of the year	\$ -	\$ -	71,144	\$ 71,144
RECONCILIATION TO GAAP BASIS:				
Change in receivables			172	
Change in payables			7,335	
Change in deferred revenue			(68,540)	
			\$ 10,111	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

PROPRIETARY FUND - SANITARY LANDFILL
STATEMENT OF NET ASSETS

June 30, 2006

	Sanitary Landfill Fund
<u>ASSETS</u>	
Current assets:	
Accounts receivable	\$ 1,864
Intergovernmental receivable	<u>1,563</u>
 Total assets	 <u>\$ 3,427</u>
 <u>LIABILITIES AND NET ASSETS (DEFICIT)</u>	
Current liabilities:	
Bank overdrafts	\$ 75,999
Accounts payable	<u>9,532</u>
 Total current liabilities	 <u>85,531</u>
Net assets (deficit):	
Undesignated	<u>(82,104)</u>
 Total liabilities and net assets (deficit)	 <u>\$ 3,427</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

PROPRIETARY FUND - SANITARY LANDFILL
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
Year Ended June 30, 2006

Operating revenues:	
Charges for sales and services:	
Solid waste charges	<u>\$ 182,564</u>
Operating expenses:	
Personal services	74,513
Operating expenses	151,651
Vehicle expense	1,044
Supplies	<u>71</u>
Total operating expenses	<u>227,279</u>
Operating loss	(44,715)
Nonoperating revenues (expenses):	
Intergovernmental	<u>1,563</u>
Change in net assets	(43,152)
Net assets (deficit) - beginning of year	<u>(38,952)</u>
Net assets (deficit) - ending of year	<u><u>\$ (82,104)</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

PROPRIETARY FUND - SANITARY LANDFILL
STATEMENT OF CASH FLOWS
Year Ended June 30, 2006

	Sanitary Landfill <u>Fund</u>
<u>CASH FLOWS FROM OPERATING</u>	
<u>ACTIVITIES</u>	
Receipts from customers and users	\$ 191,559
Payments to supplies and maintenance	(72,957)
Payments to employees	<u>(154,077)</u>
Net increase (decrease) in cash and cash equivalents	(35,475)
Cash and cash equivalents, beginning of year	<u>(40,524)</u>
Cash and cash equivalents, end of year	<u>\$ (75,999)</u>
 <u>RECONCILIATION OF OPERATING INCOME</u>	
<u>TO NET CASH PROVIDED (USED) BY</u>	
<u>OPERATING ACTIVITIES</u>	
Operating income (loss)	<u>\$ (44,715)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
(Increase) decrease in asseets:	
Accounts receivable	8,995
Increase (decrease) in liabilities:	
Accounts payable	2,671
Accrued liabilities	<u>(2,426)</u>
Total adjustments	<u>9,240</u>
Net cash used in operating activities	<u>\$ (35,475)</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2006

ASSETS

Pooled cash and investments	\$	21,048
Receivables:		
Other receivables		<u>342,299</u>
Total assets	\$	<u>363,347</u>

LIABILITIES

Taxes due to others	\$	342,299
Due to others		5,838
Undistributed taxes		15,142
Taxes paid in advance		<u>68</u>
Total liabilities	\$	<u>363,347</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

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, 2006.
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, 2006.
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, 2006

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, 2006

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

GUADALUPITA VFD FUND - 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).

WATROUS VFD FUND - 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).

CHET VFD FUND - 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).

DEBT SERVICE FUND – The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

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.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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 November 30, 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.

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.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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.

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.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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.

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 \$5,000. 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 \$5,000 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 in the amount of \$30,458, from the roads fund \$6,908, from the DWI \$3,011 from the cops grant \$2,923, which totals \$43,300 as reported in the statement of net assets.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

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, 2006

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 \$4,536,061 difference are as follows:

Capital assets	\$ 6,678,627
Accumulated depreciation	<u>(2,142,566)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 4,536,061</u>

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2006

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 \$3,612,344 difference is detailed as follows:

Bonds payable	\$	(3,540,011)
Accrued interest payable		(29,033)
Accrued compensated absences		<u>(43,300)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	\$	<u>(3,612,344)</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 \$1,185,403 difference are as follows:

Capital outlay	\$	(1,522,753)
Depreciation expense		<u>337,350</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	\$	<u>(1,185,403)</u>

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

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 \$2,646,847 difference are as follows:

Principal payments:	
General obligation debt	\$ (84,968)
Proceeds from debt	<u>2,731,815</u>
Net adjustment to change in net assets of governmental activities for revenues that are not recorded in the funds	<u>\$ 2,646,847</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 \$31,024 difference are as follows:

Accrued interest:	
June 30, 2006	\$ (29,033)
June 30, 2005	6,341
Compensated balances:	
June 30, 2006	\$ (43,300)
June 30, 2005	<u>34,968</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (31,024)</u>

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2006

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.

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, 2006 expenditures exceed appropriations in the following individual funds.

General fund	VFD Fire Excise Tax	Law Enforcement USDA
Road fund	US Cops Grant	CDWI
Corrections	Buena Vista VFD NMEMNRD	DWI - D
Mora VFD	LMC VFD USDA	Disaster Project
Golondrinas	Chacon VFD USDA	Debt Service

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2006

III. STEWARDSHIP COMPLIANCE, AND ACCOUNTABILITY (continued)

C. Deficit Fund Equity of Activities

Deficit fund balance of individual funds as of June 30, 2006, are as follows.

Special Revenue Funds:	
CDBG Grant	\$ 7,167
Mora County Senior Centers	17,805
Housing Authority Section eight	10,500
Library	2,998
Cops Grant	20,447
Disaster Project	4,863
Wildland Fire Grant	7,722
Severance Bond SAP	52,759
Solid Waste	82,104
Corrections	203,424
CDWI Fund	1,852
DWI-D	5,928
DWI-G	19,224
Road	18,900
EOP/WMD	<u>73</u>
Total	<u>\$ 455,766</u>

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, 2006, the carrying amount of the District's deposits was \$4,032,463 and the bank balance was \$4,218,653. Of this balance \$312,730 was covered by federal depository insurance and \$782,000 was covered by collateral held in joint safekeeping by a third party. The remaining \$511,493 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 \$511,493. 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, 2006

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, 2006, \$511,493 of the District's bank balance of \$4,188,682 was uninsured and uncollateralized and was exposed to custodial risk.

<u>Depository Accounts</u>	
Insured	\$ 312,730
Collateralized:	
Collateral held by pledging bank's trust department in the County's name	3,364,459
Uninsured and uncollateralized	<u>511,493</u>
Total deposits	\$ <u>4,188,682</u>
Collateral requirement:	
50% of uninsured public fund bank deposits	\$ 1,937,975
Pledged security	<u>3,364,459</u>
Over collateralization	\$ <u>1,426,484</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, 2006

IV. DETAILED NOTES FOR ALL FUNDS (continued)

A. Receivables

Receivables as of June 30, 2006 are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Enterprise</u>	<u>Total</u>
Receivables:					
Accounts receivable	\$ -	\$ -	\$ -	\$ 228,427	\$ 228,427
Loans	-	43,628	-	-	43,628
Property taxes	12,907	-	1,848	-	14,755
Prepaid	39,992	-	-	-	39,992
Intergovernmental	7,469	37,123	-	-	44,592
Interest	-	-	-	-	-
Gross Receivables	<u>60,368</u>	<u>80,751</u>	<u>1,848</u>	<u>228,427</u>	<u>371,394</u>
Less: Allowance for Uncollectibles	-	31,525	-	225,000	256,525
Net receivables	<u>\$ 60,368</u>	<u>\$ 49,226</u>	<u>\$ 1,848</u>	<u>\$ 3,427</u>	<u>\$ 114,869</u>

B. Transfer

Net operating transfers during the year ended June 30, 2006 are as follows:

Governmental Activities:	Transfers In	Transfers Out
Major Funds:		
General fund	\$ 91,341	\$ 94,780
Nonmajor general funds	<u>53,431</u>	<u>49,992</u>
Total Governmental transfers	<u>\$ 144,772</u>	<u>\$ 144,772</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, 2006

IV. DETAILED NOTES FOR ALL FUNDS (continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2006, was as follows:

	<u>July 1, 2005</u>	<u>Additions</u>	<u>Deletions</u>	<u>Allocation</u>	<u>June 30, 2006</u>
Governmental Activities.					
Capital assets not being depreciated:					
Land and land rights	\$ 186,018	\$ -	\$ -	\$ -	\$ 186,018
Construction in progress	<u>739,540</u>	<u>-</u>	<u>-</u>	<u>(738,073)</u>	<u>1,467</u>
Total capital assets not being depreciated	<u>925,558</u>	<u>-</u>	<u>-</u>	<u>(738,073)</u>	<u>187,485</u>
Capital assets being depreciated:					
Buildings and improvements	1,466,196	253,626	-	738,073	2,457,895
Equipment and other	<u>2,764,120</u>	<u>1,269,126</u>	<u>-</u>	<u>-</u>	<u>4,033,246</u>
Total capital assets being depreciated	<u>4,230,316</u>	<u>1,522,752</u>	<u>-</u>	<u>738,073</u>	<u>6,491,141</u>
Less accumulated depreciation for:					
Buildings and improvements	(514,255)	(50,878)	-	-	(565,133)
Equipment and other	<u>(1,290,961)</u>	<u>(286,472)</u>	<u>-</u>	<u>-</u>	<u>(1,577,433)</u>
Total accumulated depreciation	<u>(1,805,216)</u>	<u>(337,350)</u>	<u>-</u>	<u>-</u>	<u>(2,142,566)</u>
Total capital assets being depreciated, net	<u>2,425,100</u>	<u>1,185,402</u>	<u>-</u>	<u>738,073</u>	<u>4,348,575</u>
Governmental Activities Capital Assets, net	<u>\$ 3,350,658</u>	<u>\$ 1,185,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,536,060</u>

Depreciation by fund:

General	\$ 145,009
Public works	153,643
Public safety	31,906
Culture and recreation	<u>6,792</u>
Total	<u>\$ 337,350</u>

Construction commitments

The County is involved in several long-term construction projects as part of their master plan for upgrading the county buildings. The amount of \$2,535,000 in the capital projects fund designated for subsequent years expenditures are committed for funding these projects. Interest on construction projects is not capitalized.

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 in the amount of \$2,650,000 were issued during the year ended June 30, 2006.

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2006

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, 2006 are \$907,036.

	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	\$ 5,700	\$ 2,850
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	20,754	6,901
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	61,064	8,658
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	30,037	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	112,462	14,647
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	112,564	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	5,013	5,013
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	18,045	6,000
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	121,220	2,500

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2006

IV. DETAILED NOTES FOR ALL FUNDS (continued)

E. Long-Term Debt (continued)

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	73,500	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.	177,800	177,800	12,800
Bond issued from the New Mexico Finance Authority. The interest rate is from 2.50% to 4.00% annually. The bond matures on May 1, 2020.	75,000	70,087	4,925
Bond issued from the New Mexico Finance Authority. The interest rate is from 2.4% to 3.71% annually. The bond matures on August 1, 2021.	2,650,000	2,650,000	115,000
Bond issued from USDA for the Law Enforcement Protection fund. The interest rate is 4.25% annually. The bond matures on November 26, 2015.	<u>81,815</u>	<u>81,815</u>	<u>7,000</u>
	<u>\$ 3,689,705</u>	<u>\$ 3,540,061</u>	<u>\$ 193,794</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>
2007	\$ 193,794	\$ 113,586	\$ 307,380
2008	178,094	109,177	287,271
2009	181,493	104,873	286,366
2010	174,774	101,203	275,977
2011	186,551	95,073	281,624
2012-2016	1,013,958	383,654	1,397,612
2017-2021	1,189,476	195,948	1,385,424
2022-2026	371,201	4,856	376,057
2027-2031	29,500	-	29,500
2032-2036	<u>21,220</u>	<u>-</u>	<u>21,220</u>
Total	<u>\$ 3,540,061</u>	<u>\$ 1,108,370</u>	<u>\$ 4,648,431</u>

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2006

IV. DETAILED NOTES FOR ALL FUNDS (continued)

E. Long-Term Debt (continued)

Changes in Long-Term Liabilities

During the year ended June 30, 2006, the following changes occurred in long-term liabilities:

Compensated absences	\$ 34,968	\$ 24,927	\$ (16,595)	\$ 43,300	\$ 43,300
Loans payable:					
State Board of Finance	8,550	-	(2,850)	5,700	2,850
Revenue bonds payable:					
New Mexico Finance Authority	13,000	-	(13,000)	-	-
New Mexico Finance Authority	27,638	-	(6,884)	20,754	6,901
New Mexico Finance Authority	69,700	-	(8,636)	61,064	8,658
USDA	30,970	-	(933)	30,037	1,000
New Mexico Finance Authority	137,593	-	(25,131)	112,462	14,647
USDA	115,700	-	(3,136)	112,564	4,000
USDA	10,013	-	(5,000)	5,013	5,013
USDA	24,030	-	(5,985)	18,045	6,000
USDA	123,220	-	(2,000)	121,220	2,500
USDA	80,000	-	(6,500)	73,500	2,500
USDA	177,800	-	-	177,800	12,800
USDA	-	81,815	-	81,815	7,000
New Mexico Finance Authority	-	2,650,000	-	2,650,000	115,000
New Mexico Finance Authority	<u>75,000</u>	<u>-</u>	<u>(4,913)</u>	<u>70,087</u>	<u>4,925</u>
Total loans and bonds	<u>893,214</u>	<u>2,731,815</u>	<u>(84,968)</u>	<u>3,540,061</u>	<u>193,794</u>
Total long-term liabilities	<u>\$ 928,182</u>	<u>\$ 2,756,742</u>	<u>\$ (101,563)</u>	<u>\$ 3,583,361</u>	<u>\$ 237,094</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, 2006

IV. DETAILED NOTES FOR ALL FUNDS (continued)

E. Long-Term Debt (continued)

	Original <u>Amount</u>	Unissued Balance	
		<u>Bond Balance</u>	<u>Grant Funds</u>
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	-	-
USDA	177,800	25,000	10,479
USDA	81,815	4,971	18,880
New Mexico Finance Authority	2,650,000	-	-
New Mexico Finance Authority	<u>75,000</u>	<u>-</u>	<u>-</u>
Total Loans and Bonds	<u>\$ 3,768,205</u>	<u>\$ 29,971</u>	<u>\$ 29,910</u>

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, 2006

V. OTHER NOTE DISCLOSURES (continued)

B. Employee Retirement Systems and Plans

Plan Description

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

Funding Policy.

Plan members are required to contribute 7% (ranges from 4.78% to 16.65% depending upon the plan - i.e., state general, state hazardous duty, state police and adult correctional officers, municipal general, municipal police, municipal fire, municipal detention officer) of their gross salary. The County is required to contribute 10% for police and 7% for other employees (ranges from 7.0% to 25.72% depending upon the plan) of the gross covered salary. The contribution requirements of plan members and the County are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The County's contributions to PERA for the fiscal years ending June 30, 2006, 2005 and 2004 were \$53,345, \$59,508, and \$63,274, respectively, which equal the amount of the required contributions for each fiscal year.

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.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

V. OTHER NOTE DISCLOSURES (continued)

B. Employee Retirement Systems and Plans (continued)

Contribution Requirements

Contributions to the pension plan as of June 30, 2006 are equal to percentages of annual salaries as follows:

	<u>County Contribution</u>	<u>Employee 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, 2006 were \$107,715, (which consisted of \$53,345 from the County and \$54,370 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, 2006 was \$736,553. Contributions for the past three years are as follows:

<u>Fiscal Year</u>	<u>Pension Cost</u>	<u>Percentage Contribution</u>	<u>Benefit Obligation</u>
2004	\$ 63,274	100%	\$ -
2005	\$ 59,508	100%	\$ -
2006	\$ 53,345	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.

STATE OF NEW MEXICO
MORA COUNTY

Notes to Basic Financial Statements
June 30, 2006

V. OTHER NOTE DISCLOSURES (continued)

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.

F. Jointly Governed Organizations

Joint powers agreement for Solid Waste Bins

Participants:	Mora County, Village of Wagon Mound
Operation Responsibility:	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.
Association Contributions:	Undetermined
County Contributions:	Undeterminable
Audit Responsibility:	Village of Wagon Mound
Reporting Responsibility:	Revenue are collected and reported by the County. Expenses are incurred and reported by both parties.

**STATE OF NEW MEXICO
MORA COUNTY**

Notes to Basic Financial Statements
June 30, 2006

W. OTHER NOTE DISCLOSURES (continued)

F. Jointly Governed Organizations (continued)

Joint powers agreement for Inmate Housing – Quay County

Participants:	Mora County, Quay County
Operation Responsibility:	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.
Association Contributions:	Undetermined
County Contributions:	Undeterminable
Audit Responsibility:	Quay County
Reporting Responsibility:	Expenses are incurred by the number of inmates housed.

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2006

	<u>Special Revenue Funds</u>									
	Corrections Fund	Property Valuation Fund	Emergency Medical Services Fund	Farm And Range Fund	Law Protection Fund	Recreation Fund	Mora County Senior Centers Fund	Indigent Fund	CDBG Fund	County Fire Excise Tax Fund
<u>ASSETS</u>										
Current assets:										
Cash and cash equivalents	\$ (201,497)	\$ 11,342	\$ 44,283	\$ 1,604	\$ 33,004	\$ 1,287	\$ (17,805)	\$ 7,762	\$ (7,167)	\$ 10,511
Cash with fiscal agent	-	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	<u>1,780</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,918</u>	<u>-</u>	<u>-</u>
Total current assets	(199,717)	11,342	44,283	1,604	33,004	1,287	(17,805)	9,680	(7,167)	10,511
Noncurrent assets:										
Loan receivable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ (199,717)</u>	<u>\$ 11,342</u>	<u>\$ 44,283</u>	<u>\$ 1,604</u>	<u>\$ 33,004</u>	<u>\$ 1,287</u>	<u>\$ (17,805)</u>	<u>\$ 9,680</u>	<u>\$ (7,167)</u>	<u>\$ 10,511</u>
<u>LIABILITIES AND FUND BALANCE</u>										
Current liabilities:										
Accounts payable	\$ 3,707	\$ -	\$ 3,985	\$ -	\$ 2,477	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue:										
Federal, state, and local grants	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>3,707</u>	<u>-</u>	<u>3,985</u>	<u>-</u>	<u>2,477</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:										
Special revenue fund	<u>(203,424)</u>	<u>11,342</u>	<u>40,298</u>	<u>1,604</u>	<u>30,527</u>	<u>1,287</u>	<u>(17,805)</u>	<u>9,680</u>	<u>(7,167)</u>	<u>10,511</u>
Total fund balance	<u>(203,424)</u>	<u>11,342</u>	<u>40,298</u>	<u>1,604</u>	<u>30,527</u>	<u>1,287</u>	<u>(17,805)</u>	<u>9,680</u>	<u>(7,167)</u>	<u>10,511</u>
Total liabilities and fund balance	<u>\$ (199,717)</u>	<u>\$ 11,342</u>	<u>\$ 44,283</u>	<u>\$ 1,604</u>	<u>\$ 33,004</u>	<u>\$ 1,287</u>	<u>\$ (17,805)</u>	<u>\$ 9,680</u>	<u>\$ (7,167)</u>	<u>\$ 10,511</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2006

Special Revenue Funds

	Development Loan Fund	Clerk's Filing Fees Fund	Housing Authority Section Eight Fund	Chacon VFD Fund	Mora VFD Fund	Golondrinas VFD Fund	Ocate VFD Fund	Rainsville VFD Fund
<u>ASSETS</u>								
Current assets:								
Cash and cash equivalents	\$ 13,446	\$ 22,857	\$ (10,450)	\$ 67,558	\$ 40,545	\$ 32,863	\$ 67,784	\$ 162,892
Cash with fiscal agent	-	-	-	-	-	9,326	-	-
Intergovernmental receivable	-	-	-	-	7,650	-	14,674	-
Total current assets	13,446	22,857	(10,450)	67,558	48,195	42,189	82,458	162,892
Noncurrent assets:								
Loan receivable	12,143	-	-	-	-	-	-	-
Total assets	\$ 25,589	\$ 22,857	\$ (10,450)	\$ 67,558	\$ 48,195	\$ 42,189	\$ 82,458	\$ 162,892
<u>LIABILITIES AND FUND BALANCE</u>								
Current liabilities:								
Accounts payable	\$ -	\$ -	\$ 50	\$ 23,055	\$ 178	\$ 2,074	\$ 2,706	\$ 309
Deferred revenue:								
Federal, state, and local grants	-	-	-	40,773	40,773	31,962	40,423	40,773
Total current liabilities	-	-	50	63,828	40,951	34,036	43,129	41,082
Fund balance:								
Special revenue fund	25,589	22,857	(10,500)	3,730	7,244	8,153	39,329	121,810
Total fund balance	25,589	22,857	(10,500)	3,730	7,244	8,153	39,329	121,810
Total liabilities and fund balance	\$ 25,589	\$ 22,857	\$ (10,450)	\$ 67,558	\$ 48,195	\$ 42,189	\$ 82,458	\$ 162,892

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2006

	VFD Fire Excise Share Fund	LMC VFD Fund	US Cops Grant Fund	Buena Vista VFD NMEMNRD Grant Fund	Buena Vista VFD Fund	Disaster Project Fund	Wildland Fire Grant Fund	CHET VFD- FEMA Fund	Severance Bond SAP Fund
ASSETS									
Current assets:									
Cash and cash equivalents	\$ 254,306	\$ 41,455	\$ (20,447)	\$ -	\$ 50,168	\$ (4,863)	\$ (7,063)	\$ -	\$ (49,509)
Cash with fiscal agent	-	-	-	-	74	-	-	-	-
Intergovernmental receivable	3,101	-	-	-	-	-	-	-	-
Total current assets	257,407	41,455	(20,447)	-	50,242	(4,863)	(7,063)	-	(49,509)
Noncurrent assets:									
Loan receivable	-	-	-	-	-	-	-	-	-
Total assets	\$ 257,407	\$ 41,455	\$ (20,447)	\$ -	\$ 50,242	\$ (4,863)	\$ (7,063)	\$ -	\$ (49,509)
LIABILITIES AND FUND BALANCE									
Current liabilities:									
Accounts payable	\$ 1,277	\$ 63	\$ -	\$ -	\$ 51	\$ -	\$ 659	\$ -	\$ 3,250
Deferred revenue:									
Federal, state, and local grants	-	36,478	-	-	31,378	-	-	-	-
Total current liabilities	1,277	36,541	-	-	31,429	-	659	-	3,250
Fund balance:									
Special revenue fund	256,130	4,914	(20,447)	-	18,813	(4,863)	(7,722)	-	(52,759)
Total fund balance	256,130	4,914	(20,447)	-	18,813	(4,863)	(7,722)	-	(52,759)
Total liabilities and fund balance	\$ 257,407	\$ 41,455	\$ (20,447)	\$ -	\$ 50,242	\$ (4,863)	\$ (7,063)	\$ -	\$ (49,509)

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2006

Special Revenue Funds

	Mora VFD NMEMNRD Grant Fund	Golondrinas VFD USDA Fund	David Cargo Library Fund	LMC VFD USDA Fund	Buena Vista VFD USDA Fund	CHET VFD Rescue Fund	Homeland Security Grant Fund	Ocate VFD USDA Grant Fund	Rainsville VFD USDA Grant Fund	Chacon VFD USDA Grant Fund
ASSETS										
Current assets:										
Cash and cash equivalents	\$ 1	\$ -	\$ (2,491)	\$ -	\$ -	\$ 1,964	\$ -	\$ 187	\$ -	\$ -
Cash with fiscal agent	-	-	-	-	-	-	-	-	25,000	-
Intergovernmental receivable	-	-	-	-	-	-	-	-	-	-
Total current assets	1	-	(2,491)	-	-	1,964	-	187	25,000	-
Noncurrent assets:										
Loan receivable	-	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (2,491)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,964</u>	<u>\$ -</u>	<u>\$ 187</u>	<u>\$ 25,000</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE										
Current liabilities:										
Accounts payable	\$ -	\$ -	\$ 507	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue:										
Federal, state, and local grants	-	-	-	-	-	-	-	-	-	-
Total current liabilities	-	-	507	-	-	-	-	-	-	-
Fund balance:										
Special revenue fund	1	-	(2,998)	-	-	1,964	-	187	25,000	-
Total fund balance	1	-	(2,998)	-	-	1,964	-	187	25,000	-
Total liabilities and fund balance	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (2,491)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,964</u>	<u>\$ -</u>	<u>\$ 187</u>	<u>\$ 25,000</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
MORA COUNTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2006

	<u>Special Revenue Funds</u>							
	Law Enforcement USDA Grant <u>Fund</u>	CDWI <u>Fund</u>	DWI-D <u>Fund</u>	DWI-ST <u>Fund</u>	DWI-G <u>Fund</u>	DOH/CHIC <u>Fund</u>	EOP/WMD <u>Fund</u>	Total Nonmajor Governmental <u>Funds</u>
<u>ASSETS</u>								
Current assets:								
Cash and cash equivalents	\$ -	\$ (1,852)	\$ (5,928)	\$ 252	\$ (19,224)	\$ 5,806	\$ (73)	\$ 523,508
Cash with fiscal agent	4,971	-	-	-	-	-	-	39,371
Intergovernmental receivable	-	-	-	-	-	8,000	-	37,123
Total current assets	4,971	(1,852)	(5,928)	252	(19,224)	13,806	(73)	600,002
Noncurrent assets:								
Loan receivable	-	-	-	-	-	-	-	12,143
Total assets	\$ 4,971	\$ (1,852)	\$ (5,928)	\$ 252	\$ (19,224)	\$ 13,806	\$ (73)	\$ 612,145
<u>LIABILITIES AND FUND BALANCE</u>								
Current liabilities:								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44,348
Deferred revenue:								
Federal, state, and local grants	-	-	-	-	-	-	-	262,560
Total current liabilities	-	-	-	-	-	-	-	306,908
Fund balance:								
Special revenue fund	4,971	(1,852)	(5,928)	252	(19,224)	13,806	(73)	305,237
Total fund balance	4,971	(1,852)	(5,928)	252	(19,224)	13,806	(73)	305,237
Total liabilities and fund balance	\$ 4,971	\$ (1,852)	\$ (5,928)	\$ 252	\$ (19,224)	\$ 13,806	\$ (73)	\$ 612,145

(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, 2006

<u>Special Revenue Funds</u>							
	Corrections	Property	Emergency	Farm And	Law	Recreation	Mora County
	Fund	Valuation	Medical	Range	Protection	Fund	Senior Centers
	Fund	Fund	Services	Fund	Fund	Fund	Fund
Revenues:							
Taxes:	\$ -						
Property	-	\$ 17,848	\$ -	\$ -	\$ -	\$ -	\$ -
Cigarette	-	-	-	-	-	-	-
Intergovernmental	50,049	-	25,785	1,623	26,022	2,036	-
Charges for services	-	-	-	-	-	-	86,889
Investment earnings	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total revenues	<u>50,049</u>	<u>17,848</u>	<u>25,785</u>	<u>1,623</u>	<u>26,022</u>	<u>2,036</u>	<u>86,889</u>
Expenditures:							
Current:							
General government	-	11,655	-	-	-	-	-
Public safety	165,399	-	14,470	-	24,866	-	-
Public works	-	-	-	-	-	-	-
Culture and recreation	-	-	-	500	-	2,500	55,386
Capital outlay	-	-	36,500	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Bond interest paid	-	-	-	-	-	-	-
Total expenditures	<u>165,399</u>	<u>11,655</u>	<u>50,970</u>	<u>500</u>	<u>24,866</u>	<u>2,500</u>	<u>55,386</u>
Excess (deficiency) of revenues over expenditures	<u>(115,350)</u>	<u>6,193</u>	<u>(25,185)</u>	<u>1,123</u>	<u>1,156</u>	<u>(464)</u>	<u>31,503</u>
Other sources and uses:							
Sale of bonds	-	-	-	-	-	-	-
Transfers in	-	-	4,166	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other sources and uses	<u>-</u>	<u>-</u>	<u>4,166</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(115,350)	6,193	(21,019)	1,123	1,156	(464)	31,503
Fund balance (deficit) at beginning of the year	(88,074)	5,149	61,317	481	29,371	1,751	(49,308)
Fund balance (deficit) at end of the year	<u>\$ (203,424)</u>	<u>\$ 11,342</u>	<u>\$ 40,298</u>	<u>\$ 1,604</u>	<u>\$ 30,527</u>	<u>\$ 1,287</u>	<u>\$ (17,805)</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, 2006

	Special Revenue Funds				
	Indigent Fund	CDBG Fund	County Fire Excise Tax Fund	Development Loan Fund	Clerk's Filing Fees Fund
Revenues:					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	563	-
Miscellaneous	-	-	-	-	5,663
	34,716	-	55,362	563	5,663
Total revenues					
Expenditures:					
Current:					
General government	22,500	-	-	13,895	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	471
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
	22,500	-	-	13,895	471
Total expenditures					
Excess (deficiency) of revenues over expenditures	12,216	-	55,362	(13,332)	5,192
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	(49,992)	-	-
	-	-	(49,992)	-	-
Total other sources and uses					
Net change in fund balance	12,216	-	5,370	(13,332)	5,192
Fund balance as previously reported	(2,536)	(7,167)	5,141	38,921	17,665
Fund balance (deficit) at end of the year	\$ 9,680	\$ (7,167)	\$ 10,511	\$ 25,589	\$ 22,857

(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, 2006

	Special Revenue Funds			
	Housing Authority Section Eight	Chacon VFD Fund	Mora VFD Fund	Golondrinas VFD Fund
	Fund			
	Fund	Fund	Fund	Fund
Revenues:				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-
Intergovernmental	173,391	35,803	48,453	35,802
Charges for services	-	-	-	-
Investment earnings	-	952	77	415
Miscellaneous	-	-	24	-
	173,391	36,755	48,554	36,217
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	11,971	20,129	27,485
Public works	177,410	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	203,997	-	-
Debt service:				
Principal retirement	-	-	16,136	9,569
Bond interest paid	-	-	5,286	1,487
	177,410	215,968	41,551	38,541
Excess (deficiency) of revenues over expenditures	(4,019)	(179,213)	7,003	(2,324)
Other sources and uses:				
Sale of bonds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
	-	-	-	-
Total other sources and uses	-	-	-	-
Net change in fund balance	(4,019)	(179,213)	7,003	(2,324)
Fund balance as previously reported	(6,481)	182,943	241	10,477
Fund balance (deficit) at end of the year	\$ (10,500)	\$ 3,730	\$ 7,244	\$ 8,153

(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, 2006

	<u>Special Revenue Funds</u>			
	Ocate VFD Fund	Rainsville VFD Fund	VFD Fire Excise Share Fund	LMC VFD Fund
Revenues:				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-
Intergovernmental	74,603	35,802	-	32,131
Charges for services	-	-	-	-
Investment earnings	234	755	-	108
Miscellaneous	-	-	-	-
Total revenues	<u>74,837</u>	<u>36,557</u>	<u>185,956</u>	<u>32,239</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	30,087	27,441	78,660	19,218
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	25,131	-	-	2,000
Bond interest paid	3,027	-	-	5,400
Total expenditures	<u>58,245</u>	<u>27,441</u>	<u>78,660</u>	<u>26,618</u>
Excess (deficiency) of revenues over expenditures	<u>16,592</u>	<u>9,116</u>	<u>107,296</u>	<u>5,621</u>
Other sources and uses:				
Sale of bonds	-	-	-	-
Transfers in	-	-	45,636	-
Transfers out	-	-	-	-
Total other sources and uses	<u>-</u>	<u>-</u>	<u>45,636</u>	<u>-</u>
Net change in fund balance	16,592	9,116	152,932	5,621
Fund balance as previously reported	<u>22,737</u>	<u>112,694</u>	<u>103,198</u>	<u>(707)</u>
Fund balance (deficit) at end of the year	<u>\$ 39,329</u>	<u>\$ 121,810</u>	<u>\$ 256,130</u>	<u>\$ 4,914</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, 2006

	Special Revenue Funds				
	US Cops Grant Fund	Buena Vista VFD NMEMNRD Grant Fund	Buena Vista VFD Fund	Disaster Project Fund	Wildland Fire Grant Fund
Revenues:					
Taxes					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-
Intergovernmental	41,317	15,000	32,032	105,433	18,823
Charges for services	-	-	-	-	-
Investment earnings	-	-	813	-	-
Miscellaneous	-	-	-	-	-
Total revenues	<u>41,317</u>	<u>15,000</u>	<u>32,845</u>	<u>105,433</u>	<u>18,823</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	34,788	15,190	19,749	-	21,205
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	77,951	-	-
Debt service:					
Principal retirement	-	-	11,413	-	-
Bond interest paid	-	-	3,696	-	-
Total expenditures	<u>34,788</u>	<u>15,190</u>	<u>112,809</u>	<u>-</u>	<u>21,205</u>
Excess (deficiency) of revenues over expenditures	<u>6,529</u>	<u>(190)</u>	<u>(79,964)</u>	<u>105,433</u>	<u>(2,382)</u>
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	3,439	190	-	-	-
Transfers out	-	-	-	-	-
Total other sources and uses	<u>3,439</u>	<u>190</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	9,968	-	(79,964)	105,433	(2,382)
Fund balance as previously reported	<u>(30,415)</u>	<u>-</u>	<u>98,777</u>	<u>(110,296)</u>	<u>(5,340)</u>
Fund balance (deficit) at end of the year	<u>\$ (20,447)</u>	<u>\$ -</u>	<u>\$ 18,813</u>	<u>\$ (4,863)</u>	<u>\$ (7,722)</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, 2006

	Special Revenue Funds				
	CHET VFD- FEMA Fund	Severance Bond SAP Fund	Mora VFD NMEMNRD Grant Fund	Golondrinas VFD USDA Fund	David Cargo Library Fund
Revenues:					
Taxes					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-
Intergovernmental	128,250	774,235	-	-	45
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenues	<u>128,250</u>	<u>774,235</u>	<u>-</u>	<u>-</u>	<u>45</u>
Expenditures:					
Current:					
General government	-	445,394	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	3,091
Capital outlay	128,250	294,248	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
Total expenditures	<u>128,250</u>	<u>739,642</u>	<u>-</u>	<u>-</u>	<u>3,091</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>34,593</u>	<u>-</u>	<u>-</u>	<u>(3,046)</u>
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	34,593	-	-	(3,046)
Fund balance as previously reported	<u>-</u>	<u>(87,352)</u>	<u>1</u>	<u>-</u>	<u>48</u>
Fund balance (deficit) at end of the year	<u>\$ -</u>	<u>\$ (52,759)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (2,998)</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, 2006

	Special Revenue Funds				
	LMC VFD USDA Fund	Buena Vista VFD USDA Fund	CHET VFD Rescue Fund	Homeland Security Grant Fund	Ocate VFD USDA Grant Fund
Revenues:					
Taxes					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-
Intergovernmental	304	155,000	3,000	-	187
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	-----	-----	-----	-----	-----
Total revenues	304	155,000	3,000	-	187
	-----	-----	-----	-----	-----
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	1,392	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	16,947	235,000	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
	-----	-----	-----	-----	-----
Total expenditures	16,947	235,000	1,392	-	-
	-----	-----	-----	-----	-----
Excess (deficiency) of revenues over expenditures	(16,643)	(80,000)	1,608	-	187
	-----	-----	-----	-----	-----
Other sources and uses:					
Sale of bonds	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	-----	-----	-----	-----	-----
Total other sources and uses	-	-	-	-	-
	-----	-----	-----	-----	-----
Net change in fund balance	(16,643)	(80,000)	1,608	-	187
Fund balance as previously reported	16,643	80,000	356	-	-
	-----	-----	-----	-----	-----
Fund balance (deficit) at end of the year	\$ -	\$ -	\$ 1,964	\$ -	\$ 187
	-----	-----	-----	-----	-----

(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, 2006

	Special Revenue Funds				
	Rainsville VFD USDA Grant Fund	Chacon VFD USDA Grant Fund	Law Enforcement USDA Grant Fund	Law Enforcement USDA Grant Fund	CDWI Fund
Revenues:					
Taxes					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-
Intergovernmental	-	154,908	-	-	2,534
Charges for services	-	-	-	-	-
Investment earnings	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenues	<u>-</u>	<u>154,908</u>	<u>-</u>	<u>-</u>	<u>2,534</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	3,691
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	273,908	76,844	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Bond interest paid	-	-	-	-	-
Total expenditures	<u>-</u>	<u>273,908</u>	<u>76,844</u>	<u>-</u>	<u>3,691</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(119,000)</u>	<u>(76,844)</u>	<u>-</u>	<u>(1,157)</u>
Other sources and uses:					
Sale of bonds	-	-	81,815	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other sources and uses	<u>-</u>	<u>-</u>	<u>81,815</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	(119,000)	4,971	-	(1,157)
Fund balance as previously reported	<u>25,000</u>	<u>119,000</u>	<u>-</u>	<u>-</u>	<u>(695)</u>
Fund balance (deficit) at end of the year	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ 4,971</u>	<u>\$ -</u>	<u>\$ (1,852)</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, 2006

	<u>Special Revenue Funds</u>					Total Nonmajor Governmental Funds
	DWI-D Fund	DWI-ST Fund	DWI-G Fund	DOH/CHIC Fund	EOP/WMD Fund	
Revenues:						
Taxes						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,848
Other	-	-	-	-	-	-
Intergovernmental	41,734	800	26,548	40,225	25,855	2,107,730
Charges for services	-	-	-	-	-	86,889
Investment earnings	-	-	-	-	-	3,917
Miscellaneous	-	-	-	-	-	5,687
	<u>41,734</u>	<u>800</u>	<u>26,548</u>	<u>40,225</u>	<u>25,855</u>	<u>2,498,105</u>
Total revenues						
Expenditures:						
Current:						
General government	-	-	-	-	25,855	519,299
Public safety	41,743	869	28,403	26,419	-	613,175
Public works	-	-	-	-	-	177,410
Culture and recreation	-	-	-	-	-	61,477
Capital outlay	-	-	-	-	-	1,344,116
Debt service:						
Principal retirement	-	-	-	-	-	64,249
Bond interest paid	-	-	-	-	-	18,896
	<u>41,743</u>	<u>869</u>	<u>28,403</u>	<u>26,419</u>	<u>25,855</u>	<u>2,798,622</u>
Total expenditures						
Excess (deficiency) of revenues over expenditures	<u>(9)</u>	<u>(69)</u>	<u>(1,855)</u>	<u>13,806</u>	<u>-</u>	<u>(300,517)</u>
Other sources and uses:						
Sale of bonds	-	-	-	-	-	81,815
Transfers in	-	-	-	-	-	53,431
Transfers out	-	-	-	-	-	(49,992)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>85,254</u>
Total other sources and uses						
Net change in fund balance	(9)	(69)	(1,855)	13,806	-	(215,263)
Fund balance as previously reported	<u>(5,919)</u>	<u>321</u>	<u>(17,369)</u>	<u>-</u>	<u>(73)</u>	<u>520,500</u>
Fund balance (deficit) at end of the year	<u>\$ (5,928)</u>	<u>\$ 252</u>	<u>\$ (19,224)</u>	<u>\$ 13,806</u>	<u>\$ (73)</u>	<u>\$ 305,237</u>

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BUDGETARY PRESENTATION

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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

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.

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.

NONMAJOR SPECIAL REVENUE FUNDS

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, CHET 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).

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).

NONMAJOR SPECIAL REVENUE FUNDS

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

CORRECTIONS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 24,000	\$ 24,000	\$ 48,269	\$ 24,269
Expenditures:				
Current:				
Public safety:				
Public safety	50,000	50,000	171,431	(121,431)
Net change in fund balance	(26,000)	(26,000)	(123,162)	(97,162)
Beginning cash balance budgeted	26,000	26,000	-	(26,000)
Fund balance (deficit) at beginning of the year	-	-	(88,074)	(88,074)
Fund balance at end of the year	\$ -	\$ -	(211,236)	\$ (211,236)
RECONCILIATION TO GAAP BASIS:				
Change in receivables			1,779	
Change in payables			6,033	
			\$ (203,424)	

STATE OF NEW MEXICO
MORA COUNTY

PROPERTY VALUATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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:				
Property	\$ 15,000	\$ 15,000	\$ 17,848	\$ 2,848
 Expenditures:				
Current:				
General government	<u>20,639</u>	<u>20,639</u>	<u>12,144</u>	<u>8,495</u>
 Excess (deficiency) of revenues over expenditures	<u>(5,639)</u>	<u>(5,639)</u>	<u>5,704</u>	<u>11,343</u>
 Net change in fund balance	(5,639)	(5,639)	5,704	11,343
 Beginning cash balance budgeted	5,639	5,639	-	(5,639)
 Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>5,149</u>	<u>5,149</u>
 Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	10,853	<u>\$ 10,853</u>
 RECONCILIATION TO GAAP BASIS:				
Change in accrued liabilities			<u>489</u>	
			<u>\$ 11,342</u>	

STATE OF NEW MEXICO
MORA COUNTY

EMERGENCY MEDICAL SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 13,937	\$ 13,937	\$ 25,785	\$ 11,848
Expenditures:				
Current:				
General government	57,702	57,702	12,471	45,231
Capital outlay:				
Equipment	<u>19,234</u>	<u>19,234</u>	<u>36,500</u>	<u>(17,266)</u>
Total expenditures	<u>76,936</u>	<u>76,936</u>	<u>48,971</u>	<u>27,965</u>
Excess (deficiency) of revenues over expenditures	(62,999)	(62,999)	(23,186)	39,813
Other sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>4,166</u>	<u>4,166</u>
Net change in fund balance	(62,999)	(62,999)	(19,020)	43,979
Beginning cash balance budgeted	62,999	62,999	-	(62,999)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>61,317</u>	<u>61,317</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	42,297	<u>\$ 42,297</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(1,999)</u>	
			<u>\$ 40,298</u>	

STATE OF NEW MEXICO
MORA COUNTY

FARM AND RANGE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 840	\$ 840	\$ 974	\$ 134
 Expenditures:				
Current:				
Culture and recreation:				
Culture and recreation	1,181	1,181	700	481
Net change in fund balance	(341)	(341)	274	615
Beginning cash balance budgeted	341	341	-	(341)
Fund balance at beginning of the year	-	-	481	481
Fund balance at end of the year	\$ -	\$ -	755	\$ 755
 RECONCILIATION TO GAAP BASIS:				
Change in payables			849	
			\$ 1,604	

STATE OF NEW MEXICO
MORA COUNTY

LAW PROTECTION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 24,200	\$ 24,200	\$ 26,022	\$ 1,822
Expenditures:				
Current:				
Public safety	16,171	16,171	7,902	8,269
Capital outlay:				
Equipment	<u>35,000</u>	<u>35,000</u>	<u>14,487</u>	<u>20,513</u>
Total expenditures	<u>51,171</u>	<u>51,171</u>	<u>22,389</u>	<u>28,782</u>
Net change in fund balance	(26,971)	(26,971)	3,633	30,604
Beginning cash balance budgeted	26,971	26,971	-	(26,971)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>29,371</u>	<u>29,371</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	33,004	<u>\$ 33,004</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(2,477)</u>	
			<u>\$ 30,527</u>	

STATE OF NEW MEXICO
MORA COUNTY

RECREATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 600	\$ 600	\$ 2,283	\$ 1,683
Expenditures:				
Current:				
Culture and recreation	<u>2,504</u>	<u>2,504</u>	<u>2,500</u>	<u>4</u>
Net change in fund balance	(1,904)	(1,904)	(217)	1,687
Beginning cash balance budgeted	1,904	1,904	-	(1,904)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>1,751</u>	<u>1,751</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,534</u>	<u>\$ 1,534</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>(247)</u>	
			<u>\$ 1,287</u>	

STATE OF NEW MEXICO
MORA COUNTY

MORA COUNTY SENIOR CENTERS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 170,722	\$ 170,722	\$ 86,888	\$ (83,834)
Expenditures:				
Current:				
Culture and recreation	<u>170,722</u>	<u>170,722</u>	<u>60,579</u>	<u>110,143</u>
Net change in fund balance	-	-	26,309	26,309
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(49,308)</u>	<u>(49,308)</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	(22,999)	<u><u>\$ (22,999)</u></u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			1,599	
Change in accrued liabilities			<u>3,595</u>	
			<u><u>\$ (17,805)</u></u>	

STATE OF NEW MEXICO
MORA COUNTY

INDIGENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
Gross receipts	\$ 35,000	\$ 35,000	\$ 32,798	\$ (2,202)
Expenditures:				
Current:				
General government	<u>27,464</u>	<u>27,464</u>	<u>22,500</u>	<u>4,964</u>
Net change in fund balance	7,536	7,536	10,298	2,762
Beginning cash balance budgeted	(7,536)	(7,536)	-	7,536
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(2,536)</u>	<u>(2,536)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	7,762	<u>\$ 7,762</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>1,918</u>	
			<u>\$ 9,680</u>	

STATE OF NEW MEXICO
MORA COUNTY

CDBG SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 226,096	\$ 226,096	\$ -	\$ (226,096)
Expenditures:				
Capital outlay:				
Equipment	-	-	-	-
Net change in fund balance	226,096	226,096	-	(226,096)
Beginning cash balance budgeted	(226,096)	(226,096)	-	226,096
Fund balance (deficit) at beginning of the year	-	-	(7,167)	(7,167)
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(7,167)	<u>\$ (7,167)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ (7,167)</u>	

STATE OF NEW MEXICO
MORA COUNTY

COUNTY FIRE EXCISE TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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:				
Gross receipts	\$ 50,000	\$ 50,000	\$ 55,362	\$ 5,362
 Expenditures:				
Current:				
Public works	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	50,000	50,000	55,362	5,362
 Other sources:				
Transfers in	<u>-</u>	<u>-</u>	<u>(49,992)</u>	<u>(49,992)</u>
Net change in fund balance	50,000	50,000	5,370	(44,630)
Beginning cash balance budgeted	(50,000)	(50,000)	-	50,000
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>5,141</u>	<u>5,141</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,511</u>	<u>\$ 10,511</u>

STATE OF NEW MEXICO
MORA COUNTY

DEVELOPMENT LOAN SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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:				
Investment earnings	\$ 6,410	\$ 6,410	\$ 3,409	\$ (3,001)
Expenditures:				
Current:				
General government	-	-	-	-
Net change in fund balance	6,410	6,410	3,409	(3,001)
Beginning cash balance budgeted	(6,410)	(6,410)	-	6,410
Fund balance at beginning of the year	-	-	38,921	38,921
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	42,330	<u>\$ 42,330</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>(16,741)</u>	
			<u>\$ 25,589</u>	

STATE OF NEW MEXICO
MORA COUNTY

CLERK'S FILING FEES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 5,000	\$ 5,000	\$ 5,663	\$ 663
Expenditures:				
Capital outlay:				
Equipment	<u>22,665</u>	<u>22,665</u>	<u>471</u>	<u>22,194</u>
Excess (deficiency) of revenues over expenditures	(17,665)	(17,665)	5,192	22,857
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>17,665</u>	<u>17,665</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,857</u>	<u>\$ 22,857</u>

**STATE OF NEW MEXICO
MORA COUNTY**

**HOUSING AUTHORITY SECTION EIGHT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 265,935	\$ 265,935	\$ 173,775	\$ (92,160)
Expenditures:				
Current:				
General government	<u>204,004</u>	<u>204,004</u>	<u>178,883</u>	<u>25,121</u>
Net change in fund balance	61,931	61,931	(5,108)	(67,039)
Beginning cash balance budgeted	(61,931)	(61,931)	-	61,931
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(6,481)</u>	<u>(6,481)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(11,589)	<u>\$ (11,589)</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			(384)	
Change in payables			573	
Change in accrued liabilities			<u>900</u>	
			<u>\$ (10,500)</u>	

STATE OF NEW MEXICO
MORA COUNTY

CHACON VFD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	Final Budget Positive <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 32,502	\$ 32,502	\$ 77,528	\$ 45,026
Expenditures:				
Current:				
Public safety	17,000	20,254	9,553	10,701
Capital outlay:				
Equipment	<u>200,648</u>	<u>200,648</u>	<u>185,517</u>	<u>15,131</u>
Total expenditures	<u>217,648</u>	<u>220,902</u>	<u>195,070</u>	<u>25,832</u>
Net change in fund balance	(185,146)	(188,400)	(117,542)	70,858
Beginning cash balance budgeted	185,146	188,400	-	(188,400)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>182,943</u>	<u>182,943</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	65,401	<u>\$ 65,401</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			(20,898)	
Change in deferred revenue			<u>(40,773)</u>	
			<u>\$ 3,730</u>	

STATE OF NEW MEXICO
MORA COUNTY

MORA VFD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 32,502	\$ 32,502	\$ 82,184	\$ 49,682
 Expenditures:				
Current:				
Public safety	11,066	14,321	20,241	(5,920)
Capital outlay:				
Equipment	8,100	-	-	-
Debt service:				
Principal retirement	13,336	18,000	17,000	1,000
Bond interest paid	-	8,506	4,422	4,084
Total debt service	13,336	26,506	21,422	5,084
Total expenditures	32,502	40,827	41,663	(836)
Net change in fund balance	-	(8,325)	40,521	48,846
Beginning cash balance budgeted	-	8,325	-	(8,325)
Fund balance at beginning of the year	-	-	241	241
Fund balance at end of the year	\$ -	\$ -	40,762	\$ 40,762
 RECONCILIATION TO GAAP BASIS:				
Change in trustee accounts			(879)	
Change in receivables			7,650	
Change in payables			113	
Change in accrued liabilities			371	
Change in deferred revenue			(40,773)	
			\$ 7,244	

STATE OF NEW MEXICO
MORA COUNTY

GOLONDRINAS VFD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 67,846	\$ 35,344
Expenditures:				
Current:				
Public safety	16,100	19,355	17,972	1,383
Capital outlay:				
Equipment	9,656	9,656	7,975	1,681
Debt service:				
Principal retirement	-	-	9,569	(9,569)
Bond interest paid	-	-	1,487	(1,487)
Total debt service	-	-	11,056	(11,056)
Total expenditures	25,756	29,011	37,003	(7,992)
Net change in fund balance	6,746	3,491	30,843	27,352
Beginning cash balance budgeted	(6,746)	(3,491)	-	3,491
Fund balance at beginning of the year	-	-	10,477	10,477
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	41,320	<u>\$ 41,320</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			333	
Change in payables			(1,538)	
Change in deferred revenue			(31,962)	
			<u>\$ 8,153</u>	

STATE OF NEW MEXICO
MORA COUNTY

OCATE VFD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 45,338	\$ 45,338	\$ 83,923	\$ 38,585
Expenditures:				
Current:				
Public safety	23,602	28,142	29,366	(1,224)
Capital outlay:				
Equipment	<u>36,479</u>	<u>36,479</u>	<u>18,117</u>	<u>18,362</u>
Total expenditures	<u>60,081</u>	<u>64,621</u>	<u>47,483</u>	<u>17,138</u>
Net change in fund balance	(14,743)	(19,283)	36,440	55,723
Beginning cash balance budgeted	14,743	19,283	-	(19,283)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>22,737</u>	<u>22,737</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	59,177	<u>\$ 59,177</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			14,674	
Change in payables			5,901	
Change in deferred revenue			<u>(40,423)</u>	
			<u>\$ 39,329</u>	

STATE OF NEW MEXICO
MORA COUNTY

RAINSVILLE VFD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 77,331	\$ 77,331
Expenditures:				
Current:				
Public safety	23,500	26,755	15,508	11,247
Capital outlay:				
Equipment	<u>126,365</u>	<u>126,365</u>	<u>16,249</u>	<u>110,116</u>
Total expenditures	<u>149,865</u>	<u>153,120</u>	<u>31,757</u>	<u>121,363</u>
Net change in fund balance	(149,865)	(153,120)	45,574	198,694
Beginning cash balance budgeted	149,865	153,120	-	(153,120)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>112,694</u>	<u>112,694</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	158,268	<u>\$ 158,268</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			4,315	
Change in deferred revenue			<u>(40,773)</u>	
			<u>\$ 121,810</u>	

STATE OF NEW MEXICO
MORA COUNTY

VFD FIRE EXCISE SHARE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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:				
Gross receipts	\$ -	\$ -	\$ 182,855	\$ 182,855
 Expenditures:				
Capital outlay:				
Equipment	<u>-</u>	<u>-</u>	<u>77,879</u>	<u>(77,879)</u>
Net change in fund balance	-	-	104,976	104,976
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>103,198</u>	<u>103,198</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	208,174	<u>\$ 208,174</u>
 RECONCILIATION TO GAAP BASIS:				
Change in receivables			3,101	
Change in payables			(781)	
Change in transfers			<u>45,636</u>	
			<u>\$ 256,130</u>	

STATE OF NEW MEXICO
MORA COUNTY

LMC VFD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 29,079	\$ 29,079	\$ 68,717	\$ 39,638
 Expenditures:				
Current:				
Public safety	17,263	20,175	17,875	2,300
 Capital outlay:				
Equipment	11,265	11,265	8,795	2,470
Total expenditures	28,528	31,440	26,670	4,770
Net change in fund balance	551	(2,361)	42,047	44,408
Beginning cash balance budgeted	(551)	2,361	-	(2,361)
Fund balance (deficit) at beginning of the year	-	-	(707)	(707)
Fund balance at end of the year	\$ -	\$ -	41,340	\$ 41,340
 RECONCILIATION TO GAAP BASIS:				
Change in payables			52	
Change in deferred revenue			(36,478)	
			\$ 4,914	

STATE OF NEW MEXICO
MORA COUNTY

US COPS GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 41,317	\$ 41,317
Expenditures:				
Current:				
Public safety	<u>-</u>	<u>-</u>	<u>36,172</u>	<u>(36,172)</u>
Net change in fund balance	-	-	5,145	5,145
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(30,415)</u>	<u>(30,415)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(25,270)	<u>\$ (25,270)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			1,384	
Change in transfers			<u>3,439</u>	
			<u>\$ (20,447)</u>	

**STATE OF NEW MEXICO
MORA COUNTY**

**BUENA VISTA VFD NMEMNRD GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
Intergovernmental	\$ 119,880	\$ 119,880	\$ 15,000	\$ (104,880)
Expenditures:				
Capital outlay:				
Equipment	<u>-</u>	<u>15,190</u>	<u>15,190</u>	<u>-</u>
Net change in fund balance	119,880	104,690	(190)	(104,880)
Beginning cash balance budgeted	(119,880)	(104,690)	-	104,690
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>	(190)	<u>\$ (190)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in transfers			<u>190</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
MORA COUNTY

BUENA VISTA VFD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes:				
Intergovernmental	\$ 29,079	\$ 29,079	\$ 63,630	\$ 34,551
Expenditures:				
Current:				
Public safety	19,600	22,512	17,746	4,766
Capital outlay:				
Equipment	30,665	30,665	6,862	23,803
Debt service:				
Principal retirement	-	-	11,413	(11,413)
Bond interest paid	-	-	3,696	(3,696)
Total debt service	-	-	15,109	(15,109)
Total expenditures	50,265	53,177	39,717	13,460
Net change in fund balance	(21,186)	(24,098)	23,913	48,011
Beginning cash balance budgeted	21,186	24,098	-	(24,098)
Fund balance at beginning of the year	-	-	98,777	98,777
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	122,690	<u>\$ 122,690</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			(75,044)	
Change in due from other governments			2,545	
Change in deferred revenue			(31,378)	
			<u>\$ 18,813</u>	

STATE OF NEW MEXICO
MORA COUNTY

DISASTER PROJECT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 38,777	\$ 38,777	\$ 105,433	\$ 66,656
Expenditures:				
Current:				
Public safety	-	-	106,073	(106,073)
Excess (deficiency) of revenues				
Net change in fund balance	38,777	38,777	(640)	(39,417)
Beginning cash balance budgeted	(38,777)	(38,777)	-	38,777
Fund balance (deficit) at beginning of the year	-	-	(110,296)	(110,296)
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(110,936)	<u>\$ (110,936)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			106,073	
			<u>\$ (4,863)</u>	

STATE OF NEW MEXICO
MORA COUNTY

WILDLAND FIRE GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 20,645	\$ 20,645	\$ 19,353	\$ (1,292)
Expenditures:				
Current:				
Public safety	25,000	45,100	20,546	24,554
Net change in fund balance	(4,355)	(24,455)	(1,193)	23,262
Beginning cash balance budgeted	4,355	24,455	-	(24,455)
Fund balance (deficit) at beginning of the year	-	-	(5,340)	(5,340)
Fund balance at end of the year	\$ -	\$ -	(6,533)	\$ (6,533)
RECONCILIATION TO GAAP BASIS:				
Change in payables			(659)	
Change in accrued liabilities			(530)	
			\$ (7,722)	

STATE OF NEW MEXICO
MORA COUNTY

CHET VFD-FEMA SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ -	\$ -	\$ 128,250	\$ 128,250
Expenditures:				
Capital outlay:				
Equipment	<u>-</u>	<u>128,250</u>	<u>128,250</u>	<u>-</u>
Net change in fund balance	-	(128,250)	-	128,250
Beginning cash balance budgeted	-	128,250	-	(128,250)
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

SEVERANCE BOND SAP SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,405,467	\$ 1,405,467	\$ 774,235	\$ (631,232)
Expenditures:				
Current:				
General government	319,519	319,519	289,160	30,359
Capital outlay:				
Equipment	<u>1,299,329</u>	<u>1,469,329</u>	<u>450,175</u>	<u>1,019,154</u>
Total expenditures	<u>1,618,848</u>	<u>1,788,848</u>	<u>739,335</u>	<u>1,049,513</u>
Net change in fund balance	(213,381)	(383,381)	34,900	418,281
Beginning cash balance budgeted	213,381	383,381	-	(383,381)
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(87,352)</u>	<u>(87,352)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(52,452)</u>	<u>\$ (52,452)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(307)</u>	
			<u>\$ (52,759)</u>	

STATE OF NEW MEXICO
MORA COUNTY

MORA VFD NMEMNRD GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 36,622	\$ 36,622	\$ -	\$ (36,622)
Expenditures:				
Current:				
General government	-	-	-	-
Net change in fund balance	36,622	36,622	-	(36,622)
Beginning cash balance budgeted	(36,622)	(36,622)	-	36,622
Fund balance at beginning of the year	-	-	1	1
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

STATE OF NEW MEXICO
MORA COUNTY

DAVID CARGO LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Positive</u> <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 12,500	\$ 12,500	\$ 45	\$ (12,455)
Expenditures:				
Current:				
Culture and recreation	48	71,916	2,584	69,332
Net change in fund balance	12,452	(59,416)	(2,539)	56,877
Beginning cash balance budgeted	(12,452)	59,416	-	(59,416)
Fund balance at beginning of the year	-	-	48	48
Fund balance at end of the year	\$ -	\$ -	(2,491)	\$ (2,491)
RECONCILIATION TO GAAP BASIS:				
Change in payables			(507)	
			\$ (2,998)	

STATE OF NEW MEXICO
MORA COUNTY

LMC VFD USDA SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 33,075	\$ 33,075	\$ 304	\$ (32,771)
Expenditures:				
Capital outlay:				
Equipment	<u>-</u>	<u>111</u>	<u>16,947</u>	<u>(16,836)</u>
Net change in fund balance	33,075	32,964	(16,643)	(49,607)
Beginning cash balance budgeted	(33,075)	(32,964)	-	32,964
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>16,643</u>	<u>16,643</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 USDA SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ -	\$ -	\$ 155,000	\$ 155,000
Expenditures:				
Capital outlay:				
Equipment	<u>235,000</u>	<u>235,000</u>	<u>235,000</u>	<u>-</u>
Net change in fund balance	(235,000)	(235,000)	(80,000)	155,000
Beginning cash balance budgeted	235,000	235,000	-	(235,000)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>80,000</u>	<u>80,000</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
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 1,500	\$ 1,500	\$ 3,000	\$ 1,500
Expenditures:				
Current:				
Public safety	<u>3,356</u>	<u>3,356</u>	<u>1,392</u>	<u>1,964</u>
Net change in fund balance	(1,856)	(1,856)	1,608	3,464
Beginning cash balance budgeted	1,856	1,856	-	(1,856)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>356</u>	<u>356</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,964</u>	<u>\$ 1,964</u>

STATE OF NEW MEXICO
MORA COUNTY

HOMELAND SECURITY GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 175,909	\$ 175,909	\$ -	\$ (175,909)
Expenditures:				
Current:				
Public safety	<u>175,909</u>	<u>175,909</u>	<u>-</u>	<u>175,909</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>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

STATE OF NEW MEXICO
MORA COUNTY

OCATE VFD USDA GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ -	\$ -	\$ 187	\$ 187
Expenditures:				
Current:				
Public safety	-	-	-	-
Net change in fund balance	-	-	187	187
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 187</u>	<u>\$ 187</u>

STATE OF NEW MEXICO
MORA COUNTY

RAINSVILLE VFD USDA GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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:				
Current:				
General government	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance at beginning of the year	-	-	25,000	25,000
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

CHACON VFD USDA GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ -	\$ -	\$ 154,908	\$ 154,908
Expenditures:				
Current:				
Capital outlay:				
Equipment	<u>-</u>	<u>-</u>	<u>273,908</u>	<u>(273,908)</u>
Net change in fund balance	-	-	(119,000)	(119,000)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>119,000</u>	<u>119,000</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
MORA COUNTY

LAW ENFORCEMENT USDA GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Capital outlay:				
Equipment	-	-	76,844	(76,844)
Deficiency of revenues over expenditures	-	-	(76,844)	(76,844)
 Other sources:				
Sale of bonds	-	-	81,815	81,815
Net change in fund balance	-	-	4,971	4,971
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	4,971	<u>\$ 4,971</u>
 RECONCILIATION TO GAAP BASIS:				
Change in trustee accounts			-	
			<u>\$ 4,971</u>	

STATE OF NEW MEXICO
MORA COUNTY

CDWI SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 2,699	\$ 2,699	\$ 2,534	\$ (165)
Expenditures:				
Current:				
Public safety	<u>-</u>	<u>-</u>	<u>3,691</u>	<u>(3,691)</u>
Net change in fund balance	2,699	2,699	(1,157)	(3,856)
Beginning cash balance budgeted	(2,699)	(2,699)	-	2,699
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(695)</u>	<u>(695)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,852)</u>	<u>\$ (1,852)</u>

STATE OF NEW MEXICO
MORA COUNTY

DWI-D SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		Actual Amounts <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 48,901	\$ 48,901	\$ 41,734	\$ (7,167)
Expenditures:				
Current:				
Public safety	<u>33,750</u>	<u>37,690</u>	<u>42,746</u>	<u>(5,056)</u>
Net change in fund balance	15,151	11,211	(1,012)	(12,223)
Beginning cash balance budgeted	(15,151)	(11,211)	-	11,211
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(5,919)</u>	<u>(5,919)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(6,931)	<u>\$ (6,931)</u>
RECONCILIATION TO GAAP BASIS:				
Change in accrued liabilities			<u>1,003</u>	
			<u>\$ (5,928)</u>	

STATE OF NEW MEXICO
MORA COUNTY

DWI-ST SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 1,000	\$ 1,000	\$ 800	\$ (200)
Expenditures:				
Current:				
Public safety	<u>1,000</u>	<u>1,000</u>	<u>869</u>	<u>131</u>
Net change in fund balance	-	-	(69)	(69)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>321</u>	<u>321</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 252</u>	<u>\$ 252</u>

STATE OF NEW MEXICO
MORA COUNTY

DWI-G SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ 58,850	\$ 58,850	\$ 26,548	\$ (32,302)
Expenditures:				
Current:				
Public safety	<u>28,800</u>	<u>28,800</u>	<u>28,403</u>	<u>397</u>
Net change in fund balance	30,050	30,050	(1,855)	(31,905)
Beginning cash balance budgeted	(30,050)	(30,050)	-	30,050
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(17,369)</u>	<u>(17,369)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (19,224)</u>	<u>\$ (19,224)</u>

STATE OF NEW MEXICO
MORA COUNTY

DOH/CHIC SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		Actual Amounts <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 32,225	\$ 32,225
Expenditures:				
Current:				
Public safety	<u>-</u>	<u>33,000</u>	<u>26,419</u>	<u>6,581</u>
Net change in fund balance	-	(33,000)	5,806	38,806
Beginning cash balance budgeted	-	33,000	-	(33,000)
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>	5,806	<u>\$ 5,806</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			<u>8,000</u>	
			<u>\$ 13,806</u>	

STATE OF NEW MEXICO
MORA COUNTY

EOP/WMD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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	\$ -	\$ -	\$ 25,855	\$ 25,855
Expenditures:				
Current:				
General government	<u>26,496</u>	<u>26,496</u>	<u>25,855</u>	<u>641</u>
Net change in fund balance	(26,496)	(26,496)	-	26,496
Beginning cash balance budgeted	26,496	26,496	-	(26,496)
Fund balance (deficit) at beginning of the year	<u>-</u>	<u>-</u>	<u>(73)</u>	<u>(73)</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (73)</u>	<u>\$ (73)</u>

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DEBT SERVICE FUNDS

DEBT SERVICE FUND

The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

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STATE OF NEW MEXICO
MORA COUNTY

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2006

	<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:				
Miscellaneous	\$ -	\$ -	\$ 190,532	\$ 190,532
 Expenditures:				
Current:				
General government	-	-	55,230	(55,230)
Excess of revenues over expenditures	-	-	135,302	135,302
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	135,302	<u>\$ 135,302</u>
 RECONCILIATION TO GAAP BASIS:				
Change in trustee accounts			2,668,237	
Change in property tax receivable			<u>1,848</u>	
			<u>\$ 2,805,387</u>	

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ENTERPRISE FUNDS

SANITARY LANDFILL FUND

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

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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, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive <u>(Negative)</u>
Operating revenues:				
Charges for sales and services:				
Solid waste charges	\$ 230,000	\$ 249,858	\$ 182,564	\$ (67,294)
Operating expenses:				
Personal services	81,895	81,895	74,513	7,382
Operating expenses	140,500	160,358	151,651	8,707
Vehicle expense	1,000	1,000	1,044	(44)
Supplies	6,000	6,000	71	5,929
Total operating expenses	<u>229,395</u>	<u>249,253</u>	<u>227,279</u>	<u>21,974</u>
Operating income	605	605	(44,715)	(45,320)
Nonoperating revenues:				
Intergovernmental	-	-	1,563	1,563
Change in net assets	605	605	(43,152)	(43,757)
Net assets (deficit) - beginning of year	-	-	(38,952)	(38,952)
Net assets (deficit) - ending of year	<u>\$ 605</u>	<u>\$ 605</u>	<u>\$ (82,104)</u>	<u>\$ (82,709)</u>

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SUPPLEMENTAL INFORMATION

**STATE OF NEW MEXICO
MORA COUNTY**

**SCHEDULE OF CAPITAL ASSETS - BY SOURCE
June 30, 2006**

Capital assets:

Land and improvements	\$ 367,724
Building and improvements	2,240,415
Equipment and machinery	4,033,245
Infrastructure	35,775
Construction in progress	<u>1,467</u>
 Total Capital assets	 <u><u>\$ 6,678,626</u></u>

Investment in Capital assets from:

General Fund	\$ 4,105,768
Special revenue funds	<u>2,572,858</u>
 Total investment in Capital assets	 <u><u>\$ 6,678,626</u></u>

STATE OF NEW MEXICO
MORA COUNTY
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
Year Ended June 30, 2006

<u>ASSETS</u>	Balance <u>June 30, 2005</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>June 30, 2006</u>
Cash	\$ 41,784	\$ 1,784,788	\$ (1,805,524)	\$ 21,048
Taxes receivable	<u>295,976</u>	<u>1,790,364</u>	<u>(1,744,041)</u>	<u>342,299</u>
Pooled cash and investments	<u>\$ 337,760</u>	<u>\$ 3,575,152</u>	<u>\$ (3,549,565)</u>	<u>\$ 363,347</u>
 <u>LIABILITIES</u>				
Taxes due from others	\$ 295,976	\$ 1,790,364	\$ (1,744,041)	\$ 342,299
Due to others	3,688	126,045	(123,895)	5,838
Undistributed taxes	24,463	1,629,835	(1,639,156)	15,142
Taxes paid in advance	<u>13,633</u>	<u>28,908</u>	<u>(42,473)</u>	<u>68</u>
Deposits held for others	<u>\$ 337,760</u>	<u>\$ 3,575,152</u>	<u>\$ (3,549,565)</u>	<u>\$ 363,347</u>

STATE OF NEW MEXICO
MORA COUNTY
SCHEDULE OF PLEDGED COLLATERAL
June 30, 2006

	<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, 2006	\$ 12,730	\$ 1,493,493	\$ 2,682,459	\$ 4,188,682
Less FDIC coverage	<u>12,730</u>	<u>200,000</u>	<u>100,000</u>	<u>312,730</u>
Uninsured funds	-	1,293,493	2,582,459	3,875,952
50% collateral requirement	<u>-</u>	<u>646,746</u>	<u>1,291,229</u>	<u>1,937,975</u>
Amount requiring pledged collateral	-	646,747	1,291,230	1,937,977
Pledged collateral	<u>-</u>	<u>782,000</u>	<u>2,582,459</u>	<u>3,364,459</u>
Excess of pledged collateral	<u>\$ -</u>	<u>\$ 135,253</u>	<u>\$ 1,291,229</u>	<u>\$ 1,426,482</u>

Pledged collateral of financial institutions consists of the following at June 30, 2006

	<u>Maturity</u>	<u>CUSIP #</u>	<u>Amount</u>
Bank of Las Vegas FHLB Bonds	3/16/2007	31339XCA0	<u>\$ 782,000</u>

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

Reconciliation to Financial Statements

Bank Balances	\$ 12,730	\$ 1,493,493	\$ 2,682,459	\$ 4,188,682
Reconciling items:				
Deposits in transit	-	300	-	300
Outstanding checks	<u>-</u>	<u>(186,590)</u>	<u>-</u>	<u>(186,590)</u>
Total per books	<u>\$ 12,730</u>	<u>\$ 1,307,203</u>	<u>\$ 2,682,459</u>	<u>\$ 4,002,392</u>
Cash with Fiscal Agent				29,971
Cash on hand				<u>100</u>
Total per financial statements (continued)				<u>\$ 4,032,463</u>

STATE OF NEW MEXICO
MORA COUNTY
SCHEDULE OF PLEDGED COLLATERAL
June 30, 2006

Financial Statements:	
Cash and cash equivalents	
Governmental activities	\$ 1,374,985
Cash with agency	2,712,429
Cash in agency funds	21,048
Business-type activities	<u>(75,999)</u>
Total per financial statements	<u>\$ 4,032,463</u>

	<u>Bank Balance</u>	<u>Outstanding Deposits</u>	<u>Outstanding Checks</u>	<u>Book Balance</u>
Bank of Las Vegas				
General Operating	\$ 1,335,224	\$ -	\$ (186,590)	\$ 1,148,634
Certificate of deposit	6,881	8	-	6,889
Certificate of deposit	7,157	29	-	7,186
Certificate of deposit	25,000	21	-	25,021
Certificate of deposit	25,000	21	-	25,021
Certificate of deposit	9,901	68	-	9,969
Certificate of deposit	66,528	153	-	66,681
Motor Vehicle	16,348	-	-	16,348
Sheriff Account	1,454	-	-	1,454
Wells Fargo				
Checking	12,730	-	-	12,730
Bank of Albuquerque				
Checking	2,668,237	-	-	2,668,237
Checking	74	-	-	74
Checking	4,546	-	-	4,546
Checking	276	-	-	276
Checking	9,326	-	-	9,326
USDA				
Bond account	25,000	-	-	25,000
Bond account	<u>4,971</u>	<u>-</u>	<u>-</u>	<u>4,971</u>
	<u>4,218,653</u>	<u>300</u>	<u>(186,590)</u>	<u>4,032,363</u>
Petty cash	<u>-</u>	<u>-</u>	<u>-</u>	<u>100</u>
	<u>\$ 4,218,653</u>	<u>\$ 300</u>	<u>\$ (186,590)</u>	<u>\$ 4,032,463</u>

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SINGLE AUDIT SECTION

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

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

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, 2006, and collectively comprise the county's basic financial statements as listed in the table of contents, and have issued our report thereon dated July 16, 2009. 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, 2006 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.

Our Consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. 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 2006 – 4, 2006 – 6, 2006 – 8, 2006 – 9, 2006 – 11, 2006 – 12, and 2006 – 13.

A control deficiency exists when the design or operation of a control does not allow management of employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the following deficiencies to be significant deficiencies in internal control.

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 2006 – 4, 2006 – 6, and 2006 – 9 to be material weaknesses.

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

Our Consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions.

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 2006 – 1, 2006 – 2, 2006 – 3, 2006 – 5, 2006 – 7, 2006 – 10, and 2006 – 12.

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

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.

July 16, 2009

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

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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, 2006. 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, 2006. 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 2006 – 13.

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.

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

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.

July 16, 2009

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2006

A. PRIOR YEAR AUDIT FINDINGS

2005 – 1 LATE AUDIT REPORT (Original Number 2005-1 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.

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.

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

2005 – 2 PROPERTY TAX MAINTENACE SCHEDULE (Original Number 2005-2 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.

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.

2005 – 3 FAILURE TO FILE THE BUDGET

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

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

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, 2006

A. PRIOR YEAR AUDIT FINDINGS (continued)

2005 – 4 CASH RECONCILIATION

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

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.

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

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.

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.

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

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.

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.

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, 2006

A. PRIOR YEAR AUDIT FINDINGS (continued)

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)

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.

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.

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.

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, 2006

A. PRIOR YEAR AUDIT FINDINGS (continued)

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

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.

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

2005 – 10 CONFLICT OF INTEREST STATEMENTS

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

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

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.

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

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, 2006

A. PRIOR YEAR AUDIT FINDINGS (continued)

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.

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.

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

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.

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

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

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2006

SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the financial statements of Mora County
2. Seven significant deficiencies 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. Seven instances of noncompliance material to the financial statements of Mora County were disclosed during the audit.
4. One reportable condition 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.
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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT

2006 – 1 LATE AUDIT REPORT (Original Number 2005 – 1 Repeated since 2004)

Condition: The New Mexico State Auditor required the audit to be completed and submitted to his office by November 15, 2006. 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, 2006 in March of 2009, and the contracting was finalized the end of July of 2009.

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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 2 PROPERTY TAX MAINTENACE SCHEDULE (Original Number 2005-2 Repeated since 1998)

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

3. The County is not reconciling the beginning balances, charges, receipts, adjustments and ending balances of property tax receivables.
4. 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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 3 FAILURE TO FILE THE BUDGET (Original Number 2005 – 3)

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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 4 CASH RECONCILIATION (Original Number 2005 – 4)

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. The general ledger was out of balance by \$27,558 which was adjusted into the general fund.

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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 5 THE REVENUE BOND AND THE RESERVE WITH USDA IS DELENQUENT

Condition: The County has an revenue bond agreement which was signed in 2005, but the principal was not disbursed until 2006 and 2007. USDA did not send notification for the bond payment, but did note that the bond was delinquent. Also the same bonds require a reserve funding which has not been funded as of June 30, 2006

Criteria: The County is subject to the grant and bond agreements to say in compliance.

Effect of condition: The County has violated the bond agreement.

Cause: The principal was not issued to purchase the assets so the principal was not paid according to the agreement.

Recommendation: Either the bond agreements need to be updated, or the County needs to make the bond payments on schedule.

Response: The reason that the bond has not been paid is because the principal has not been issued. The USDA has not billed Mora County for the bond according to the amortization.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 6 DEVELOPMENT LOAN COLLECTION (Original Number 2005-6)

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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 7 BUDGET OVER EXPENDITURES (Original Number 2005 – 7)

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

Fund	Approved Budget	Actual Expenditures	Amount over expended
Road	\$ 423,269	\$ 576,136	\$ (152,867)
Mora Fire Department	40,827	41,663	(836)
Golondrinas Fire Department	29,011	37,003	(7,992)
VFD Fire Excise Share	-	77,879	(77,879)
Cops Grant	-	36,172	(36,172)
Disaster Project	-	106,073	(106,073)
Corrections	50,000	171,431	(121,431)
LMC VFD USDA	111	16,947	(16,836)
Chacon VFD USDA	-	273,908	(273,908)
Law Enforcement USDA	-	76,844	(76,844)
CDWI	-	3,691	(3,691)
DWI-D	37,690	42,746	(5,056)
Debt Service	-	55,230	(55,230)
	<u>580,908</u>	<u>1,515,723</u>	<u>(934,815)</u>

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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 8 LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS

Condition: There were unfavorable variances between actual and budgeted line item expenditures. The following funds had unfavorable variances between budgeted amounts at fiscal year end:

General Fund	Public Safety	\$ 4,373
Road	Public Works	182,503
Watrous VFD	Public Safety	1,541
Corrections	Public Safety	121,431
Emergency Medical Services	Capital Outlay	17,266
Mora VFD	Public Safety	5,920
Golondrinas VFD	Debt Service Pricipal	9,569
Golondrinas VFD	Debt Service Bond Interest	1,487
Ocate VFD	Public Safety	1,224
VFD Fire Excise Share	Capital Outlay	77,879
U/S Cops Grant	Public Safety	36,172
Buena Vista VFD	Debt Service Pricipal	11,413
Buena Vista VFD	Debt Service Bond Interest	3,696
Disaster Project	Public Safety	106,073
LMC VFD USDA	Capital Outlay	16,836
Chacon VFD USDA	Capital Outlay	273,908
Law Enforcement USDA	Capital Outlay	76,844
CDWI	Public Safety	3,691
DWI-D	Public Safety	5,056
Sanitary Landfill Enterprise	Vehicle Expense	44
Debt Service	General Government	55,230

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.

Effect of Condition: Violation of NMSA 1978 Section 22-8-11 B, over spending of public monies. Improper monitoring could lead to expenditures being paid in excess of total budgeted amounts.

Cause: Improper monitoring of line item expenditures by comparing budgeted amounts and actual amounts spent allowed unfavorable (negative) variances, overspending of line item budgets, to occur.

Recommendation: Management should implement immediate steps to provide adequate financial reports to allow for proper and timely monitoring of line item expenditures. Budget adjustment requests should be approved by the Board of Education and State Department of Education (when required) to receive approval to make necessary changes to the records prior to being presented for audit.

Management Response: All expenditure balances will be reviewed and monitored by line item to maintain a current analysis of actual versus approved budgeted amounts.

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 9 INADEQUATE ACCOUNTING SYSTEM (Original Number 2005 – 8)

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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 10 CONFLICT OF INTEREST STATEMENTS (Original number 2005 – 10)

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, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 11 FAILURE TO FOLLOW CHART OF ACCOUNTS (Original Number 2005 – 12)

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 \$5,000 to the additions to the inventory of land, buildings, and equipment costing more than \$5,000.

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 \$5,000.

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

STATE OF NEW MEXICO
MORA COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2006

B. FINDINGS—FINANCIAL STATEMENTS AUDIT (continued)

2006 – 12 PREPARATION OF FINANCIAL STATEMENTS

Condition: The financial statements were prepared by the auditor.

Criteria: As per SAS 112, management is required to have an internal control system of financial reporting including the preparation of the financial statements.

Effect of condition: Management's ability to ascertain the accuracy and completeness of the financial statements has been diminished.

Cause: Management does not have internal controls in place that are necessary for the preparation of the financial statements.

Recommendation: Management should develop a plan and system of controls that enable them to review the accuracy and completeness of the financial statements.

Response: A system of controls will be developed and implemented that will allow management to determine the accuracy and fair presentation of the financial statements.

2006 – 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, 2006

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAM AUDIT

2006 – 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, 2006

<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>			
Pass-Through Program From:			
New Mexico Department of Education:			
Rural Community Facilities Grant	10.766	2004-2005	\$ 457,041
Rural Community Facilities Loans	10.766	2004-2006	\$ 259,615
 <u>U.S. Department of Justice</u>			
Public Safety Partnership and Community Policing Grant	14.710	N/A	34,788
 <u>U.S. Department of Housing and Urban Development</u>			
Housing Authority	14.228	N/A	<u>177,410</u>
Total Expenditures of Federal Awards			<u>\$ 928,854</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, 2006**

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 2006 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 (68%) 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 2006 Expenditures</u>
Cash assistance:	
Rural Community Facilities Grant/Bonds	\$ 457,041
Rural Community Facilities Loans	<u>259,615</u>
Total	<u>\$ 716,656</u>

The Rural Community Facilities Grant CFDA # 10.766 was determined to be high-risk type A programs for the 2006 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, 2006. 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, 2006.

REQUIRED DISCLOSURES

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STATE OF NEW MEXICO
MORA COUNTY

REQUIRED DISCLOSURES
Year Ended June 30, 2006

The financial statements were prepared by the independent public accountant.

An exit conference was held August 11, 2009, during which the audit findings were discussed. The exit conference was attended by the following individuals:

Mora County

Peter Martinez	Board Commissioner
John Garcia	Interim County Manager
Ida Mora	Treasurer
Doris Casados	Bookkeeper
Geraldine Talk	Bookkeeper

Keystone Accounting, LLC

Terry Ogle, C.P.A.	Partner
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