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M **CHESTER W. MATTOCKS**
CERTIFIED PUBLIC ACCOUNTANT

STATE OF NEW MEXICO
COUNTY OF QUAY

ANNUAL FINANCIAL REPORT AND INDEPENDENT
AUDITOR'S REPORT FOR THE YEAR ENDED
JUNE 30, 2010

STATE OF NEW MEXICO
COUNTY OF QUAY

ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2010

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COUNTY OF QUAY**

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STATE OF NEW MEXICO
COUNTY OF QUAY

OFFICIAL ROSTER
As Of
June 30, 2010

COUNTY COMMISSION

Franklin D. McCasland
Bill Curry
Robert Lopez

Chairman
Commissioner
Commissioner

ELECTED OFFICIALS

Donna Dominquez
Ellen White
Janie Murray
Sue Moore
Joe Shallert

Treasurer
Clerk
Assessor
Probate
Sheriff

ADMINISTRATIVE OFFICIAL

Richard Primrose

County Manager

C
W
M **Chester W. Mattocks**
Certified Public Accountant

P.O. Box 25941
Albuquerque, New Mexico 87125
(505) 299-5233

INDEPENDENT AUDITOR'S REPORT

Members of the Board of County Commissioners
County of Quay
Tucumcari, New Mexico
and
Mr. Hector H. Balderas
State Auditor
Santa Fe, New Mexico

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparisons of the General Fund and major special revenue funds of the State of New Mexico, County of Quay (County) as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the Table of Contents. Also, I have audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons presented as supplemental information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the Table of Contents. These financial statements are the responsibility of the County's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Governmental Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements and the combining and individual fund 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the government activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2010, and the respective changes in financial position, thereof, and the respective budgetary comparisons for the General and major special revenue funds for the year ended, in conformity with accounting principles generally accepted in the United States of America. In addition, in my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the County as of June 30, 2010, and the respective changes in financial position, thereof, and the respective budgetary comparisons for all nonmajor funds for the year, then ended then in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, I have also issued a report dated November 10, 2010, on my consideration of the County's internal control over financial reporting and on my tests of its compliance with certain provisions of laws and regulations, contracts and grant agreements and other matters. The purpose of the report is to describe the scope of my 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 my audit.

The County has not presented its Management's Discussion and Analysis for the year ended June 30, 2010. The Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board.

My audit was made for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements and on the combining and individual fund financial statements. The additional schedules listed as other supplemental information in the Table of Contents are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

Chester W. Matlocke, CPA

November 10, 2010

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF NET ASSETS
AS OF JUNE 30, 2010

| | <u>Governmental Activities</u> |
|---|------------------------------------|
| <u>ASSETS</u> | |
| Current assets: | |
| Cash and investments | \$ 5,492,661 |
| Due from other governmental units | 229,864 |
| Property taxes receivable | 634,210 |
| Total current assets | <u>6,356,735</u> |
| Noncurrent assets: | |
| Capital assets | 30,143,644 |
| Less: Accumulated depreciation | <u>(18,504,507)</u> |
| Total noncurrent assets | <u>11,639,137</u> |
| Total assets | <u>17,995,872</u> |
| <u>LIABILITIES</u> | |
| Current liabilities: | |
| Accounts payable | 36,465 |
| Accrued salaries and benefits | 59,251 |
| Due to other governmental units | 437,688 |
| Current portion of long-term obligations | 358,254 |
| Total current liabilities | <u>891,658</u> |
| Noncurrent liabilities: | |
| Noncurrent portion of long-term obligations | <u>1,573,939</u> |
| Total noncurrent liabilities | <u>1,573,939</u> |
| Total liabilities | <u>2,465,597</u> |
| <u>NET ASSETS</u> | |
| Invested in capital assets, net of related debt | 9,818,419 |
| Restricted for: | |
| Debt service | -0- |
| Special Projects | 4,792,477 |
| Unrestricted | <u>919,379</u> |
| Total net assets | <u>\$ 15,530,275</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

| Functions/Programs | Expenses | Program Revenues | | | Net (Expenses) Revenue and Changes in Net Assets |
|---|----------------|-------------------------|--|--|--|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | |
| EXPENSES: | | | | | |
| Governmental activities: | | | | | |
| General government | \$ (1,350,225) | \$ 89,140 | \$ 554,392 | \$ -0- | \$ (706,693) |
| Public safety | (2,115,715) | 282,225 | 1,094,610 | | (738,880) |
| Highways and streets | (860,251) | 450 | 301,879 | | (557,922) |
| Health and welfare | (1,736,120) | 84,589 | 609,971 | | (1,041,560) |
| Culture and Recreation | (12,567) | | | | (12,567) |
| Depreciation - unallocated | (733,905) | | | | (733,905) |
| Interest on long-term obligations | (8,463) | | | | (8,463) |
| Total governmental activities | (6,817,246) | 456,404 | 2,560,852 | -0- | (3,799,990) |
| General revenues: | | | | | |
| Taxes: | | | | | |
| Property taxes, levied for general purposes | | | | | 1,391,455 |
| Gross receipts and state-shared taxes (all types) | | | | | 2,576,784 |
| Local source revenue not restricted to specific purposes | | | | | 726,085 |
| Interest and investment earnings | | | | | 108,109 |
| Subtotal, general revenues | | | | | 4,802,433 |
| Change in net assets | | | | | 1,002,443 |
| Net assets - beginning of year as originally presented | | | | | 15,269,980 |
| Restatement | | | | | (742,148) |
| Net Assets-beginning of year as restated | | | | | 14,527,832 |
| Net assets - end of year | | | | | \$ 15,530,275 |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

BALANCE SHEET - GOVERNMENTAL FUNDS
AS OF JUNE 30, 2010

| | <u>General Fund</u> | <u>Road</u> | <u>Detention Center</u> |
|---|-------------------------|-------------------|-----------------------------|
| <u>ASSETS</u> | | | |
| Cash and investments | \$ 5,492,661 | | |
| Due from other funds | | \$ 393,082 | \$ 90,598 |
| Receivables: | | | |
| Accounts | | | |
| Intergovernmental | 54,897 | 46,031 | 14,747 |
| Property taxes | 629,343 | | |
| | <u>629,343</u> | | |
| Total assets | <u>\$ 6,176,901</u> | <u>\$ 439,113</u> | <u>\$ 105,345</u> |
| <u>LIABILITIES AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Due to other funds | \$ 4,612,643 | | |
| Accounts payable | 36,465 | | |
| Accrued salaries and benefits | 59,251 | | |
| Due to other governmental units | 437,688 | | |
| Deferred revenues - property taxes | 152,121 | | |
| | <u>152,121</u> | | |
| Total liabilities | <u>5,298,168</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Fund balances: | | | |
| Reserved for: | | | |
| Petty cash | 525 | | |
| Debt service | | | |
| Unreserved, reported in: | | | |
| General Fund | 878,208 | | |
| Special Revenue Funds | | 439,113 | 105,345 |
| Capital Projects Funds | | | |
| | <u>878,208</u> | <u>439,113</u> | <u>105,345</u> |
| Total fund balances | <u>878,733</u> | <u>439,113</u> | <u>105,345</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 6,176,901</u> | <u>\$ 439,113</u> | <u>\$ 105,345</u> |

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

| <u>Hospital</u> | <u>County Improvements</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---------------------|--------------------------------|---|---|
| | | | \$ 5,492,661 |
| \$ 1,400,347 | \$ 1,214,628 | \$ 1,513,988 | 4,612,643 |
| 83,877 | | 30,312 | 229,864 |
| <u>4,867</u> | | | <u>634,210</u> |
| <u>\$ 1,489,091</u> | <u>\$ 1,214,628</u> | <u>\$ 1,544,300</u> | <u>\$ 10,969,378</u> |
| | | | \$ 4,612,643 |
| | | | 36,465 |
| | | | 59,251 |
| | | | 437,688 |
| | | | <u>152,121</u> |
| <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>5,298,168</u> |
| | | | 525 |
| 1,489,091 | 1,214,628 | 1,492,428 | 878,208 |
| | | 51,872 | 4,740,605 |
| | | | <u>51,872</u> |
| <u>1,489,091</u> | <u>1,214,628</u> | <u>1,544,300</u> | <u>5,671,210</u> |
| <u>\$ 1,489,091</u> | <u>\$ 1,214,628</u> | <u>\$ 1,544,300</u> | <u>\$ 10,969,378</u> |

STATE OF NEW MEXICO
COUNTY OF QUAY

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
AS OF JUNE 30, 2010

Total fund balances - governmental funds \$ 5,671,210

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

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

| | | |
|--------------------------------|---------------------|------------|
| The cost of capital assets is: | \$ 30,143,644 | |
| Accumulated depreciation is: | <u>(18,504,507)</u> | 11,639,137 |

| | |
|---|---------|
| Delinquent property taxes not collected within sixty days after year end are not considered available revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities. | 152,121 |
|---|---------|

Long-term and certain other liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and other liabilities at year end consist of:

| | | |
|------------------------------|------------------|--------------------|
| Notes payable | \$ (1,807,596) | |
| Lease purchases payable | (13,122) | |
| Compensated absences payable | <u>(111,475)</u> | <u>(1,932,193)</u> |

| | |
|--|----------------------|
| Total net assets-governmental activities | <u>\$ 15,530,275</u> |
|--|----------------------|

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

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**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

| | General Fund | Road | Detention Center |
|---|--------------------|-------------------|---------------------|
| Revenues: | | | |
| Property taxes | \$ 1,159,407 | | |
| Local sources | 374,599 | \$ 326 | \$ 173,244 |
| Local and state-shared taxes | 601,563 | 528,681 | 181,696 |
| State sources | 554,392 | 301,879 | 114,606 |
| Federal sources | | | |
| Charges for services | 64,482 | 450 | 280,870 |
| Interest | 58,982 | 5,011 | |
| Total revenues | <u>2,813,425</u> | <u>836,347</u> | <u>750,416</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 1,277,212 | | |
| Public safety | 507,236 | | 898,361 |
| Highways and streets | | 860,251 | |
| Health and welfare | | | |
| Culture and recreation | | | |
| Capital Outlay | 79,379 | 11,003 | |
| Debt Service | | 35,689 | 20,350 |
| Total expenditures | <u>1,863,827</u> | <u>906,943</u> | <u>918,711</u> |
| Excess (deficiency) of revenues over expenditures | <u>949,598</u> | <u>(70,596)</u> | <u>(168,295)</u> |
| Other financing sources (uses): | | | |
| Loan proceeds | | | |
| Operating transfers in | 59,178 | 225,385 | 200,000 |
| Operating transfers out | (1,196,121) | (225,385) | (25,000) |
| Total other financing sources (uses) | <u>(1,136,943)</u> | <u>-0-</u> | <u>175,000</u> |
| Net changes in fund balances | (187,345) | (70,596) | 6,705 |
| Fund balance, beginning of year | <u>1,066,078</u> | <u>509,709</u> | <u>98,640</u> |
| Fund balances, end of year | <u>\$ 878,733</u> | <u>\$ 439,113</u> | <u>\$ 105,345</u> |

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

| <u>Hospital</u> | <u>County Improvements</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|-----------------|--------------------------------|---|---|
| \$ 219,164 | | | \$ 1,378,571 |
| 55,433 | \$ 75,000 | \$ 47,483 | 726,085 |
| 935,532 | | 329,312 | 2,576,784 |
| | | 1,524,026 | 2,494,903 |
| | | 65,949 | 65,949 |
| | | 110,602 | 456,404 |
| 18,399 | | 25,717 | 108,109 |
| 1,228,528 | 75,000 | 2,103,089 | 7,806,805 |
| | | 64,283 | 1,341,495 |
| | | 1,022,538 | 2,428,135 |
| 1,047,524 | | 688,596 | 860,251 |
| | | 12,567 | 1,736,120 |
| | 70,372 | 1,134,261 | 12,567 |
| | | 135,178 | 1,295,015 |
| 1,047,524 | 70,372 | 3,057,423 | 191,217 |
| 181,004 | 4,628 | (954,334) | 7,864,800 |
| | | | (57,995) |
| | | 475,097 | 475,097 |
| | 600,000 | 528,471 | 1,613,034 |
| (45,000) | (75,000) | (46,528) | (1,613,034) |
| (45,000) | 525,000 | 957,040 | 475,097 |
| 136,004 | 529,628 | 2,706 | 417,102 |
| 1,353,087 | 685,000 | 1,541,594 | 5,254,108 |
| \$ 1,489,091 | \$ 1,214,628 | \$ 1,544,300 | \$ 5,671,210 |

STATE OF NEW MEXICO
COUNTY OF QUAY

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2010**

Total net change in fund balances - governmental funds. \$ 417,102

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeded capital outlays in the period.

| | | |
|---|------------------|---------|
| Depreciation expense | \$ (733,905) | |
| Capital outlays | <u>1,589,975</u> | |
| Excess (deficiency) of capital outlay over depreciation expense | | 856,070 |

In the Statement of Activities, certain operating expenses - compensated absences payable and are measured by the amounts incurred during the year. In the fund financial statements, however, expenditures are measured by the amount of financial resources used (essentially the amounts actually paid):

| | |
|--|-------|
| (Increase) decrease in compensated absences payable for the year | 8,730 |
|--|-------|

Note proceeds and proceeds from capital lease obligations are reported as Other Financing Sources in governmental funds and thus contribute to the change in fund balances. In the government-wide statements, however, issuing debt increases long-term liabilities in the statement of net assets and does not affect the statement of activities. These items include:

| | |
|-----------------------------|-----------|
| Proceeds from notes payable | (475,097) |
|-----------------------------|-----------|

Repayment of bond and notes payable principal, and principal payments on lease - purchase payments are an expenditure in the governmental funds, but they reduce long-term liabilities in the statement of net assets and do not affect the statement of activities.

| | |
|--|---------|
| | 182,754 |
|--|---------|

Because some property taxes will not be collected for several months after the County's fiscal year end, they are not considered available revenues in the governmental funds, and are instead counted as deferred tax revenues. They are, however, recorded as revenues in the statement of activities. The (increase) decrease in the liability for the year was:

| | |
|--|---------------|
| | <u>12,884</u> |
|--|---------------|

| | |
|---|---------------------|
| Change in net assets of governmental activities | \$ <u>1,002,443</u> |
|---|---------------------|

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2010**

| | 401 | | | |
|--|--------------------|-------------------|---------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Property taxes | \$ 1,108,072 | \$ 1,108,072 | \$ 1,154,978 | \$ 46,906 |
| Local sources | 357,485 | 362,320 | 374,599 | 12,279 |
| Local and state-shared taxes | 608,712 | 608,712 | 630,499 | 21,787 |
| State sources | 590,352 | 596,952 | 554,392 | (42,560) |
| Federal sources | -0- | 1,545 | -0- | (1,545) |
| Charges for services | 77,706 | 64,706 | 64,482 | (224) |
| Interest | 95,000 | 95,000 | 58,982 | (36,018) |
| Total Revenues | 2,837,327 | 2,837,307 | 2,837,932 | 625 |
| Other financing sources: | | | | |
| Transfers in | 58,050 | 59,178 | 59,178 | -0- |
| Total revenues and other financing sources | 2,895,377 | 2,896,485 | 2,897,110 | 625 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | 1,632,842 | 1,632,842 | 1,311,445 | 321,397 |
| Public safety | 579,122 | 579,122 | 507,236 | 71,886 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Capital outlay | 210,556 | 210,556 | 79,380 | 131,176 |
| Total Expenditures | 2,422,520 | 2,422,520 | 1,898,061 | 524,459 |
| Other financing uses: | | | | |
| Transfers out | 598,621 | 1,198,621 | 1,196,121 | 2,500 |
| Total expenditures and other financing uses | 3,021,141 | 3,621,141 | 3,094,182 | 526,959 |
| Excess (deficiency) of revenues over expenditures and other financing uses | (125,764) | (724,656) | <u>\$ (197,072)</u> | <u>\$ 527,584</u> |
| Prior year cash balance required to balance budget | <u>\$ 125,764</u> | <u>\$ 724,656</u> | | |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - ROAD
FOR THE YEAR ENDED JUNE 30, 2010**

| | 402 | | | |
|--|--------------------|-------------------|--------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ 51,000 | \$ 50,000 | \$ 326 | \$ (49,674) |
| Local and state-shared taxes | 520,000 | 520,000 | 520,549 | 549 |
| State sources | 582,264 | 381,875 | 301,879 | (79,996) |
| Federal sources | | | | |
| Charges for services | -0- | 1,000 | 450 | (550) |
| Interest | 2,400 | 2,400 | 5,011 | 2,611 |
| Total Revenues | <u>1,155,664</u> | <u>955,275</u> | <u>828,215</u> | <u>(127,060)</u> |
| Other financing sources: | | | | |
| Transfers in | <u>225,385</u> | <u>225,385</u> | <u>225,385</u> | <u>-0-</u> |
| Total revenues and other financing sources | <u>1,381,049</u> | <u>1,180,660</u> | <u>1,053,600</u> | <u>(127,060)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | 1,373,157 | 1,172,768 | 894,358 | 278,410 |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>1,373,157</u> | <u>1,172,768</u> | <u>894,358</u> | <u>278,410</u> |
| Other financing uses: | | | | |
| Transfers out | <u>-0-</u> | <u>225,385</u> | <u>225,385</u> | <u>-0-</u> |
| Total expenditures and other financing uses | <u>1,373,157</u> | <u>1,398,153</u> | <u>1,119,743</u> | <u>278,410</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | <u>\$ 7,982</u> | <u>(217,493)</u> | <u>\$ (66,143)</u> | <u>\$ 151,350</u> |
| Prior year cash required to balance budget | | <u>\$ 217,493</u> | | |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DETENTION CENTER
FOR THE YEAR ENDED JUNE 30, 2010**

| | 421 | | | |
|---|----------------------------|---------------------------|--------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | \$ 355,200 | \$ 165,326 | \$ 173,245 | \$ 7,919 |
| Local and state-shared taxes | 214,546 | 214,546 | 203,558 | (10,988) |
| State sources | -0- | 120,000 | 114,606 | (5,394) |
| Federal sources | -0- | -0- | -0- | -0- |
| Charges for services | 296,000 | 243,200 | 280,869 | 37,669 |
| Interest | | | | |
| Total Revenues | <u>865,741</u> | <u>743,072</u> | <u>772,278</u> | <u>29,206</u> |
| Other financing sources: | | | | |
| Transfers in | <u>306,986</u> | <u>200,000</u> | <u>200,000</u> | <u>-0-</u> |
| Total revenues and other financing sources | <u>1,172,732</u> | <u>943,072</u> | <u>972,278</u> | <u>29,206</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 971,732 | 1,005,058 | 997,086 | 7,972 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>971,732</u> | <u>1,005,058</u> | <u>997,086</u> | <u>7,972</u> |
| Other financing use: | | | | |
| Transfers out | <u>-0-</u> | <u>25,000</u> | <u>25,000</u> | <u>-0-</u> |
| Total Expenditures and other financing uses | <u>971,732</u> | <u>1,030,058</u> | <u>1,022,086</u> | <u>7,972</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | <u>\$ 201,000</u> | <u>(86,986)</u> | <u>\$ (49,808)</u> | <u>\$ 37,178</u> |
| Prior year's cash required to balance budget | | <u>\$ 86,986</u> | | |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - HOSPITAL
FOR THE YEAR ENDED JUNE 30, 2010**

| | 501 | | | |
|---|----------------------------|---------------------------|-------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | \$ 201,773 | \$ -0- | \$ 55,433 | \$ 55,433 |
| Property taxes | -0- | 198,836 | 219,142 | 20,306 |
| Local and state-shared taxes | 3,030,889 | 953,788 | 1,034,467 | 80,679 |
| State sources | | | | |
| Federal sources | | -0- | -0- | -0- |
| Charges for services | | | | |
| Interest | -0- | 7,000 | 18,398 | 11,398 |
| Total Revenues | <u>3,232,662</u> | <u>1,159,624</u> | <u>1,327,440</u> | <u>167,816</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 4,256,662 | 2,183,624 | 1,047,524 | 1,136,100 |
| Culture and recreation | | | | |
| Total Expenditures | <u>4,256,662</u> | <u>2,183,624</u> | <u>1,047,524</u> | <u>1,136,100</u> |
| Other financing sources: | | | | |
| Transfers out | 45,000 | 45,000 | 45,000 | -0- |
| Total revenues and other financing uses | <u>4,301,662</u> | <u>2,228,624</u> | <u>1,092,524</u> | <u>1,136,100</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing sources | (1,069,000) | (1,069,000) | <u>\$ 234,916</u> | <u>\$ 1,303,916</u> |
| Prior year cash balance | | | | |
| Required to balance budget | <u>\$ 1,069,000</u> | <u>\$ 1,069,000</u> | | |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - COUNTY IMPROVEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

| | 649 | | | Variance |
|---|--------------------|-------------------|-------------------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | \$ 75,000 | \$ 75,000 |
| Property taxes | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>75,000</u> | <u>75,000</u> |
| Other financing sources: | | | | |
| Transfers in | -0- | 600,000 | 600,000 | -0- |
| Total revenues and other financing sources | <u>-0-</u> | <u>600,000</u> | <u>675,000</u> | <u>75,000</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Capital Outlay | 685,000 | 685,000 | 70,372 | 614,628 |
| Total Expenditures | <u>685,000</u> | <u>685,000</u> | <u>70,372</u> | <u>614,628</u> |
| Other financing sources: | | | | |
| Transfers out | -0- | 75,000 | 75,000 | -0- |
| Total expenditures and other financing uses | <u>685,000</u> | <u>760,000</u> | <u>145,372</u> | <u>614,628</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing sources | (685,000) | (160,000) | <u>\$ 529,628</u> | <u>\$ 689,628</u> |
| Prior year cash balance | | | | |
| Required to balance budget | <u>\$ 685,000</u> | <u>\$ 160,000</u> | | |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
AS OF JUNE 30, 2010

| | <u>Agency Funds</u> |
|-----------------------------------|-------------------------|
| ASSETS | |
| Due from other governmental units | \$ 6,862 |
| Property taxes receivable | <u>430,826</u> |
| Total assets | <u>\$ 437,688</u> |
| LIABILITIES | |
| Deposits held for others | \$ 6,862 |
| Due to other governmental units | <u>430,826</u> |
| Total liabilities | <u>\$ 437,688</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Quay was created by Section 4-30-1, New Mexico Statutes Annotated, 1978 Compilation. The powers of the County as a body politic and corporate are exercised by a three-member Board of Commissioners who are elected. At each general election in the State of New Mexico a County Assessor, County Clerk, County Sheriff and County Treasurer are elected. The County assesses, collects and distributes property taxes; records property and legal documents; provides ambulance service, law enforcement, fire, and social services; and maintains County roads.

The financial statements of the County of Quay (County) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of the County's accounting policies are described below.

In June 1999, the GASB unanimously approved Statement #34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

The County implemented the provisions of GASB # 34 and its later amendments effective July 1, 2003.

A. REPORTING ENTITY

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the County is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the County may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The County has no *component units*, as defined by GASB Statement No. 14, as there are no other legally separate organizations for which the elected Commissioners are financially accountable.

B. BASIC FINANCIAL STATEMENTS - GASB STATEMENT #34

The basic financial statements include both government-wide (based on the County as a whole) and fund financial statements. The new reporting model focus is on either the County as a whole or major individual funds (within the fund financial statements). Fiduciary funds are not included in the government-wide financial statements. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type activities. In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resources focus, which incorporates long-term assets and receivables as well as long-term debt and obligations. Pronouncements of the Financial Accounting Standards Board

issued after November 30, 1989 are applicable to any business-type activity of the County. However, the County did not have any business-type activities during the year ended June 30, 2010.

The government-wide Statement of Activities reflects both the gross and net cost per functional category (general government, public safety, etc.). The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The net cost (by function or business-type activity) is normally covered by general revenues (taxes, intergovernmental revenues, interest income, etc.). Historically, the previous mode did not summarize or present net cost by function or activity. The County does not currently employ indirect cost allocation systems.

This government-wide focus is more on the sustainability of the County as an entity and in aggregate financial position resulting from the activities of the current fiscal period. Internal activity between the various funds is eliminated in the government-wide financial statements. Interfund receivables and payables have been eliminated.

The fund financial statements are similar to the financial statements presented in the previous accounting model. Emphasis here is on the major funds in either the governmental or business-type categories. Nonmajor funds (by category) are summarized into a single column. Amounts reported in the funds as interfund receivables and payables ("Due From" or "Due To") are eliminated in the government-wide statements.

The governmental fund statements are presented on a current financial resources focus. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the County's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the page following each statement, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental activities column on the government-wide presentation.

The County's fiduciary funds (agency funds) are presented in the fund financial statements. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are presented separately in the governmental funds and are not incorporated into the government-wide statements.

C. BASIS OF PRESENTATION

The accounts of the County are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the County are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and description of each existing fund type follow.

Governmental Funds

Governmental funds are used to account for the County's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of long-term debt. Governmental funds include:

General fund - the primary operating fund of the County accounts for all financial resources, except those required to be accounted for in other funds.

Special revenue funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Road, Detention Center and Hospital Funds are major funds and Special Revenue Funds.

Debt service funds - account for the servicing of long-term debt not being financed by proprietary funds.

Capital projects funds - account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary funds.

Under the requirements of GASB #34, the County is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following:

General Fund - The primary operating fund of the County accounts for all financial resources, except those required to be accounted for in other funds. Per GASB #34, the General Fund is always included as a major fund.

Special Revenue Funds:

Road Fund - To account for funds used to maintain roads for which the County has responsibility. Financing is provided by motor vehicles fees, gasoline taxes and co-op agreements with the State of New Mexico Highway and Transportation Department. Expenditures are restricted to the construction and maintenance of County Roads. Authority is Section 67-4-1 NMSA 1978.

Detention Center Fund - To account for resources used to operate the County Detention Center. Funding is provided by charges to local municipalities, the New Mexico Department of Corrections, and transfers from the County General Fund. This fund also accounts for the Community Monitoring Program. Authorized by Section 33-3-25, NMSA (1978).

Hospital Fund - To account for one eighth of one-percent gross receipts tax revenue for current operations and maintenance of the hospital and for property taxes authorized for the hospital. Authorized by Section 7-20-21B to 7-20-26 NMSA.

County Improvements – To account for funds which have been restricted for use for improvements by grantors.

Fiduciary Funds

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the County. The County only had agency funds during the year ended June 30, 2010. *Agency funds* are used to account for assets that the government holds for others in an agency capacity.

D. BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The Government-wide Financial Statements report using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The County considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for bond principal and interest, which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include: gross receipts taxes, property taxes, franchise taxes, intergovernmental revenues, and investment income. In general, other revenues are recognized when cash is received. Derived tax revenues, such as gross receipt taxes collected and held by the state at year end on behalf of the County, are recognized as revenue when the underlying transaction takes place.

In applying the susceptible to accrual concept to intergovernmental revenues pursuant to GASB Statement #33, which was adopted as of July 1, 2003 by the County, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

E. PROPERTY TAXES

The County Treasurer receives deposits of monies from and collect taxes for the various County funds and other entities located within the County. These monies are deposited by the Treasurer in banks. In the accompanying financial statements, monies held for other than County entities are presented as Agency Fund monies.

Taxes are collected directly from taxpayers by the County with the Treasurer acting as an employee of the County and as an agent for the entities for whom the collections are ultimately distributed.

The County property tax bills must be mailed by November 1st, the first half of the assessed tax is due November 10th and becomes delinquent December 10th, the second half of the assessed tax becomes due April 10th and becomes delinquent May 10th. The applicable property is subject to lien and penalties and interest is assessed when property taxes become delinquent. When property taxes are delinquent three years, the property is transferred to the State Property Tax Department for public sale.

Chapter 7, Articles 35 through 38, New Mexico Statutes Annotated, 1978 is the Property Tax Code. The code provides for valuation, administration and enforcement of property taxes. The Department of Finance and Administration sets tax rates for the governmental units having in the tax. The Constitution of the State of New Mexico provides the following maximum tax rates and restrictions concerning the use of tax proceeds.

Taxes levied upon tangible property shall be in proportion to the value thereof, and taxes shall be equal and uniform upon subjects of taxation of the same class. Different methods may be provided by law to determine value of different kinds of property, but the percentage of value against which tax rates are assessed shall not exceed thirty-three and one-third percent. The legislature shall provide by law for the valuation of residential property for property taxation purposes in a manner that limits annual increases in valuation of residential property. The limitation may be applied to classes of residential property taxpayers based on owner-occupancy, age or income. The limitations may be authorized statewide or at the option of a local jurisdiction and may include conditions under which the limitation is applied. Any valuation limitations authorized as a local jurisdiction option shall provide for applying statewide or multi-jurisdictional property tax rates to the value of the property as if the evaluation increase limitation did not apply.

Taxes levied upon real or personal property for state revenue shall not exceed four mills annually on each dollar of the assessed valuation thereof except for the support of the educational, penal and charitable institutions of the state, payment of the state debt and interest thereon; and the total annual tax levy upon such property for all state purposes exclusive of necessary levies for the state debt shall not exceed ten mills; provided, however, that taxes levied upon real or personal tangible property for all purposes, except special levies on specific classes of property and except necessary levies for public debt, shall not exceed twenty mills annually on each dollar of the assessed valuation thereof, but laws may be passed authorizing additional taxes to be levied outside of such limitations when approved by at least a majority of the qualified electors of the taxing district who paid a property tax therein during the preceding year voting on such proposition.

The County's Operational tax rate for the current year was 5.344 mills for residential property and 10.350 mills for nonresidential property. The County Hospital tax rate was 1.500 mills for both types of property. (These rates do not include those for state debt service, municipal operations, or school districts.) Property taxes are rendered when levied.

F. BUDGETARY INFORMATION

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

1. Prior to June 1, the County submits a proposed budget to the Local Government Division of the Department of Finance and Administration;
2. The Local Government Division in relation to the County shall:
 - a. Examine each proposed budget, and on or before July 1 of each year, approve and certify for the County an operating budget for use pending approval of a final budget;
 - b. Hold public hearings on proposed budgets;
 - c. Make such corrections, revisions, and amendments to proposed budgets as may be necessary to meet to requirements of law;

- d. Certify a final budget for the County prior to the first Monday in September of each year. Such budgets, when approved, shall be binding upon all officials of the state;
 - e. Upon the approval of the director of the Department of Finance and Administration, authorize the transfer of funds from one budget item to another when such transfer is requested and an emergency condition exists meriting such transfer and such transfer is not prohibited by law. In case of emergency necessitating the expenditure for item or items not provided for in the budget, upon approval of the director of the Department of Finance and Administration, the budget may be revised to authorize such expenditures;
 - f. With written approval of the director of the Department of Finance and Administration, increase the total budget of the County in the event the County undertakes an activity, service, project or construction program which was not contemplated at the time the final budget was adopted and approved and which activity, service, project or construction program will produce sufficient revenue to cover such increase in the budget or the County has surplus funds on hand not necessary to meet the expenditures provided for in the budget with which to cover such increase in the budget;
 - g. Supervise the disbursement of funds to the end that expenditures will not be made in excess of budgeted items or for items not budgeted and that there will not be illegal expenditures;
 - h. Prescribe the form for all budgets, books, records and accounts for the County; and
 - i. With the approval of the director of the Department of Finance and Administration, make rules and regulations relating to budgets, records, reports, handling and disbursement of public funds, or in any matter relating to the financial affairs of the County.
3. The County Manager is authorized to transfer budgeted amounts between departments within any fund;
 4. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds. Budgets for these funds are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). Budgetary and actual comparisons presented for these funds in this report are on the non-GAAP (cash) budgetary basis;
 5. Budgeted amounts are as originally adopted, or as amended by the County Commissioners and approved by the Department of Finance and Administration;
 6. The level of classification detail in which expenditures may not legally exceed appropriation for budget is at the fund level.

G. ASSETS, LIABILITIES AND FUND EQUITY

1. *Deposits and Investments*

The County's cash and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of one year or less from the date of acquisition. State statutes (Public Monies Act 6-10-1 through 6-10-63 NMSA 1978) authorize the County to invest in (1) bond or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (\$1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time

within five years last preceding; or (2) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government. The County may also invest in repurchase agreements and in the State Treasurer's Investment Pool. Sections 6-10-16 and 6-10-17 NMSA 1978, requires that the deposit of public money be secured by securities of the United States, its agencies or instrumentalities or by securities of the State of New Mexico, its agencies, instrumentalities, counties, municipalities or other subdivisions or by securities that are guaranteed by the United States or the State of New Mexico equal to one-half the amount of public money on deposit.

2. *Accounts Receivable*

Accounts receivable are recorded in the various governmental funds. They consist of amounts receivable from local governments relating to various grant agreements and property taxes receivable. In the government-wide statements, property taxes are recognized in this year for which the taxes are levied. Property taxes receivable are shown net of an allowance for uncollectibles. The allowance is equal to 4% of outstanding property taxes at June 30, 2010. In the governmental funds statements, those property taxes receivable which are not available within sixty days are deferred. Nonexchange transactions, including grants and contributions, which are not measurable (reasonably estimated) are not recognized.

3. *Capital Assets*

Capital assets are recorded at historical cost and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the County as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The County does not capitalize interest in regards to its capital assets. The County capitalizes purchased software, but has no internally-developed software.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

| | |
|-----------------------------------|-------------|
| Land improvements | 20 years |
| Buildings & building improvements | 20-40 years |
| Furniture and equipment | 3-7 years |

GASB Statement #34 requires the recording and depreciation of infrastructure assets, which include roads, bridges, traffic signals, etc. The County infrastructure assets consist of roads only. These are depreciated over an estimated useful life of 10 years. In accordance with the provisions of GASB Statement #34, the County is considered to be a Phase 3 Government (total annual revenues of less than \$10 million) and has elected to report infrastructure assets in a prospective manner only. That is, infrastructure in place before July 1, 2003 is not reported.

4. *Deferred Revenues*

The County reports deferred revenues on its Statement of Net Assets and fund balance sheet. Deferred revenues arise when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In

subsequent periods, when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

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 government-wide statement of net assets. The General Fund is typically the fund used to liquidate compensated absences not liquidated by another fund.

6. *Long-term Liabilities*

For government-wide reporting, the costs associated with bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34, the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

7. *Fund Balances of Fund Financial Statements*

Reservations of fund balance represent amounts that are not appropriable for expenditures or legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The County designates the portion of the year end fund balance, not otherwise designated or reserved, for subsequent years' expenditures. These designations are established to earmark resources for specific future use and to indicate that the fund equity does not represent available spendable resources.

8. *Restricted Net Assets*

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net assets used are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

The Invested in capital assets, net of related debt consists of the portion of net assets which is associated with non-liquid capital assets less any outstanding related debt.

The County's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

9. *Interfund Transactions*

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made

from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

10. *Estimates*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect 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 expenditures during the reporting period. Actual results could differ from those estimates.

2. **CASH AND INVESTMENTS**

A. Cash

The County operates a pooled cash fund. That is, all cash is held in a few bank accounts and in investments in certificates of deposit (see 2.C. below) and accounted for by fund. Total cash and investments are reported in the General Fund. Cash in other governmental funds is reported as "Due From Other Funds" (or as "Due To Other Funds" in the case of a fund overdraft) with a corresponding amount in the General Fund. Cash belonging to Agency Funds is reported as "Due to other governmental units."

A reconciliation of cash and investments follows (A schedule listing all deposit and investment accounts is located at the back of this report):

| | |
|---|---------------------|
| Total cash on deposit, all banks, including certificates of deposit | \$ 6,198,921 |
| Deposits in transit | 12,120 |
| Petty cash | 525 |
| Less: Outstanding checks and warrants | <u>(718,905)</u> |
| Total cash and investments | <u>\$ 5,492,661</u> |
| Per financial statements: All governmental funds | |
| Cash and investments | <u>\$ 5,492,661</u> |

B. Pledged Collateral

New Mexico statutes provide that deposits of public monies in financial institutions must be secured by pledged collateral in an aggregate value equal to one-half of the amount of the public monies deposited after deducting the amount of Federal Deposit Insurance Corporation insurance coverage for each financial institution. A schedule detailing the collateral pledged against the deposits of the County is located in the back of this report.

C. Investments

All investments are in bank certificates of deposit with local institutions and are considered to be the same as cash.

GASB #40

Custodial credit risk is the risk that in the event of bank failure, the County's deposits may not be returned. The County's policy is to comply with Section 6-10-17, NMSA 1978, which deals with pledged collateral. As of June 30, 2010, part of the County's bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized \$ 1,901,459

3. RECEIVABLES

Receivables at June 30, 2010 are comprised of the following:

| | General | Road | Detention Center | Hospital | Other Governmental Funds | Total |
|------------------------------|-------------------|------------------|------------------|------------------|--------------------------|-------------------|
| Local and state-shared taxes | \$ 43,254 | \$ 46,031 | \$ 14,747 | \$ 83,877 | \$ 30,312 | \$ 218,221 |
| Property taxes | 629,343 | | | 4,867 | -0- | 634,210 |
| Grants receivable | 11,643 | | | | -0- | 11,643 |
| Total | <u>\$ 684,240</u> | <u>\$ 46,031</u> | <u>\$ 14,747</u> | <u>\$ 88,744</u> | <u>\$ 30,312</u> | <u>\$ 864,074</u> |

All amounts are considered collectible. Property taxes are shown net of a 4% allowance for uncollectible accounts.

4. INTERFUND BALANCES

A. Due From/Due To Other Funds

Due From/Due To balances are the result of the pooled cash account of the County (See Note 2A). Total cash and investments are reported in the General Fund. Cash in other governmental funds is reported as "Due From Other Funds" (or as "Due To Other Funds" in the case of a fund overdraft) with a corresponding amount in the General Fund. Balances in the Governmental Funds balance sheet are as follows at June 30, 2010:

| Major: | Due From Other Funds | Due To Other Funds |
|--------------------------|----------------------|---------------------|
| General | \$ -0- | \$ 4,612,643 |
| Road | 393,082 | |
| Detention Center | 90,598 | |
| Hospital | 1,400,347 | |
| County Improvements | 1,214,628 | |
| Other governmental funds | <u>1,513,988</u> | |
| Total | <u>\$ 4,612,643</u> | <u>\$ 4,612,643</u> |

These balances are eliminated in the government-wide financial statements.

B. Interfund Receivable/Payable

The County has recorded an interfund receivable and payable amount owed by the County Indigent Special Revenue Fund to the General Fund. This is a result of an error in the distribution of gross receipts taxes stemming from the enactment of an additional 1/16-cent gross receipts tax for the County General Fund. This interfund receivable/payable of \$65,246 was paid during the year ended June 30, 2010.

5. CAPITAL ASSETS

The following is a summary of changes in Capital Assets during the year:

| | As originally presented Balance, June 30, 2009 | Restatement | As restated, Balance June 30, 2009 | Additions | Deletions | Balance, June 30, 2010 |
|--|---|--------------|--|--------------|-----------|---------------------------|
| Capital assets Not Being Depreciated: | | | | | | |
| Land | \$ 166,229 | \$ -0- | \$ 166,229 | \$ -0- | \$ -0- | \$ 166,229 |
| Construction in progress | 1,951,865 | (1,951,865) | -0- | 78,237 | -0- | 78,237 |
| Total capital assets not being depreciated | 2,118,094 | (1,951,865) | 166,229 | 78,237 | -0- | 244,466 |
| Capital Assets Being Depreciated | | | | | | |
| Land improvements | 15,353 | -0- | 15,353 | -0- | -0- | 15,353 |
| Buildings and improvements | 21,567,452 | (1,151,452) | 20,416,000 | -0- | -0- | 20,416,000 |
| Equipment | 6,282,506 | 1,486,709 | 7,769,215 | 1,681,166 | (10,000) | 9,440,381 |
| Infrastructure (roads) | 27,444 | -0- | 27,444 | -0- | -0- | 27,444 |
| Total Capital Assets Being Depreciated | 27,892,755 | 335,257 | 28,228,012 | 1,681,166 | (10,000) | 29,899,178 |
| Total Assets | 30,010,849 | (1,616,608) | 28,394,241 | 1,759,403 | (10,000) | 30,143,644 |
| Less Accumulated Depreciation: | | | | | | |
| Land improvements | (2,688) | -0- | (2,688) | (2,688) | -0- | (5,376) |
| Building and improvements | (15,539,195) | 1,089,432 | (14,449,763) | (349,508) | -0- | (14,799,271) |
| Equipment | (3,103,575) | (214,972) | (3,318,547) | (378,960) | 10,000 | (3,687,507) |
| Infrastructure (roads) | (9,604) | -0- | (9,604) | (2,749) | -0- | (12,353) |
| Total Accumulated Depreciation | (18,655,062) | 874,460 | (17,780,602) | (733,905) | 10,000 | (18,504,507) |
| Net capital assets | \$ 11,355,787 | \$ (742,148) | \$ 10,613,639 | \$ 1,025,498 | \$ -0- | \$ 11,639,137 |

All depreciation is considered unallocated due to the County's lack of a cost accounting system.

6. LONG-TERM DEBT

During the fiscal year ended June 30, 2010, the following changes occurred in Long-Term Debt:

| | Balance June 30, 2009 | Additions | Deletions | Balance, June 30, 2010 | Due Within One Year |
|---------------------------------|--------------------------|-------------------|-----------------------------|---------------------------|---------------------------|
| Notes payable | \$ 1,333,372 | \$ 644,525 | \$ (170,301) | \$ 1,807,596 | \$ 240,527 |
| Capital leases payable | 25,575 | -0- | (12,453) | 13,122 | 6,252 |
| Compensated absences payable | 120,205 | 103,000 | (111,730) | 111,475 | 111,475 |
| | <u>\$ 1,479,152</u> | <u>\$ 747,525</u> | <u>\$ (294,484)</u> | <u>\$ 1,932,193</u> | <u>358,254</u> |
| | | | Amount considered Long-Term | | <u>1,573,939</u> |
| | | | Total | | <u>\$ 1,932,193</u> |

Quay County has issued two types of debt, which are secured by pledging tax revenues or fire protection funds. Quay County is in substantial compliance with the terms of the various bond ordinances and loan and lease agreements. Details of the debt issues are as follows.

A. NEW MEXICO FINANCE AUTHORITY LOANS

Pursuant to Sections 4 and 7 NMSA, 1978, and resolutions of the Board of Commissioners, loan agreements were negotiated with the New Mexico Finance Authority (NMFA). Tax revenues collected by the New Mexico Taxation and Revenue Department and fire protection fund distributions, which secure the loans, are withheld for loan payments. Such payments are paid directly to the Trustee who administers the loan program for the Authority. In addition to principal and interest, the County is charged for expenses and fees to defray administration costs.

1. 8/1/03 Equipment Loan

\$91,112, for fire truck, Fire District No. 2. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate variable from 0.88% to 3.49%. Payments include 0.25% administration fee. Matures May 1, 2014. Fire Protection Fund distributions are being intercepted.

2. 2/20/04 Equipment Loan

\$136,000, for fire truck, Quay Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate variable from 0.90% to 3.86%. Payments include 0.25% administration fee. Matures May 1, 2019. Fire Protection Fund distributions are being intercepted.

3. 3/5/04 Equipment Loan

\$233,334 for road equipment, Road Department (less \$23,333 withheld by the New Mexico Finance Authority as a loan reserve.) Loan proceeds were received in July, 2004, negotiated through the NMFA, payable in annual installments. Interest rate variable from 0.90% to 2.72%.

Payments include 0.25% administration fee. Matures May 1, 2011. Gasoline Tax distributions are being intercepted. (Note: Balance reported is balance due less loan reserve held by NMFA.)

4. 11/18/05 Equipment Loan

\$187,778 for fire truck, Bard Endee Fire District (less \$18,778 withheld by NMFA as a loan reserve.) Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate variable from 2.53% to 3.55%. Payments include 0.25% administration fee. Matures May 1, 2015. Fire Protection Fund distributions will be intercepted.

5. 11/18/05 Equipment Loan

\$114,702 for fire truck, Forrest Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate variable from 3.14% to 3.63%. Payments include 0.25% administration fee. Matures May 1, 2016. Fire Protection Fund distributions will be intercepted.

6. 1/13/06 Equipment Loan

\$105,000 for fire station, Bard Endee Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate 0% . Payments include 0.25% administration fee. Matures May 1, 2016. Fire Protection Fund distributions will be intercepted.

7. 1/13/06 Equipment Loan

\$70,000 for fire station, Fire District #3. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate 0% . Payments include 0.25% administration fee. Matures May 1, 2016. Fire Protection Fund distributions will be intercepted.

8. 9/26/06 Equipment Loan

\$100,000 for fire truck, Jordan Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments beginning November 1, 2007. Payments include a 0.25% administration fee. Interest rate varies from 3.43% to 4.010%. Matures May 1, 2017. Fire Protection Fund distributions will be intercepted.

9. 3/7/08 Equipment Loan

\$138,889 for pumper fire truck, Jordan Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments beginning May 1, 2009. Payments include a 0.25% administration fee. Interest rates vary from 1.58% to 2.18%. Matures May 1, 2018. Fire Protection Fund distributions will be intercepted.

10. 3/7/08 Equipment Loan

\$166,667 for pumper fire truck, Bard-Endee Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments beginning May 1, 2009. Payments include a 0.25% administration fee. Interest rates vary from 1.86% to 2.55%. Matures May 1, 2018. Fire Protection Fund distributions will be intercepted.

11. 11/21/08 Detention Center Renovations Loan

\$225,933 for detention center renovations. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate varies from 1.62% to 3.8%. Matures May 2018. County Correctional Facility Gross Receipts Tax distributions will be intercepted.

12. 1/9/09 Equipment Loan

\$192,850 for pumper fire truck, Fire District #3. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate varies from 0.89% to 3.12%. Matures May 1, 2021. Fire Protection Fund distributions will be intercepted.

13. 1/15/10 Building Loan – Forrest Fire District

\$86,275.00 for a building addition for the Forrest Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate at 0.00%. Matures May 1, 2020. Fire Protection Fund distributions will be intercepted.

14. 1/15/2010 Equipment Loan – Jordan Fire District

\$152,250.00 for a Class A Pumper Fire Truck for the Jordan Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate varies from 0.44% to 1.81%. Matures May 1, 2020. Fire Protection Fund distributions will be intercepted.

15. 1/15/2010 Equipment Loan – Bard-Endee Fire District

\$152,250.00 for a Class A Pumper Fire Truck for the Bard-Endee Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate varies from 0.44% to 1.81%. Matures May 1, 2020. Fire Protection Fund distributions will be intercepted.

16. 1/15/2010 Equipment Loan – Quay Fire District

\$50,750.00 for an Initial Attack Fire Vehicle for the Quay Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate at 0.00%. Matures May 1, 2020. Fire Protection Fund distributions will be intercepted.

17. 1/15/2010 Equipment Loan – Porter Fire District

\$76,125.00 for a Class A Pumper Fire Truck for the Porter Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate varies from 0.01% to 0.06%. Matures May 1, 2020. Fire Protection Fund distributions will be intercepted.

18. 1/15/2010 Equipment Loan – Nara Visa District

\$126,875.00 for a Class A Pumper Fire Truck for the Nara Visa Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate varies from 0.36% to 1.48%. Matures May 1, 2020. Fire Protection Fund distributions will be intercepted.

The annual debt service requirements to maturity including principal, interest and administration fees for all loans are as follows:

| Year Ending June 30 | Principal | Interest and Administrative Fee | Total |
|------------------------|--------------|------------------------------------|--------------|
| 2011 | \$ 240,527 | \$ 40,371 | \$ 280,898 |
| 2012 | 210,816 | 37,449 | 248,265 |
| 2013 | 213,331 | 35,442 | 248,773 |
| 2014 | 215,779 | 33,247 | 249,026 |
| 2015 | 208,874 | 30,844 | 239,718 |
| Subtotal | 1,089,327 | 177,353 | 1,266,680 |
| 2016-2020 | 699,962 | 48,812 | 748,774 |
| 2021 | 18,307 | 571 | 18,878 |
| Totals | \$ 1,807,596 | \$ 226,736 | \$ 2,034,332 |

B. LEASE PURCHASES

The County is obligated under several capital lease agreements for office equipment. The leased assets are accounted for as capital assets. The lease payments are charged to the General Fund Road Fund and the Detention Center.

Future debt service requirements for capital lease are as follows:

| Year Ending June 30 | Principal | Interest | Total |
|------------------------|-----------|----------|-----------|
| 2011 | \$ 6,252 | \$ 336 | \$ 6,588 |
| 2012 | 4,606 | 156 | 4,762 |
| 2013 | 2,264 | 42 | 2,306 |
| Totals | \$ 13,122 | \$ 534 | \$ 13,656 |

C. SUMMARY

The following is a maturity schedule for all long-term debt except compensated absences payable:

| Year Ending June 30 | Principal | Interest | Total |
|------------------------|--------------|------------|--------------|
| 2011 | \$ 246,779 | \$ 40,707 | \$ 287,486 |
| 2012 | 215,422 | 37,605 | 253,027 |
| 2013 | 215,595 | 35,484 | 251,079 |
| 2014 | 215,779 | 33,247 | 249,026 |
| 2015 | 208,874 | 30,844 | 239,718 |
| Subtotal | 1,102,449 | 177,887 | 1,280,336 |
| 2016-2020 | 699,962 | 48,812 | 748,774 |
| 2021 | 18,307 | 571 | 18,878 |
| Totals | \$ 1,820,718 | \$ 227,270 | \$ 2,047,988 |

Interest expenditures included in direct expenses for the year ended June 30, 2010 were \$74,106.

D. ACCRUED COMPENSATED ABSENCES

It is the County's policy to permit full-time employees who have completed one year of service to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick leave. Sick leave accumulates at the rate of 3.69 hours per pay period. Accrued sick leave is forfeited upon termination of employment. The General Fund will be the fund to liquidate accrued compensated absences if no other fund is liable.

Full-time county employees accrue annual leave according to the following schedule:

| <u>Total Years of County Service</u> | <u>Accrual Rate Per Pay Period</u> | <u>Annual Maximum</u> |
|--|--|---------------------------|
| 1-4 years | 3.077 hours | 80 hours |
| 5-9 years | 4.616 hours | 120 hours |
| 10-14 years | 6.153 hours | 160 hours |
| 15 or more years | 9.231 hours | 240 hours |

Annual leave must be taken within the calendar year or it will be forfeited. Unused annual leave is paid upon termination of employment.

7. TAX ROLL RECONCILIATION

| | |
|---|--------------------|
| Property taxes receivable, beginning of year | \$ 533,374 |
| Changes to Tax Roll: | |
| Net taxes charged to treasurer for fiscal year | 4,130,856 |
| Adjustments: | |
| Net adjustments | <u>76,773</u> |
| Total receivables prior to collections | 4,741,003 |
| Collections for fiscal year ended June 30, 2010 | <u>(4,102,595)</u> |
| Property taxes receivable, end of year | <u>\$ 638,408</u> |
| Property taxes receivable by years: | |
| 2000-2002 | \$ 63,865 |
| 2003 | 9,210 |
| 2004 | 2,797 |
| 2005 | 16,043 |
| 2006 | 28,334 |
| 2007 | 65,489 |
| 2008 | 132,796 |
| 2009 | <u>319,874</u> |
| Total taxes receivable | <u>\$ 638,408</u> |

8. OPERATING LEASES

The County has entered into operating leases for road equipment. The minimum lease payments are:

| | | |
|-------|----|---------------|
| 2011 | \$ | 43,080 |
| 2012 | | 21,540 |
| Total | \$ | <u>64,620</u> |

The operating lease expenditures for the year ended June 30, 2010 were \$56,217.

9. COMMITMENTS, CONTINGENT LIABILITIES AND LITIGATION

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

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County’s legal counsel the resolution of these matters will not have a material adverse effect on the financial statements of the County.

10. PENSION PLAN- PUBLIC EMPLOYEES RETIREMENT PLAN

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

Funding Policy. Plan members of the County are required to contribute 9.15% of for regular County employees and 16.3% for law enforcement personnel. This rate ranges from 3.83% to 16.65% depending upon the plan of the gross covered salary. The County is required to contribute 9.15% for regular employees and 18.5% for law enforcement personnel of the gross covered salary. This rate ranges from 7.0% to 25.72% depending upon the plan. The contribution requirements of the 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 County’s contributions to PERA for the years ended 2010, 2009, and 2008 were \$194,263, \$191,277, and \$174,176, respectively, equal to the amount of the required contributions for each year.

11. RETIREE HEALTH CARE AUTHORITY

The County does not participate in the State of New Mexico Retiree Health Care Authority.

12. INSURANCE COVERAGE

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters, for which the County carries insurance through the New Mexico Insurance authority and the New Mexico Association of Counties Multi-Line Pool. The following is a summary of some of the more significant insurance coverage information related to the County.

Coverage provided to the County through membership in the New Mexico County Insurance Authority Multi-Line Pool (Authority) includes tort liability limits for casualty coverage (general automobile, civil rights and public officials liability) on a "claims made" basis with an additional \$200,000 for defense costs above the tort limits. Property is subject to a limit of \$150,000,000 each occurrence, with sublimits for certain coverage extensions. Crime coverage has a limit of \$2,000,000. The County pays a deductible of \$1,000 for each property or crime loss and deductible of \$3,000 for each civil rights claim. The Authority pays losses up to \$150,000 for property and \$250,000 for liability per occurrence.

Coverage provided by the Authority's Worker's Compensation Pool includes up to \$2,000,000 for each accident and up to \$2,000,000 for each employee or occupational disease. The County also has volunteer firefighters and boiler and machine insurance coverage through the Authority's multi-line pool.

Coverage provided to the County through membership in the New Mexico Association of Counties Law Enforcement Liability Program (Association) includes tort liability limits for police professional liability coverage on a claims made basis. The County pays an operational deductible of \$10,000 per occurrence. The Association pays covered losses above the deductible up to \$250,000 per occurrence from the Association's funds collected for law enforcement only. Excess coverage is provided in an amount up to \$9,000,000 for the annual pool aggregate, for covered claims which exceed the self-insured retention.

13. BUDGET – BASIS TO GAAP – BASIS RECONCILIATION

| | <u>General</u> | <u>Road</u> | <u>Detention Center</u> | <u>Hospital</u> | <u>County Improvements</u> |
|---|---------------------|---------------------|-----------------------------|---------------------|--------------------------------|
| Revenues per modified accrual basis | \$ 2,813,425 | \$ 1,061,732 | \$ 950,416 | \$ 1,228,528 | \$ 675,000 |
| Differences attributable to accruals at beginning and ending of year: | | | | | |
| Property taxes receivable | (4,429) | | | (22) | |
| Accounts receivable | | | | | |
| Intergovernmental receivable | 28,936 | (4,132) | 21,862 | 148,934 | |
| Other | | | | | |
| Revenues per budgetary basis | <u>\$ 2,837,932</u> | <u>\$ 1,057,600</u> | <u>\$ 972,278</u> | <u>\$ 1,377,440</u> | <u>\$ 675,000</u> |
| Expenditures per modified accrual Basis | \$ 1,863,827 | \$ 1,132,328 | \$ 943,711 | \$ 1,092,524 | \$ 145,372 |
| Differences attributable to accruals at beginning and ending of year: | | | | | |
| Salaries payable | (25,205) | (12,585) | (14,218) | | |
| Accounts payable | 59,439 | | 67,593 | | |
| Expenditures per budgetary basis | <u>\$ 1,898,061</u> | <u>\$ 1,119,743</u> | <u>\$ 997,086</u> | <u>\$ 1,092,524</u> | <u>\$ 145,372</u> |

14. TRANSFERS

The following transfers occurred during the year ended June 30, 2010. These transfers, mainly from the General Fund, served the following purposes: a) close out grant funds; b) subsidize the operations of the Detention Center and Juvenile Detention Officer Funds; and c) transfer the required matching funds to grant funds for various operating purposes:

| <u>Fund</u> | <u>To</u> | <u>Amount</u> |
|-----------------------|-----------------------|---------------------|
| <u>Major Fund</u> | | |
| General | Road | \$ 225,385 |
| General | Detention Center | 200,000 |
| General | Nonmajor Gov't. Funds | 170,736 |
| General | County Improvements | 600,000 |
| Detention Center | Nonmajor Gov't. Funds | 25,000 |
| Hospital County | General | 45,000 |
| Improvements | Nonmajor Gov't. Funds | 75,000 |
| Road | Nonmajor Gov't Funds | 225,385 |
| Nonmajor Gov't. Funds | General | 14,178 |
| Nonmajor Gov't. Funds | Nonmajor Gov't Funds | 32,350 |
| Total | | <u>\$ 1,613,034</u> |

15. INDUSTRIAL REVENUE BONDS

In accordance with State of New Mexico statutes, the County has authorized the issuance of Industrial Revenue Bonds for the development of the Caprock Wind Project. These bonds were issued for the purpose of economic development in Quay County. These bonds are an obligation of the project involved, and are not a general obligation of the County. The bondholders cannot look to County revenues in any manner for repayment of the bonds.

16. LEASE OF COUNTY HOSPITAL

Quay County government leases its hospital facility and equipment to Presbyterian Healthcare Services (PHS), a New Mexico nonprofit corporation in accordance with Sections 4-48B-1 to 27, NMSA 1978 (The Hospital Funding Act). The lease which has been in effect since August 15, 1978 was terminated and a new lease negotiated on May 12, 2008. The term of the lease is for 10 years, but may be renewed for an additional 10 years. The lease may be terminated by either part without cause or penalty at any time following the third anniversary of the commencement date of the lease of June 1, 2008, upon written notice of 180 days.

The amount of the rental is \$1 per year. PHS additionally agrees to ensure that hospital services are provided to include admission of patients, X-Ray, lab, pharmacy and emergency services which comply with regulations of the New Mexico Department of Health. PHS further agrees to maintain the facility at its cost, up to \$5,000 for a single project of \$25,000 in aggregate per year. The County is responsible for expansion of facilities and major renovations, but is not required to undertake such projects. PHS will pay for all telephone service, janitorial service, interior cosmetic maintenance, ground maintenance and utilities as well as insuring the leased premises for an amount of at least 90% of the insurable value. PHS is required to rebuild the facility if destroyed by or partially destroyed by fire, storm or other risk.

Further, PHS will maintain liability insurance of not less than \$1,000,000/\$3,000,000. Finally, PHS agrees to indemnify the County from and against all claims, damages, personal injury, third party damages and acts of hospital personnel and employees, all of whom are under the exclusive control of PHS.

The County is required to impose, collect and distribute to PHS the proceeds of a mill levy authorized by election and to submit the mill levy question to voters prior to the expiration of the current levy. The mill levy is for the purposes of operating and maintaining the hospital facilities and services, remodeling, renovation, and additions to the hospital, including new equipment and for other purposes consistent with the Hospital Act, as determined by PHS. The County is also required to annually budget matching funds for the Sole Community Provider funding and to use its best efforts to participate in the program. Should the mill levy support fall below the level as of the commencement of the lease or if the County should fail to pay for the mill levy, submit the mill levy question to voters upon expiration or match the Sole Community Provider funding, PHS may terminate the lease.

All fixtures and equipment of the hospital owned by the County as of the commencement date of the lease continue to belong to the County. All equipment acquired with the mill levy proceeds shall become the property of the County upon expiration or early termination of the lease.

The County is required to make available any distributions of income from the Dr. Dan C. Trigg Trust, established for the benefit of the Hospital. PHS is responsible for all losses from operation of the hospital and shall receive all excess revenue from the hospital.

Upon expiration or termination, PHS shall return to the County all fixtures and equipment and surrender the property in good condition, subject to reasonable wear and tear. The County shall assume all debt incurred by PHS in connection with acquisition of fixtures or personal property in the event of breach of the lease agreement by the County, reasonably incurred by PHS in connection with its operation of the leased premises, provided the County was notified in advance of its intent to incur such debt. The amount of any debt for which the County might be liable upon termination has not been determined.

17. PRIOR PERIOD ADJUSTMENTS

The net assets of the County were decreased by \$742,148 as the County performed a detailed inventory of all capital assets at June 30, 2009. This prior period adjustment was made to adjust to the detailed inventory.

18. LEGISLATIVE APPROPRIATIONS

| Description | Original Amount | Dates | Total Expenditures | Balance |
|--------------------------------|------------------|----------------|--------------------|------------------|
| 1. Infrastructure Improvements | \$ 80,000 | 1/7/10-6/30/12 | \$ -0- | \$ 80,000 |
| | <u>\$ 80,000</u> | | <u>\$ -0-</u> | <u>\$ 80,000</u> |

19. SUBSEQUENT EVENTS

Subsequent to June 30, 2010, the County entered into a loan with the New Mexico Finance Authority for the purchase of a new Pumper Truck. The loan was for \$60,900.

SUPPLEMENTAL INFORMATION

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2010**

| | Special Revenue | Capital Projects | Total Other Governmental Funds |
|---|-----------------------------|-----------------------------|--------------------------------------|
| ASSETS | | | |
| Due from other funds | \$ 1,462,116 | \$ 51,872 | \$ 1,513,988 |
| Property taxes receivable | | | |
| Intergovernmental Receivable | 30,312 | | 30,312 |
| Other receivable | | | |
| | <u> </u> | <u> </u> | <u> </u> |
| Total Assets | <u>\$ 1,492,428</u> | <u>\$ 51,872</u> | <u>\$ 1,544,300</u> |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Due to other funds | | | |
| Accounts payable | | | |
| Interfund payable | | | |
| Deferred revenue - grants | | | |
| | <u> </u> | <u> </u> | <u> </u> |
| Total Liabilities | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>-0-</u> |
| Fund Balances: | | | |
| Reserved for Debt Service | | | |
| Unreserved: | | | |
| Designated for subsequent year's expenditures | | | |
| Undesignated | <u>1,492,428</u> | <u>51,872</u> | <u>1,544,300</u> |
| Total Fund Balances | <u>1,492,428</u> | <u>51,872</u> | <u>1,544,300</u> |
| Total Liabilities and Fund Balances | <u>\$ 1,492,428</u> | <u>\$ 51,872</u> | <u>\$ 1,544,300</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2010**

| | Special Revenue | Capital Projects | Total Other Governmental Funds |
|--|---------------------|---------------------|--------------------------------------|
| Revenues: | | | |
| Local sources | \$ 47,213 | \$ 270 | \$ 47,483 |
| State-shared taxes | 329,312 | | 329,312 |
| State sources | 1,524,026 | | 1,524,026 |
| Federal sources | 65,949 | | 65,949 |
| Charges for services | 110,602 | | 110,602 |
| Interest | 25,717 | | 25,717 |
| Total Revenues | <u>2,102,819</u> | <u>270</u> | <u>2,103,089</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 64,283 | | 64,283 |
| Public safety | 1,022,538 | | 1,022,538 |
| Highways and streets | | | |
| Health and welfare | 688,596 | | 688,596 |
| Culture and recreation | 12,567 | | 12,567 |
| Capital outlay | 1,133,363 | 898 | 1,134,261 |
| Debt service | 135,178 | | 135,178 |
| Total Expenditures | <u>3,056,525</u> | <u>898</u> | <u>3,057,423</u> |
| Excess (deficiency) of revenues over expenditures | <u>(953,706)</u> | <u>(628)</u> | <u>(954,334)</u> |
| Other financing sources (uses): | | | |
| Loan proceeds | 475,097 | | 475,097 |
| Operating transfers in | 475,971 | 52,500 | 528,471 |
| Operating transfers out | (46,528) | | (46,528) |
| Total other financing sources (uses) | <u>904,540</u> | <u>52,500</u> | <u>957,040</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing (uses) | <u>(49,166)</u> | <u>51,872</u> | <u>2,706</u> |
| Fund Balances, beginning of year | <u>1,541,594</u> | <u>-0-</u> | <u>1,541,594</u> |
| Fund Balances, end of year | <u>\$ 1,492,428</u> | <u>\$ 51,872</u> | <u>\$ 1,544,300</u> |

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

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Farm and Range Fund - To account for the operations of farm and range activities, including soil and water conservation, predatory animal and insect control. Financing is provided from distributions made under the Taylor Grazing Act. Authority is Section 6-11-6, NMSA 1978.

Recreation Fund - To account for the operations and maintenance of County owned recreational facilities. Financing is provided by state shared one-cent cigarette tax. Authority is Section 7-12-15, NMSA 1978.

County Indigent Fund - To account for expenditures incurred in providing services for the care of indigents. Financing is provided by the County's share of gross receipts tax and may be used only for that purpose. Authority is 27-5-7, NMSA 1978.

Fire District Funds - To account for the operations of the fire districts, which are defined by the area served. Financing is provided from the County's share of the fire allotment issued by the State Fire Marshall under NMSA 59A-53-5, NMSA 1978. The individual fire districts are:

- Fire District No. 1
- Fire District No. 2
- Fire District No. 3
- Nara Visa Fire District
- Forrest Fire District
- Jordan Fire District
- Bard Endee Fire District
- Quay Fire District
- Porter Fire District
- Quay County Fire Marshal

EMS (Emergency Medical Services) Fund - To account for a grant to be used for the provision of emergency medical services to County residents. Sources of funds are the State of New Mexico Health Department Emergency Medical Services Bureau. Authority is Section 24-10A-3 through 10, NMSA 1978.

Reappraisal Fund - To account for the operations of a fund to help with reappraisal of County property to insure valuation reflects current fair market value. Financing is provided by retainage of 1% of tax collections. Authority is Section 7-38-38.1, NMSA 1978.

Rural Addressing Fund - To account for resources to be used to mark rural addresses for use by emergency personnel. Authority is Section 67-3-28.2 NMSA 1978.

ASAP - Other Charges Fund - To account for program income and contributions related to ASAP (Alcohol and Substance Abuse Program). Authority is 43-3-13, NMSA (1978).

Sheriff Seizure and Confiscation / Seizure Funds - To account for monies seized in drug-related crimes, but not available for current expenditure until the forfeiture process has been completed. Authorized by County Commission Resolution 17, pursuant to Section 4-37-1, NMSA, 1978.

Drug Enforcement Fund - To account for seized assets related to illegal drug arrests, awarded to the Quay County Sheriff by the courts. The fund was established by Resolution No. 17 of the County Commission, to carry out the provision of the Controlled Substances Act.

Law Enforcement Protection Fund - To account for a grant from the State of New Mexico Corrections Department through the Law Enforcement Protection Act. The funding is to be used for law enforcement improvements. Authority is 29-13-1, NMSA 1978.

Juvenile Detention Officer Fund - To account for monies received and expended for Juvenile Detention Officers. The financing of the fund is provided by transfers from Quay County General Fund and from federal subsidies from the U.S. Department of Agriculture. Authority is 42 USC 1758.

Primary Care Clinic Fund – To account for resources provided by the State of New Mexico Health Department to operate a medical clinic. Funding is through the Rural Primary Health Care Act. (24-1B-7, NMSA, 1978.)

Clerk's Equipment Fund - To account for an additional \$3.00 recording fee collected by the Clerk's office to pay for equipment/supplies for the Clerk's office. Authority is the Absentee-Early Voting Act (Section 14-89-12.2, NMSA 1978).

DWI Distribution Fund - To account for funds collected from liquor excise taxes and distributed to counties and municipalities for use in DWI prevention. Authority is 11-6A-1, NMSA (1978).

Environmental Gross Receipts Tax Fund - To account for funds received through an incremental one-eighth of one percent environmental gross receipts to be used for solid waste or wastewater facilities. Authorized by Section 7-20E-17, NMSA 1978.

DWI Grant Fund - To account for a grant from the State of New Mexico for D.W.I. detection and prevention pursuant to Chapter 65, New Mexico Laws of 1993. Authority is Section 11-6A-1, NMSA 1978.

ASAP Fund - To account for monies received under a grant from the New Mexico Department of Health. Program activities include awareness and prevention of substance abuse. Authorized by Section 43-3-13, NMSA (1978).

Magistrate Court - Misdemeanor Fund - To account for probation fees imposed by Magistrate Court, to be used for Court-approved programs. Authority is County Commission Resolution 03-43.

TUPAC Fund - To account for resources provided by the tobacco legal settlement for programs to prevent tobacco and substance abuse. Authorized by County Commission Resolution 03-88.

DWI Fees Funds - To account for the collection and expenditures of certain DWI fees. Authority is 11-6A-1, NMSA (1978). The funds are:

| | |
|--------------------|--------------------------|
| DWI Probation Fees | DWI Treatment Fees |
| DWI Screening Fees | DWI UA (Urinalysis) Fees |

Road Equipment Fund – To account for money transferred from the Road Fund as a reserve to purchase road equipment at a later date. Authorized by County Resolution.

Nara Visa Sr. Center Grant – To account for restricted grant for senior center. Grant was restricted by grantor.

Law Enforcement-JAG Grant – To account for federal grant restricted to legal issues. Grant is restricted by Federal grantor.

Domestic Violence – To account for funds received which are restricted by grantor, the State of New Mexico.

CWIPP Grant – To account for restricted grant which has been restricted by grantor.

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010**

| | 403 Farm And Range | 404 Recreation | 406 County Indigent | 407 Fire District No. 1 |
|---|-----------------------------|-------------------|---------------------------|-------------------------------|
| ASSETS | | | | |
| Due from other funds | \$ 90 | \$ 510 | \$ 106,581 | \$ 180,155 |
| Property taxes receivable | | | | |
| Intergovernmental receivable | | | 25,230 | |
| Total Assets | \$ 90 | \$ 510 | \$ 131,811 | \$ 180,155 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Due to other funds | | | | |
| Accounts payable | | | | |
| Interfund payable | | | | |
| Deferred revenue | | | | |
| Total Liabilities | \$ -0- | \$ -0- | \$ -0- | \$ -0- |
| Fund Balances: | | | | |
| Unreserved: | | | | |
| Designated for subsequent year's expenditures | | | | |
| Undesignated | 90 | 510 | 131,811 | 180,155 |
| Total Fund Balances | 90 | 510 | 131,811 | 180,155 |
| Total Liabilities and Fund Balances | \$ 90 | \$ 510 | \$ 131,811 | \$ 180,155 |

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

| <u>408</u> | <u>409</u> | <u>410</u> | <u>411</u> | <u>412</u> | <u>413</u> |
|--------------------------------|--------------------------------|------------------------------------|----------------------------------|---------------------------------|-------------------------------------|
| <u>Fire District No. 2</u> | <u>Fire District No. 3</u> | <u>Nara Visa Fire District</u> | <u>Forrest Fire District</u> | <u>Jordan Fire District</u> | <u>Bard Endee Fire District</u> |
| \$ 40,867 | \$ 31,035 | \$ 24,043 | \$ 10,999 | \$ 126,462 | \$ 20,421 |
| <u>\$ 40,867</u> | <u>\$ 31,035</u> | <u>\$ 24,043</u> | <u>\$ 10,999</u> | <u>\$ 126,462</u> | <u>\$ 20,421</u> |
| <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| <u>40,867</u> | <u>31,035</u> | <u>24,043</u> | <u>10,999</u> | <u>126,462</u> | <u>20,421</u> |
| <u>40,867</u> | <u>31,035</u> | <u>24,043</u> | <u>10,999</u> | <u>126,462</u> | <u>20,421</u> |
| <u>\$ 40,867</u> | <u>\$ 31,035</u> | <u>\$ 24,043</u> | <u>\$ 10,999</u> | <u>\$ 126,462</u> | <u>\$ 20,421</u> |

STATE OF NEW MEXICO
COUNTY OF QUAY

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2010

| | <u>414</u> | <u>415</u> | <u>417</u> | <u>418</u> |
|---|------------------------|-------------------------------|-----------------------|---------------------------------|
| | <u>EMS</u> | <u>Quay Fire District</u> | <u>CWPP Grant</u> | <u>Porter Fire District</u> |
| ASSETS | | | | |
| Due from other funds | \$ 4,838 | \$ 29,995 | | \$ 46,018 |
| Property taxes receivable | | | | |
| Intergovernmental receivable | | | | |
| Total Assets | <u>\$ 4,838</u> | <u>\$ 29,995</u> | <u>\$ -0-</u> | <u>\$ 46,018</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Due to other funds | | | | |
| Accounts payable | | | | |
| Interfund payable | | | | |
| Deferred revenue | | | | |
| Total Liabilities | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Fund Balances: | | | | |
| Unreserved: | | | | |
| Designated for subsequent year's expenditures | | | | |
| Undesignated | <u>4,838</u> | <u>29,995</u> | | <u>46,018</u> |
| Total Fund Balances | <u>4,838</u> | <u>29,995</u> | | <u>46,018</u> |
| Total Liabilities and Fund Balances | <u>\$ 4,838</u> | <u>\$ 29,995</u> | <u>\$ -0-</u> | <u>\$ 46,018</u> |

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

| <u>420</u> | <u>430</u> | <u>499</u> | <u>503</u> |
|---|-----------------------------------|--------------------|-----------------------------|
| <u>Quay County Fire Marshal</u> | <u>Highway Beautification</u> | <u>Reappraisal</u> | <u>Rural Addressing</u> |
| \$ 4,115 | \$ 1,257 | \$ 21,647 | \$ 25,939 |
| <u>\$ 4,115</u> | <u>\$ 1,257</u> | <u>\$ 21,647</u> | <u>\$ 25,939</u> |
| <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| <u>4,115</u> | <u>1,257</u> | <u>21,647</u> | <u>25,939</u> |
| <u>4,115</u> | <u>1,257</u> | <u>21,647</u> | <u>25,939</u> |
| <u>\$ 4,115</u> | <u>\$ 1,257</u> | <u>\$ 21,647</u> | <u>\$ 25,939</u> |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2010**

| | <u>516</u> | <u>520</u> | <u>601</u> | <u>602</u> | <u>603</u> |
|---|---------------------------------|------------------------------|------------------------|----------------------------------|-----------------------------|
| | <u>ASAP - Other Charges</u> | <u>Domestic Violence</u> | <u>Seizure</u> | <u>Confiscation/ Seizure</u> | <u>Drug Enforcement</u> |
| ASSETS | | | | | |
| Due from other funds | \$ 33,026 | \$ 10,440 | \$ 6,790 | \$ 103 | \$ 32,735 |
| Property taxes receivable | | | | | |
| Intergovernmental receivable | | | | | |
| Total Assets | <u>\$ 33,026</u> | <u>\$ 10,440</u> | <u>\$ 6,790</u> | <u>\$ 103</u> | <u>\$ 32,735</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Due to other funds | | | | | |
| Accounts payable | | | | | |
| Interfund payable | | | | | |
| Deferred revenue | | | | | |
| Total Liabilities | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Fund Balances: | | | | | |
| Unreserved: | | | | | |
| Designated for subsequent year's expenditures | | | | | |
| Undesignated | <u>33,026</u> | <u>10,440</u> | <u>6,790</u> | <u>103</u> | <u>32,735</u> |
| Total Fund Balances | <u>33,026</u> | <u>10,440</u> | <u>6,790</u> | <u>103</u> | <u>32,735</u> |
| Total Liabilities and Fund Balances | <u>\$ 33,026</u> | <u>\$ 10,440</u> | <u>\$ 6,790</u> | <u>\$ 103</u> | <u>\$ 32,735</u> |

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

| <u>607</u> | <u>609</u> | <u>610</u> | <u>608</u> | <u>613</u> | <u>621</u> | <u>622</u> |
|----------------------------------|---------------|----------------------------------|---------------------------------|------------------------|----------------------|---------------------|
| Law Enforcement Protection | JAG Grant | Juvenile Detention Officer | Law Enforcement JAG Grant | Primary Care Clinic | Clerk's Equipment | DWI Distribution |
| \$ -0- | \$ -0- | \$ 11,093 | \$ 23,500 | \$ 74,157 | \$ 66,334 | \$ 15,471 |
| <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 11,093</u> | <u>\$ 23,500</u> | <u>\$ 74,157</u> | <u>\$ 66,334</u> | <u>\$ 15,471</u> |
| <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| <u>-0-</u> | <u>-0-</u> | <u>11,093</u> | <u>23,500</u> | <u>74,157</u> | <u>66,334</u> | <u>15,471</u> |
| <u>-0-</u> | <u>-0-</u> | <u>11,093</u> | <u>23,500</u> | <u>74,157</u> | <u>66,334</u> | <u>15,471</u> |
| <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 11,093</u> | <u>\$ 23,500</u> | <u>\$ 74,157</u> | <u>\$ 66,334</u> | <u>\$ 15,471</u> |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2010**

| | <u>623</u> | <u>624</u> | <u>626</u> | <u>628</u> | <u>630</u> |
|---|--|---------------|------------------|--------------------------------------|-----------------|
| | Environmental Gross Receipts Tax | DWI Grant | ASAP | Magistrate Court - Misdemeanor | TUPAC |
| ASSETS | | | | | |
| Due from other funds | \$ 22,927 | \$ -0- | \$ 19,050 | \$ 10,665 | \$ 5,689 |
| Property taxes receivable | | | | | |
| Intergovernmental receivable | <u>5,082</u> | | | | |
| Total Assets | <u>\$ 28,009</u> | <u>\$ -0-</u> | <u>\$ 19,050</u> | <u>\$ 10,665</u> | <u>\$ 5,689</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Due to other funds | | | | | |
| Accounts payable | | | | | |
| Interfund payable | | | | | |
| Deferred revenue | | | | | |
| Total Liabilities | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Fund Balances: | | | | | |
| Unreserved: | | | | | |
| Designated for subsequent year's expenditures | | | | | |
| Undesignated | <u>28,009</u> | <u>-0-</u> | <u>19,050</u> | <u>10,665</u> | <u>5,689</u> |
| Total Fund Balances | <u>28,009</u> | <u>-0-</u> | <u>19,050</u> | <u>10,665</u> | <u>5,689</u> |
| Total Liabilities and Fund Balances | <u>\$ 28,009</u> | <u>\$ -0-</u> | <u>\$ 19,050</u> | <u>\$ 10,665</u> | <u>\$ 5,689</u> |

The accompanying notes are an integral part of these financial statement

| <u>631</u> DWI Probation Fees | <u>632</u> DWI Screening Fees | <u>633</u> DWI Treatment Fees | <u>634</u> DWI UA Fees | <u>639</u> Nara Visa Senior Citizens Grant |
|--|--|--|------------------------------|---|
| \$ 4,686 | \$ 741 | \$ 3,783 | \$ 17,110 | \$ -0- |
| <u>\$ 4,686</u> | <u>\$ 741</u> | <u>\$ 3,783</u> | <u>\$ 17,110</u> | <u>\$ -0-</u> |
| <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| <u>4,686</u> | <u>741</u> | <u>3,783</u> | <u>17,110</u> | <u>-0-</u> |
| <u>4,686</u> | <u>741</u> | <u>3,783</u> | <u>17,110</u> | <u>-0-</u> |
| <u>\$ 4,686</u> | <u>\$ 741</u> | <u>\$ 3,783</u> | <u>\$ 17,110</u> | <u>\$ -0-</u> |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
 JUNE 30, 2010**

| | <u>650</u> | <u> </u> |
|---|---------------------------|-----------------------------|
| | <u>Road Equipment</u> | <u>Total</u> |
| ASSETS | | |
| Due from other funds | \$ 428,844 | \$ 1,462,116 |
| Property taxes receivable | | |
| Intergovernmental receivable | | <u>30,312</u> |
| Total Assets | <u>\$ 428,844</u> | <u>\$ 1,492,428</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Due to other funds | | |
| Accounts payable | | |
| Interfund payable | | |
| Deferred revenue | | |
| Total Liabilities | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Fund Balances: | | |
| Unreserved: | | |
| Designated for subsequent year's Expenditures | | |
| Undesignated | <u>428,844</u> | <u>1,492,428</u> |
| Total Fund Balances | <u>428,844</u> | <u>1,492,428</u> |
| Total Liabilities and Fund Balances | <u>\$ 428,844</u> | <u>\$ 1,492,428</u> |

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

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**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

| | 403 | 404 | 406 | 407 | 408 |
|--|----------------------|------------|--------------------|------------------------|------------------------|
| | Farm And Range | Recreation | County Indigent | Fire District No. 1 | Fire District No. 2 |
| Revenues: | | | | | |
| Local sources | | | | | \$ 719 |
| Local and state-shared taxes | | | \$ 282,172 | | |
| State sources | | | | \$ 174,257 | 84,465 |
| Federal sources | \$ 45 | | | | |
| Charges for services | | | | | |
| Interest | | \$ 7 | 1,939 | 1,428 | 1,628 |
| Total Revenues | 45 | 7 | 284,111 | 175,685 | 86,812 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | | | | | |
| Public safety | | | | 26,926 | 146,914 |
| Highways and streets | | | | | |
| Health and welfare | | | 247,285 | | |
| Culture and recreation | | | | | |
| Capital outlay | | | | | 16,288 |
| Debt service | | | | 21,254 | 9,461 |
| Total Expenditures | -0- | -0- | 247,285 | 48,180 | 172,663 |
| Excess (deficiency) of revenues over expenditures | 45 | 7 | 36,826 | 127,505 | (85,851) |
| Other financing sources (uses): | | | | | |
| Loan proceeds | | | | | |
| Transfers in | | | | | |
| Transfers (out) | | | | | |
| Total other financing sources (uses) | | | | | |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 45 | 7 | 36,826 | 127,505 | (85,851) |
| Fund Balances, beginning of year | 45 | 503 | 94,985 | 52,650 | 126,718 |
| Fund Balances, end of year | \$ 90 | \$ 510 | \$ 131,811 | \$ 180,155 | \$ 40,867 |

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

| <u>409</u> | <u>410</u> | <u>411</u> | <u>412</u> | <u>413</u> |
|--------------------------------|------------------------------------|----------------------------------|---------------------------------|-------------------------------------|
| <u>Fire District No. 3</u> | <u>Nara Visa Fire District</u> | <u>Forrest Fire District</u> | <u>Jordan Fire District</u> | <u>Bard Endee Fire District</u> |
| \$ 6 | \$ 50 | \$ 46 | \$ 48 | \$ 204 |
| 73,523 | 51,636 | 69,495 | 218,219 | 142,915 |
| <u>718</u> | <u>1,760</u> | <u>2,122</u> | <u>1,420</u> | <u>1,398</u> |
| <u>74,247</u> | <u>53,446</u> | <u>71,663</u> | <u>219,687</u> | <u>144,517</u> |
| 56,206 | 23,323 | 136,239 | 20,458 | 83,156 |
| | 231,349 | 68,149 | 219,068 | 219,068 |
| <u>26,021</u> | <u>12,378</u> | <u>20,572</u> | <u>27,345</u> | <u>27,345</u> |
| <u>82,227</u> | <u>254,672</u> | <u>216,766</u> | <u>260,098</u> | <u>329,569</u> |
| <u>(7,980)</u> | <u>(201,226)</u> | <u>(145,103)</u> | <u>(40,411)</u> | <u>(185,052)</u> |
| | 125,028 | | 150,031 | 150,031 |
| | <u>125,028</u> | <u>-0-</u> | <u>150,031</u> | <u>150,031</u> |
| (7,980) | (76,198) | (145,103) | 109,620 | (35,021) |
| <u>39,015</u> | <u>100,241</u> | <u>156,102</u> | <u>16,842</u> | <u>55,442</u> |
| <u>\$ 31,035</u> | <u>\$ 24,043</u> | <u>\$ 10,999</u> | <u>\$ 126,462</u> | <u>\$ 20,421</u> |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2010**

| | 414 | 415 | 417 | 418 |
|--|-----------------|-----------------------|---------------|-------------------------|
| | EMS | Quay Fire District | CWPP Grant | Porter Fire District |
| Revenues: | | | | |
| Local sources | | \$ 7 | | \$ 894 |
| Local and state-shared taxes | | | | |
| State sources | \$ 27,865 | 69,299 | | 68,330 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | 2,721 | | 1,433 |
| Total Revenues | <u>27,865</u> | <u>72,027</u> | <u>\$ -0-</u> | <u>70,657</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | | | | |
| Public safety | 8,902 | 134,964 | | 142,239 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Capital outlay | 15,201 | 127,994 | | 110,974 |
| Debt service | | 13,059 | | |
| Total Expenditures | <u>24,103</u> | <u>276,017</u> | <u>-0-</u> | <u>253,213</u> |
| Excess (deficiency) of revenues over expenditures | <u>3,762</u> | <u>(203,990)</u> | <u>-0-</u> | <u>(182,556)</u> |
| Other financing sources (uses): | | | | |
| Loan proceeds | | 50,007 | | |
| Transfers in | | | | 75,000 |
| Transfers (out) | | | | |
| Total other financing sources (uses) | | <u>50,007</u> | | <u>75,000</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 3,762 | (153,983) | -0- | (107,556) |
| Fund Balances, beginning Of year | <u>1,076</u> | <u>183,978</u> | <u>-0-</u> | <u>153,574</u> |
| Fund Balances, end of year | <u>\$ 4,838</u> | <u>\$ 29,995</u> | <u>\$ -0-</u> | <u>\$ 46,018</u> |

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

| <u>420</u> | <u>430</u> | <u>499</u> | <u>503</u> |
|--------------------------------|---------------------------|------------------|---------------------|
| Quay County Fire Marshal | Highway Beautification | Reappraisal | Rural Addressing |
| | | \$ 40,557 | |
| \$ 78,399 | | | |
| 1,355 | | 1,752 | \$ 229 |
| 331 | | 228 | |
| <u>80,085</u> | <u>\$ -0-</u> | <u>42,537</u> | <u>229</u> |
| | | 32,491 | 4,765 |
| 28,034 | | | |
| 5,088 | | | |
| <u>33,122</u> | | <u>32,491</u> | <u>4,765</u> |
| <u>46,963</u> | | <u>10,046</u> | <u>(4,536)</u> |
| | | | 11,250 |
| <u>(45,400)</u> | | | |
| <u>(45,400)</u> | | | <u>11,250</u> |
| | | 10,046 | 6,714 |
| 1,563 | | | |
| <u>2,552</u> | <u>1,257</u> | <u>11,601</u> | <u>19,225</u> |
| <u>\$ 4,115</u> | <u>\$ 1,257</u> | <u>\$ 21,647</u> | <u>\$ 25,939</u> |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2010**

| | 516 | 520 | 601 | 602 | 603 |
|--|-------------------------|----------------------|-----------------|-------------------------|---------------------|
| | ASAP – Other Charges | Domestic Violence | Seizure | Confiscated/ Seizure | Drug Enforcement |
| Revenues: | | | | | |
| Local sources | \$ 1,982 | \$ 2,700 | | | |
| Local and state-shared taxes | | | | | |
| State sources | | | | | |
| Federal sources | | | | | |
| Charges for services | | | | | |
| Interest | 499 | 151 | | \$ 2 | \$ 510 |
| Total Revenues | <u>2,481</u> | <u>2,851</u> | <u>\$ -0-</u> | <u>2</u> | <u>510</u> |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | | | | | |
| Public safety | | | | | 5,297 |
| Highways and streets | | | | | |
| Health and welfare | 8,328 | 2,272 | | | |
| Culture and recreation | | | | | |
| Capital outlay | | | | | |
| Debt service | | | | | |
| Total Expenditures | <u>8,328</u> | <u>2,272</u> | <u>-0-</u> | <u>-0-</u> | <u>5,297</u> |
| Excess (deficiency) of revenues over expenditures | <u>(5,847)</u> | <u>579</u> | <u>-0-</u> | <u>2</u> | <u>(4,787)</u> |
| Other financing sources (uses): | | | | | |
| Loan proceeds | | | | | |
| Transfers in | | | | | |
| Transfers (out) | | | | | |
| Total other financing sources (uses) | | | | | |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | <u>(5,847)</u> | <u>579</u> | <u>-0-</u> | <u>2</u> | <u>(4,787)</u> |
| Fund Balances, beginning of year | <u>38,873</u> | <u>9,861</u> | <u>6,790</u> | <u>101</u> | <u>37,522</u> |
| Fund Balances, end of year | <u>\$ 33,026</u> | <u>\$ 10,440</u> | <u>\$ 6,790</u> | <u>\$ 103</u> | <u>\$ 32,735</u> |

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

| <u>607</u> | <u>608</u> | <u>609</u> | <u>610</u> | <u>613</u> | <u>621</u> | <u>622</u> |
|----------------------------------|---------------------------------|---------------|-------------------------------|------------------------|----------------------|---------------------|
| Law Enforcement Protection | Law Enforcement JAG Grant | JAG Grant | Juvenile Detention Officer | Primary Care Clinic | Clerk's Equipment | DWI Distribution |
| \$ 24,800 | \$ 12,652 | \$ 53,252 | \$ 1,609 | \$ 145,200 | | \$ 94,917 |
| | | | 51,765 | | \$ 8,438 | |
| | 229 | | | 972 | 893 | 198 |
| <u>24,800</u> | <u>12,881</u> | <u>53,252</u> | <u>53,374</u> | <u>146,172</u> | <u>9,331</u> | <u>95,115</u> |
| 24,800 | | | 185,080 | | | |
| | | | | 138,820 | | 92,569 |
| | | 53,252 | | | | |
| <u>24,800</u> | <u>-0-</u> | <u>53,252</u> | <u>185,080</u> | <u>138,820</u> | <u>-0-</u> | <u>92,569</u> |
| <u>-0-</u> | <u>12,881</u> | <u>-0-</u> | <u>(131,706)</u> | <u>7,352</u> | <u>9,331</u> | <u>2,546</u> |
| | | | 131,986 | | | |
| | | | 131,986 | | | |
| -0- | 12,881 | -0- | 280 | 7,352 | 9,331 | 2,546 |
| -0- | 10,619 | -0- | 10,813 | 66,805 | 57,003 | 12,925 |
| <u>\$ -0-</u> | <u>\$ 23,500</u> | <u>\$ -0-</u> | <u>\$ 11,093</u> | <u>\$ 74,157</u> | <u>\$ 66,334</u> | <u>\$ 15,471</u> |

STATE OF NEW MEXICO
COUNTY OF QUAY

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)**
FOR THE YEAR ENDED JUNE 30, 2010

| | 623 | 624 | 626 | 628 | 630 |
|--|--|---------------|------------------|--------------------------------------|-----------------|
| | Environmental Gross Receipts Tax | DWI Grant | ASAP | Magistrate Court - Misdemeanor | TUPAC |
| Revenues: | | | | | |
| Local sources | | | | | |
| Local and state-shared taxes \$ | 47,140 | | | | |
| State sources | | \$ 13,416 | \$ 116,670 | | \$ 55,316 |
| Federal sources | | | | | |
| Charges for services | | | | \$ 22,677 | |
| Interest | 903 | | 434 | 240 | 90 |
| Total Revenues | <u>48,043</u> | <u>13,416</u> | <u>117,104</u> | <u>22,917</u> | <u>55,406</u> |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | | | | 27,027 | |
| Public safety | | | | | |
| Highways and streets | | | | | |
| Health and welfare | | 13,416 | 98,157 | | 64,210 |
| Culture and recreation | | | | | |
| Capital outlay | 72,020 | | | | |
| Debt service | | | | | |
| Total Expenditures | <u>72,020</u> | <u>13,416</u> | <u>98,157</u> | <u>27,027</u> | <u>64,210</u> |
| Excess (deficiency) of revenues over expenditures | <u>(23,977)</u> | <u>-0-</u> | <u>18,947</u> | <u>(4,110)</u> | <u>(8,804)</u> |
| Other financing sources (uses): | | | | | |
| Loan proceeds | | | | | |
| Transfers in | | | | | |
| Transfers (out) | | | | | |
| Total other financing sources (uses) | | | | | |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | <u>(23,977)</u> | <u>-0-</u> | <u>18,947</u> | <u>(4,110)</u> | <u>(8,804)</u> |
| Fund Balances, beginning of year | <u>51,986</u> | <u>-0-</u> | <u>103</u> | <u>14,775</u> | <u>14,493</u> |
| Fund Balances, end of year | <u>\$ 28,009</u> | <u>\$ -0-</u> | <u>\$ 19,050</u> | <u>\$ 10,665</u> | <u>\$ 5,689</u> |

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

| <u>631</u> DWI Probation Fees | <u>632</u> DWI Screening Fees | <u>633</u> DWI Treatment Fees | <u>634</u> DWI UA Fees | <u>639</u> Nara Visa Sr. Citizens Grant |
|--|--|--|------------------------------|--|
| | | | | \$ 13,695 |
| \$ 18,387 | \$ 2,865 | | \$ 3,134 | |
| 183 | 25 | \$ 52 | 219 | |
| <u>18,570</u> | <u>2,890</u> | <u>52</u> | <u>3,353</u> | <u>13,695</u> |
| 20,000 | 2,750 | | 789 | 12,567 |
| <u>20,000</u> | <u>2,750</u> | <u>-0-</u> | <u>789</u> | <u>12,567</u> |
| (1,430) | 140 | 52 | 2,564 | 1,128 |
| | | | | (1,128) |
| | | | | (1,128) |
| (1,430) | 140 | 52 | 2,564 | -0- |
| <u>6,116</u> | <u>601</u> | <u>3,731</u> | <u>14,546</u> | <u>-0-</u> |
| <u>\$ 4,686</u> | <u>\$ 741</u> | <u>\$ 3,783</u> | <u>\$ 17,110</u> | <u>\$ -0-</u> |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2010**

| | <u>650</u> | <u> </u> |
|--|---------------------------|-----------------------------|
| | <u>Road Equipment</u> | <u>Total</u> |
| Revenues: | | |
| Local sources | | \$ 47,213 |
| Local and state-shared taxes | | 329,312 |
| State sources | | 1,524,026 |
| Federal sources | | 65,949 |
| Charges for services | | 110,602 |
| Interest | \$ 2,984 | 25,717 |
| Total Revenues | <u>2,984</u> | <u>2,102,819</u> |
| Expenditures: | | |
| Current: | | |
| General government | | 64,283 |
| Public safety | | 1,022,538 |
| Highways and streets | | |
| Health and welfare | | 688,596 |
| Culture and recreation | | 12,567 |
| Capital outlay | | 1,133,363 |
| Debt service | | 135,178 |
| Total Expenditures | <u>-0-</u> | <u>3,056,525</u> |
| Excess (deficiency) of revenues over expenditures | <u>2,984</u> | <u>(953,706)</u> |
| Other financing sources (uses): | | |
| Loan proceeds | | 475,097 |
| Transfers in | 257,735 | 475,971 |
| Transfers (out) | | (46,528) |
| Total other financing sources (uses) | <u>257,735</u> | <u>904,540</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 260,719 | (49,166) |
| Fund Balances, beginning of year | <u>168,125</u> | <u>1,541,594</u> |
| Fund Balances, end of year | <u>\$ 428,844</u> | <u>\$ 1,492,428</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - FARM AND RANGE
FOR THE YEAR ENDED JUNE 30, 2010

| | 403 | | | |
|---|--------------------|-------------------|--------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | \$ 45 | \$ 45 | \$ 45 | \$ -0- |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>45</u> | <u>45</u> | <u>45</u> | <u>-0-</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | 45 | 45 | -0- | 45 |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>45</u> | <u>45</u> | <u>-0-</u> | <u>45</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 45</u> | <u>\$ 45</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 45 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 45</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - RECREATION
FOR THE YEAR ENDED JUNE 30, 2010**

| | 404 | | | |
|---|----------------------------|---------------------------|---------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | \$ 500 | \$ 500 | \$ 500 | \$ -0- |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | | 7 | 7 |
| Total Revenues | <u>500</u> | <u>500</u> | <u>507</u> | <u>7</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>500</u> | <u>500</u> | <u>507</u> | <u>7</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | 500 | 500 | 500 | -0- |
| Total Expenditures | <u>500</u> | <u>500</u> | <u>500</u> | <u>-0-</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 7</u> | <u>\$ 7</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 7 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 7</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - COUNTY INDIGENT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 406 | | | Variance |
|--|--------------------|-------------------|------------------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | \$ 287,755 | \$ 285,255 | \$ 311,909 | \$ 26,654 |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | 2,500 | 1,939 | (561) |
| Total Revenues | <u>287,755</u> | <u>287,755</u> | <u>313,848</u> | <u>26,093</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 391,510 | 391,510 | 247,285 | 144,225 |
| Culture and recreation | | | | |
| Total Expenditures | <u>391,510</u> | <u>391,510</u> | <u>247,285</u> | <u>144,225</u> |
| Other financing uses: | | | | |
| Transfers out | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| Total expenditures and other financing uses | <u>391,510</u> | <u>391,510</u> | <u>247,285</u> | <u>144,225</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | (103,755) | (103,755) | <u>\$ 66,563</u> | <u>\$ 170,318</u> |
| Prior year cash required to balance budget | <u>\$ 103,755</u> | <u>\$ 103,755</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 66,563 |
| Revenues-adjustments: Change in receivables between years | | | | (29,737) |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 36,826</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - FIRE DISTRICT NO. 1
FOR THE YEAR ENDED JUNE 30, 2010

| | 407 | | | |
|--|--------------------|-------------------|-------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 72,468 | \$ 173,669 | \$ 174,257 | \$ 588 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 400 | 1,428 | 1,028 |
| Total Revenues | <u>72,468</u> | <u>174,069</u> | <u>175,685</u> | <u>1,616</u> |
| Other financing sources: | | | | |
| Transfers in | -0- | -0- | -0- | -0- |
| Total revenues and other financing sources | <u>72,468</u> | <u>174,069</u> | <u>175,685</u> | <u>1,616</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 72,890 | 194,531 | 48,180 | 146,351 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>72,890</u> | <u>194,531</u> | <u>48,180</u> | <u>146,351</u> |
| Other financing uses: | | | | |
| Transfers out | -0- | -0- | -0- | -0- |
| Total expenditures and other financing uses | <u>72,890</u> | <u>194,531</u> | <u>48,180</u> | <u>146,351</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | (422) | (20,462) | <u>\$ 127,505</u> | <u>\$ 147,967</u> |
| Prior year cash required to balance budget | <u>\$ 422</u> | <u>\$ 20,462</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 127,505 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | <u>\$ 127,505</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - FIRE DISTRICT NO. 2
FOR THE YEAR ENDED JUNE 30, 2010**

| | 408 | | | Variance |
|---|--------------------|-------------------|--------------------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 72,428 | \$ 85,053 | \$ 85,184 | \$ 131 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 400 | 1,628 | 1,228 |
| Total Revenues | <u>72,428</u> | <u>85,453</u> | <u>86,812</u> | <u>1,359</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 173,726 | 177,133 | 172,663 | 4,470 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>173,726</u> | <u>177,133</u> | <u>172,663</u> | <u>4,470</u> |
| Other financing uses: | | | | |
| Transfers out | -0- | -0- | -0- | -0- |
| Total expenditures and other financing uses | <u>173,726</u> | <u>177,133</u> | <u>172,663</u> | <u>4,470</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | (101,298) | 91,680 | <u>\$ (85,851)</u> | <u>\$ 5,829</u> |
| Prior year cash required to balance budget | <u>\$ 101,298</u> | <u>\$ 91,680</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (85,851) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (85,851)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - FIRE DISTRICT NO. 3
FOR THE YEAR ENDED JUNE 30, 2010**

| | 409 | | | |
|---|--------------------|-------------------|-------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ -0- | \$ 6 | \$ 6 |
| Local and state-shared taxes | | | | |
| State sources | 72,828 | 73,523 | 73,523 | \$ -0- |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 800 | 718 | (82) |
| Total Revenues | <u>72,828</u> | <u>74,323</u> | <u>74,247</u> | <u>(76)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 100,348 | 101,843 | 82,227 | 19,616 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>100,348</u> | <u>101,843</u> | <u>82,227</u> | <u>19,616</u> |
| Excess (deficiency) of revenues over expenditures | (27,520) | (27,520) | <u>\$ (7,980)</u> | <u>\$ 19,540</u> |
| Prior year cash required to balance budget | <u>\$ 27,520</u> | <u>\$ 27,520</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (7,980) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (7,980)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - NARA VISA FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 410 | | | |
|--|----------------------------|---------------------------|--------------------|---|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ -0- | \$ 50 | \$ 50 |
| Local and state-shared taxes | | | | |
| State sources | 52,636 | 176,636 | 176,664 | 28 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 1,000 | 1,760 | 760 |
| Total Revenues | <u>52,636</u> | <u>177,636</u> | <u>178,474</u> | <u>838</u> |
| Other financing sources: | | | | |
| Transfers in | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| Total revenues and other financing sources | <u>52,636</u> | <u>177,636</u> | <u>178,474</u> | <u>838</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 52,636 | 271,590 | 254,672 | 16,918 |
| Highways and streets | | | | |
| Health and recreation | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>52,636</u> | <u>271,590</u> | <u>254,672</u> | <u>16,918</u> |
| Other financing uses: | | | | |
| Transfers out | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| Total expenditures and other financing uses | <u>52,636</u> | <u>271,590</u> | <u>254,672</u> | <u>16,918</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | <u>\$ -0-</u> | <u>(93,954)</u> | <u>\$ (76,198)</u> | <u>\$ 17,756</u> |
| Prior year cash required to balance budget | | <u>\$ 93,954</u> | | |
| Excess (deficiency) of revenues over | | | | |
| Expenditures-budgetary | | | | \$ (76,198) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | <u>\$ (76,198)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - FORREST FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 411 | | | |
|---|--------------------|-------------------|---------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ -0- | \$ 46 | \$ 46 |
| Local and state-shared taxes | | | | |
| State sources | 69,999 | 69,495 | 69,495 | -0- |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 700 | 2,122 | 1,422 |
| Total Revenues | <u>69,999</u> | <u>70,195</u> | <u>71,663</u> | <u>1,468</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>69,999</u> | <u>70,195</u> | <u>71,663</u> | <u>1,468</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 174,293 | 224,489 | 216,766 | 7,723 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>174,293</u> | <u>224,489</u> | <u>216,766</u> | <u>7,723</u> |
| Other financing uses: | | | | |
| Transfers out | | | | |
| Total expenditures and other financing uses | <u>174,293</u> | <u>224,489</u> | <u>216,766</u> | <u>7,723</u> |
| Excess (deficiency) of revenues over expenditures | \$ (104,294) | \$ (154,294) | <u>\$ (145,103)</u> | <u>\$ (9,191)</u> |
| Prior year cash balance required to balance budget | <u>\$ 104,294</u> | <u>\$ 154,294</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (145,103) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | <u>\$ (145,103)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - JORDAN FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 412 | | | Variance |
|--|--------------------|-------------------|-------------------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ -0- | \$ 48 | \$ 48 |
| Local and state-shared taxes | | | | |
| State sources | 243,619 | 368,219 | 368,250 | 31 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 400 | 1,420 | 1,020 |
| Total Revenues | <u>243,619</u> | <u>368,619</u> | <u>369,718</u> | <u>1,099</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 247,793 | 431,648 | 260,098 | 171,550 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>247,793</u> | <u>431,648</u> | <u>260,098</u> | <u>171,550</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | (4,174) | (63,029) | <u>\$ 109,620</u> | <u>\$ 172,649</u> |
| Prior year cash balance available to balance budget | <u>\$ 4,174</u> | <u>\$ 63,029</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 109,620 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 109,620</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - BARD ENDEE FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 413 | | | |
|--|--------------------|-------------------|--------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ -0- | \$ 204 | \$ 204 |
| Local and state-shared taxes | | | | |
| State sources | 139,098 | 292,916 | 292,946 | 31 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 500 | 1,398 | 898 |
| Total Revenues | <u>139,098</u> | <u>293,416</u> | <u>294,548</u> | <u>1,132</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>139,098</u> | <u>293,416</u> | <u>294,548</u> | <u>1,132</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 186,691 | 378,633 | 329,569 | 49,064 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>186,691</u> | <u>378,633</u> | <u>329,569</u> | <u>49,064</u> |
| Other financing uses: | | | | |
| Transfers out | | | | |
| Total expenditures and other financing uses | <u>186,691</u> | <u>378,633</u> | <u>329,569</u> | <u>49,064</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | (47,593) | (85,217) | <u>\$ (35,021)</u> | <u>\$ 50,196</u> |
| Prior year cash balance required to balance budget | <u>\$ 47,593</u> | <u>\$ 85,217</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (35,021) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | <u>\$ (35,021)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - EMS
FOR THE YEAR ENDED JUNE 30, 2010**

| | 414 | | | |
|---|----------------------------|---------------------------|-----------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ 17,500 | \$ 17,500 | \$ -0- |
| Local and state-shared taxes | | | | |
| State sources | 17,500 | 10,366 | 10,365 | (1) |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>17,500</u> | <u>27,866</u> | <u>27,865</u> | <u>(1)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 17,500 | 27,866 | 24,103 | 3,763 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>17,500</u> | <u>27,866</u> | <u>24,103</u> | <u>3,763</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 3,762</u> | <u>\$ 3,762</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 3,762 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 3,762</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - QUAY FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 415 | | | Variance |
|--|--------------------|-------------------|----------------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | -0- | -0- | \$ 7 | \$ 7 |
| Local and state-shared taxes | | | | |
| State sources | 69,299 | 119,299 | 119,306 | 7 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | 2,721 | 2,721 |
| Total Revenues | <u>69,299</u> | <u>119,299</u> | <u>122,034</u> | <u>2,735</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>69,299</u> | <u>119,299</u> | <u>122,034</u> | <u>2,735</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 177,096 | 305,096 | 276,017 | 29,079 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>177,096</u> | <u>305,096</u> | <u>276,017</u> | <u>29,079</u> |
| Other financing uses: | | | | |
| Transfers out | | | | |
| Total expenditures and other financing uses | <u>177,096</u> | <u>305,096</u> | <u>276,017</u> | <u>29,079</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | (107,797) | (185,797) | \$ (153,983) | \$ 31,814 |
| Prior year cash required to balance budget | <u>\$ 107,797</u> | <u>\$ 185,797</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (153,983) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | <u>\$ (153,983)</u> |
| <u>The accompanying notes are an integral part of these financial statements</u> | | | | |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - CWPP GRANT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 417 | | | |
|---|--------------------|-------------------|---------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ -0- | \$ -0- | \$ -0- | \$ -0- |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | -0- | -0- | -0- | -0- |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ -0- |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ -0-</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - PORTER FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 418 | | | |
|---|--------------------|-------------------|---------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ -0- | \$ 894 | \$ 894 |
| Local and state-shared taxes | | | | |
| State sources | 51,636 | 68,320 | 68,330 | 10 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | 1,433 | 1,433 |
| Total Revenues | <u>51,636</u> | <u>68,320</u> | <u>70,657</u> | <u>2,337</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 180,070 | 269,059 | 253,213 | 15,846 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>180,070</u> | <u>269,059</u> | <u>253,213</u> | <u>15,846</u> |
| Excess (deficiency) of revenues over expenditures | (128,364) | (200,739) | <u>\$ (182,556)</u> | <u>\$ 18,183</u> |
| Prior year cash required to balance the budget | <u>\$ 128,364</u> | <u>\$ 200,739</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (182,556) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (182,556)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - QUAY COUNTY FIRE MARSHAL
FOR THE YEAR ENDED JUNE 30, 2010**

| | 420 | | | |
|--|----------------------------|---------------------------|-----------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 69,299 | \$ 78,399 | \$ 78,399 | \$ -0- |
| Federal sources | | | | |
| Charges for services | | | 1,355 | 1,355 |
| Interest | -0- | -0- | 331 | 331 |
| Total Revenues | <u>69,299</u> | <u>78,399</u> | <u>80,085</u> | <u>1,686</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>69,299</u> | <u>78,399</u> | <u>80,085</u> | <u>1,686</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 56,249 | 65,349 | 33,122 | 32,227 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>56,249</u> | <u>65,349</u> | <u>33,122</u> | <u>32,227</u> |
| Other financing uses: | | | | |
| Transfers out | <u>13,050</u> | <u>45,400</u> | <u>45,400</u> | <u>-0-</u> |
| Total expenditures and other financing uses | <u>69,299</u> | <u>110,749</u> | <u>78,522</u> | <u>32,227</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | <u>\$ -0-</u> | <u>(32,350)</u> | <u>\$ 1,563</u> | <u>\$ 33,913</u> |
| Prior year cash required to balance budget | | <u>\$ 32,350</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 1,563 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | <u>\$ 1,563</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - REAPPRAISAL
FOR THE YEAR ENDED JUNE 30, 2010**

| | 499 | | | |
|---|----------------------------|---------------------------|------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 34,241 | \$ 34,121 | \$ 42,309 | \$ 8,188 |
| Interest | -0- | 120 | 228 | 108 |
| Total Revenues | <u>34,241</u> | <u>34,241</u> | <u>42,537</u> | <u>8,296</u> |
| Other financing sources: | | | | |
| Transfers in | -0- | -0- | -0- | -0- |
| Total revenues and other financing sources | <u>34,241</u> | <u>34,241</u> | <u>42,537</u> | <u>8,296</u> |
| EXPENDITURES: | | | | |
| General government | 32,241 | 34,241 | 32,491 | 1,750 |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>34,241</u> | <u>34,241</u> | <u>32,491</u> | <u>1,750</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 10,046</u> | <u>\$ 10,046</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 10,046 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 10,046</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - RURAL ADDRESSING
FOR THE YEAR ENDED JUNE 30, 2010**

| | 503 | | | Variance |
|---|--------------------|-------------------|----------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 200 | \$ 200 | \$ 229 | \$ 29 |
| Interest | | | | |
| Total Revenues | 200 | 200 | 229 | 29 |
| Other financing sources: | | | | |
| Transfers in | 11,250 | 11,250 | 11,250 | -0- |
| Total revenues and other financing sources | 11,450 | 11,450 | 11,479 | 29 |
| EXPENDITURES: | | | | |
| General government | 11,450 | 11,450 | 4,765 | 6,685 |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | 11,450 | 11,450 | 4,765 | 6,685 |
| Excess (deficiency) of revenues and other financing sources over expenditures | \$ -0- | \$ -0- | \$ 6,714 | \$ 6,714 |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 6,714 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | \$ 6,714 |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - ASAP - OTHER CHARGES
FOR THE YEAR ENDED JUNE 30, 2010**

| | 516 | | | |
|---|----------------------------|---------------------------|-------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ 6,000 | \$ 1,982 | \$ (4,018) |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | 6,300 | -0- | | |
| Interest | | 300 | 499 | 199 |
| Total Revenues | <u>6,300</u> | <u>6,300</u> | <u>2,481</u> | <u>(3,819)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 29,794 | 29,794 | 8,328 | 21,466 |
| Culture and recreation | | | | |
| Total Expenditures | <u>29,794</u> | <u>29,794</u> | <u>8,328</u> | <u>21,466</u> |
| Excess (deficiency) of revenues over expenditures | (23,494) | (23,494) | <u>\$ (5,847)</u> | <u>\$ 17,647</u> |
| Prior year cash required to balance budget | <u>\$ 23,494</u> | <u>\$ 23,494</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (5,847) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (5,847)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DOMESTIC VIOLENCE
FOR THE YEAR ENDED JUNE 30, 2010**

| | 520 | | | |
|---|----------------------------|---------------------------|---------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | \$ 5,080 | \$ 5,000 | \$ 2,700 | (2,300) |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 80 | 151 | 71 |
| Total Revenues | <u>5,080</u> | <u>5,080</u> | <u>2,851</u> | <u>(2,229)</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>5,080</u> | <u>5,080</u> | <u>2,851</u> | <u>(2,229)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 14,800 | 14,800 | 2,272 | 12,528 |
| Culture and recreation | | | | |
| Total Expenditures | <u>14,800</u> | <u>14,800</u> | <u>2,272</u> | <u>12,528</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | (9,720) | (9,720) | <u>\$ 579</u> | <u>\$ 10,299</u> |
| Prior year cash required to balance budget | <u>\$ 9,720</u> | <u>\$ 9,720</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 579 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | <u>\$ 579</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - SHERIFF SEIZURE
FOR THE YEAR ENDED JUNE 30, 2010**

| | 601 | | | |
|---|----------------------------|---------------------------|---------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | \$ 50 | \$ 50 | \$ -0- | \$ (50) |
| Total Revenues | <u>50</u> | <u>50</u> | <u>-0-</u> | <u>(50)</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>50</u> | <u>50</u> | <u>-0-</u> | <u>(50)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 6,736 | 6,736 | -0- | 6,736 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>6,736</u> | <u>6,736</u> | <u>-0-</u> | <u>6,736</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | (6,686) | (6,686) | <u>\$ -0-</u> | <u>\$ 6,686</u> |
| Prior year cash required to balance budget | <u>\$ 6,686</u> | <u>\$ 6,686</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ -0- |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ -0-</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - CONFISCATED/SEIZURE FOR THE YEAR ENDED JUNE 30, 2010

| | 602 | | | |
|---|--------------------|-------------------|-------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ -0- | \$ -0- | \$ -0- |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | 2 | 2 |
| Total Revenues | <u>-0-</u> | <u>-0-</u> | <u>2</u> | <u>2</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>-0-</u> | <u>-0-</u> | <u>2</u> | <u>2</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| Other financing uses: | | | | |
| Transfers to | -0- | -0- | -0- | -0- |
| Total expenditures and other financing uses | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 2</u> | <u>\$ 2</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 2 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 2</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DRUG ENFORCEMENT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 603 | | | Variance |
|---|-----------------|----------------|---------------|----------------------|
| | Original | Amended | Actual | Favorable |
| | Budget | Budget | | (Unfavorable) |
| REVENUES: | | | | |
| Local sources | \$ 1,000 | \$ -0- | \$ -0- | \$ -0- |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 1,000 | 510 | (490) |
| Total Revenues | 1,000 | 1,000 | 510 | (490) |
| Other financing sources: | | | | |
| Transfers in | -0- | -0- | -0- | -0- |
| Total revenues and other financing sources | 1,000 | 1,000 | 510 | (490) |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 41,068 | 41,068 | 5,297 | 35,771 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | 41,068 | 41,068 | 5,297 | 35,771 |
| Excess (deficiency) of revenues over expenditures | (40,068) | (40,068) | \$ (4,787) | \$ 35,281 |
| Prior year cash required to balance budget | \$ 40,068 | \$ 40,068 | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (4,787) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | \$ (4,787) |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - LAW ENFORCEMENT PROTECTION FOR THE YEAR ENDED JUNE 30, 2010

| | 607 | | | |
|---|------------------------|-----------------------|---------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 24,800 | \$ 24,800 | \$ 24,800 | \$ -0- |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | -0- | -0- |
| Total Revenues | <u>24,800</u> | <u>24,800</u> | <u>24,800</u> | <u>-0-</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 24,800 | 24,800 | 24,800 | -0- |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>24,800</u> | <u>24,800</u> | <u>24,800</u> | <u>-0-</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ -0- |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ -0-</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - LAW ENFORCEMENT -JAG GRANT FOR THE YEAR ENDED JUNE 30, 2010

| | 608 | | | Variance |
|---|--------------------|-------------------|------------------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | \$ 26,626 | \$ 26,626 | \$ 12,652 | \$ 13,974 |
| Charges for services | | | | |
| Interest | -0- | -0- | 229 | 229 |
| Total Revenues | <u>26,626</u> | <u>26,626</u> | <u>12,881</u> | <u>14,203</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>26,626</u> | <u>26,626</u> | <u>12,881</u> | <u>14,203</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 37,245 | 37,245 | -0- | 37,245 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>37,245</u> | <u>37,245</u> | <u>-0-</u> | <u>37,245</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | \$ (10,619) | \$ (10,619) | <u>\$ 12,881</u> | <u>\$ 51,448</u> |
| Prior period cash required to balance budget | <u>\$ 10,619</u> | <u>\$ 10,619</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 12,881 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 12,881</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - JAG GRANT
FOR THE YEAR ENDED JUNE 30, 2010

| | 609 | | | |
|---|--------------------|-------------------|---------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | \$ -0- | \$ 53,252 | \$ 53,252 | \$ -0- |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>-0-</u> | <u>53,252</u> | <u>53,252</u> | <u>-0-</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | -0- | 53,252 | 53,252 | -0- |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>-0-</u> | <u>53,252</u> | <u>53,252</u> | <u>-0-</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ -0- |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ -0-</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - JUVENILE DETENTION OFFICER
FOR THE YEAR ENDED JUNE 30, 2010**

| | 610 | | | Variance |
|---|----------------------------|---------------------------|----------------|------------------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ | \$ 6,000 | \$ 1,609 | \$ (4,391) |
| Federal sources | | | | |
| Charges for services | 156,000 | 150,000 | 51,765 | \$ (98,235) |
| Interest | | | | |
| Total Revenues | <u>156,000</u> | <u>156,000</u> | <u>53,374</u> | <u>(102,626)</u> |
| Other financing sources: | | | | |
| Transfers in | <u>45,000</u> | <u>131,986</u> | <u>131,986</u> | <u>-0-</u> |
| Total revenues and other financing sources | <u>201,000</u> | <u>287,986</u> | <u>185,360</u> | <u>(102,626)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 201,000 | 201,000 | 185,080 | 15,920 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>201,000</u> | <u>201,000</u> | <u>185,080</u> | <u>15,920</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | <u>\$ -0-</u> | <u>\$ 86,986</u> | <u>\$ 280</u> | <u>\$ (86,706)</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 280 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 280</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) – SPECIAL REVENUE FUND - PRIMARY CARE CLINIC
FOR THE YEAR ENDED JUNE 30, 2010**

| | 613 | | | Variance |
|---|----------------------------|---------------------------|-----------------|------------------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 145,200 | \$ 145,200 | \$ 145,200 | \$ -0- |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | 972 | 972 |
| Total Revenues | <u>145,200</u> | <u>145,200</u> | <u>146,172</u> | <u>972</u> |
| EXPENDITURES: | | | | |
| Health and welfare | <u>212,005</u> | <u>212,005</u> | <u>138,820</u> | <u>73,185</u> |
| Total Expenditures | <u>212,005</u> | <u>212,005</u> | <u>138,820</u> | <u>73,185</u> |
| Excess (deficiency) of revenues over expenditures | (66,805) | (66,805) | <u>\$ 7,352</u> | <u>\$ 74,157</u> |
| Prior period cash required to balance budget | <u>\$ 66,805</u> | <u>\$ 66,805</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 7,352 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 7,352</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - CLERK'S EQUIPMENT
FOR THE YEAR ENDED JUNE 30, 2010

| | 621 | | | Variance |
|---|--------------------|-------------------|-----------------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 9,500 | \$ 8,000 | \$ 8,438 | \$ 438 |
| Interest | | 1,500 | 893 | (607) |
| Total Revenues | <u>9,500</u> | <u>9,500</u> | <u>9,331</u> | <u>(169)</u> |
| EXPENDITURES: | | | | |
| General government | 11,000 | 11,000 | -0- | 11,000 |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>11,000</u> | <u>11,000</u> | <u>-0-</u> | <u>11,000</u> |
| Excess (deficiency) of revenues over expenditures | (1,500) | (1,500) | <u>\$ 9,331</u> | <u>\$ 10,831</u> |
| Prior year cash balance required to Balance budget | <u>\$ 1,500</u> | <u>\$ 1,500</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 9,331 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 9,331</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DWI DISTRIBUTION
FOR THE YEAR ENDED JUNE 30, 2010**

| | 622 | | | |
|---|----------------------------|---------------------------|-----------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 89,052 | \$ 89,052 | \$ 94,917 | \$ 5,865 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | 198 | 198 |
| Total Revenues | <u>89,052</u> | <u>89,052</u> | <u>95,115</u> | <u>6,063</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 101,978 | 101,978 | 92,569 | 9,409 |
| Culture and recreation | | | | |
| Total Expenditures | <u>101,978</u> | <u>101,978</u> | <u>92,569</u> | <u>9,409</u> |
| Excess (deficiency) of revenues over Expenditures | (12,926) | (12,926) | <u>\$ 2,546</u> | <u>\$ 15,472</u> |
| Prior year cash required to balance budget | <u>\$ 12,926</u> | <u>\$ 12,926</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 2,546 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 2,546</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - ENVIRONMENTAL GROSS RECEIPTS TAX FOR THE YEAR ENDED JUNE 30, 2010

| | 623 | | | |
|---|------------------------|-----------------------|--------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | \$ 43,646 | \$ 41,846 | \$ 53,670 | \$ 11,824 |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | 1,800 | 903 | (897) |
| Total Revenues | <u>43,646</u> | <u>43,646</u> | <u>54,573</u> | <u>10,927</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>43,646</u> | <u>43,646</u> | <u>54,573</u> | <u>10,927</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 84,000 | 84,000 | 72,020 | 11,980 |
| Culture and recreation | | | | |
| Total Expenditures | <u>84,000</u> | <u>84,000</u> | <u>72,020</u> | <u>11,980</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | (40,354) | (40,354) | <u>\$ (17,447)</u> | <u>\$ 22,907</u> |
| Prior year cash required to balance budget | <u>\$ 40,354</u> | <u>\$ 40,354</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (17,447) |
| Revenues-adjustments: Change in receivables between years | | | | (6,530) |
| Expenditures-adjustments: | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (23,977)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DWI GRANT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 624 | | | |
|---|--------------------|-------------------|---------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ -0- | \$ 13,416 | \$ 13,416 | \$ -0- |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>-0-</u> | <u>13,416</u> | <u>13,416</u> | <u>-0-</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | -0- | 13,416 | 13,416 | -0- |
| Culture and recreation | | | | |
| Total Expenditures | <u>-0-</u> | <u>13,416</u> | <u>13,416</u> | <u>-0-</u> |
| Other financing uses: | | | | |
| Transfers out | | | | |
| Total expenditures and other financing uses | <u>-0-</u> | <u>13,416</u> | <u>13,416</u> | <u>-0-</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ -0- |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ -0-</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - ASAP

FOR THE YEAR ENDED JUNE 30, 2010

| | 626 | | | |
|---|--------------------|-------------------|------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 100,000 | \$ 100,000 | \$ 116,670 | \$ 16,670 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | 434 | 434 |
| Total Revenues | <u>100,000</u> | <u>100,000</u> | <u>117,104</u> | <u>17,104</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 100,000 | 100,000 | 98,157 | 1,843 |
| Culture and recreation | | | | |
| Total Expenditures | <u>100,000</u> | <u>100,000</u> | <u>98,157</u> | <u>1,843</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 18,947</u> | <u>\$ 18,947</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 18,947 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 18,947</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - MAGISTRATE COURT - MISDEMEANOR FOR THE YEAR ENDED JUNE 30, 2010

| | 628 | | | |
|---|--------------------|-------------------|-------------------|--|
| | Original Budget | Amended Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 18,000 | \$ 18,000 | \$ 22,677 | \$ 4,677 |
| Interest | -0- | -0- | 240 | 240 |
| Total Revenues | <u>18,000</u> | <u>18,000</u> | <u>22,917</u> | <u>4,917</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | 32,774 | 32,774 | 27,027 | 5,747 |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>32,774</u> | <u>32,774</u> | <u>27,027</u> | <u>5,747</u> |
| Excess (deficiency) of revenues over expenditures | (14,774) | (14,774) | <u>\$ (4,110)</u> | <u>\$ 10,664</u> |
| Prior year cash required to balance budget | <u>\$ 14,774</u> | <u>\$ 14,774</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (4,110) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (4,110)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - TUPAC GRANT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 630 | | | |
|---|----------------------------|---------------------------|-------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 50,200 | \$ 50,200 | \$ 55,316 | \$ 5,116 |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | -0- | -0- | 90 | 90 |
| Total Revenues | <u>50,200</u> | <u>50,200</u> | <u>55,406</u> | <u>5,206</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 65,604 | 65,604 | 64,210 | 1,394 |
| Culture and recreation | | | | |
| Total Expenditures | <u>65,604</u> | <u>65,604</u> | <u>64,210</u> | <u>1,394</u> |
| Excess (deficiency) of revenues over expenditures | (15,404) | (15,404) | <u>\$ (8,804)</u> | <u>\$ 6,600</u> |
| Prior period cash required to balance budget | <u>\$ 15,404</u> | <u>\$ 15,404</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (8,804) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (8,804)</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DWI PROBATION FEES
FOR THE YEAR ENDED JUNE 30, 2010**

| | 631 | | | |
|---|----------------------------|---------------------------|-------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 18,785 | \$ 18,785 | \$ 18,387 | \$ (398) |
| Interest | -0- | -0- | 183 | 183 |
| | <u>18,785</u> | <u>18,785</u> | <u>18,570</u> | <u>(215)</u> |
| Total Revenues | | | | |
| Other financing sources: | | | | |
| Transfers in | | | | |
| | <u>18,785</u> | <u>18,785</u> | <u>18,570</u> | <u>(215)</u> |
| Total revenues and other financing sources | | | | |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 18,785 | 20,000 | 20,000 | -0- |
| Culture and recreation | | | | |
| | <u>18,785</u> | <u>20,000</u> | <u>20,000</u> | <u>-0-</u> |
| Total Expenditures | | | | |
| Excess (deficiency) of revenues and other financing sources over expenditures | <u>\$ -0-</u> | (1,215) | <u>\$ (1,430)</u> | <u>\$ (215)</u> |
| Prior year cash required to balance budget | | <u>\$ 1,215</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ (1,430) |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ (1,430)</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DWI SCREENING FEES FOR THE YEAR ENDED JUNE 30, 2010

| | 632 | | | |
|---|------------------------|-----------------------|---------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 3,440 | \$ 3,440 | \$ 2,865 | \$ (575) |
| Interest | -0- | -0- | 25 | 25 |
| Total Revenues | <u>3,440</u> | <u>3,440</u> | <u>2,890</u> | <u>(550)</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>3,440</u> | <u>3,440</u> | <u>2,890</u> | <u>(550)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 3,440 | 3,440 | 2,750 | 690 |
| Culture and recreation | | | | |
| Total Expenditures | <u>3,440</u> | <u>3,440</u> | <u>2,750</u> | <u>690</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 140</u> | <u>\$ 140</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 140 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 140</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DWI TREATMENT FEES FOR THE YEAR ENDED JUNE 30, 2010

| | 633 | | | Variance |
|---|--------------------|-------------------|--------|----------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 100 | \$ 100 | \$ -0- | \$ (100) |
| Interest | -0- | -0- | 52 | 52 |
| Total Revenues | 100 | 100 | 52 | (48) |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | 100 | 100 | 52 | (48) |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 1,000 | 1,000 | -0- | 1,000 |
| Culture and recreation | | | | |
| Total Expenditures | 1,000 | 1,000 | -0- | 1,000 |
| Excess (deficiency) of revenues and other financing sources over expenditures | (900) | (900) | \$ 52 | \$ 952 |
| Prior year cash required to balance budget | \$ 900 | \$ 900 | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 52 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | -0- |
| Net Changes in fund balances-GAAP | | | | \$ 52 |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - DWI UA FEES
FOR THE YEAR ENDED JUNE 30, 2010

| | 634 | | | |
|---|------------------------|-----------------------|-----------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | \$ 5,050 | \$ 5,050 | \$ 3,134 | \$ (1,916) |
| Interest | -0- | -0- | 219 | 219 |
| Total Revenues | <u>5,050</u> | <u>5,050</u> | <u>3,353</u> | <u>(1,697)</u> |
| Other financing sources: | | | | |
| Transfers in | | | | |
| Total revenues and other financing sources | <u>5,050</u> | <u>5,050</u> | <u>3,353</u> | <u>(1,697)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | 19,596 | 19,596 | 789 | 18,807 |
| Culture and recreation | | | | |
| Total Expenditures | <u>19,596</u> | <u>19,596</u> | <u>789</u> | <u>18,807</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures | (14,546) | (14,546) | <u>\$ 2,564</u> | <u>\$ 17,110</u> |
| Prior year cash required to balance budget | <u>\$ 14,546</u> | <u>\$ 14,546</u> | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 2,564 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 2,564</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - NARA VISA SR CITIZEN GRANT FOR THE YEAR ENDED JUNE 30, 2010

| | 639 | | | |
|---|------------------------|-----------------------|-----------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 13,695 | \$ 13,695 | \$ 13,695 | \$ -0- |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>13,695</u> | <u>13,695</u> | <u>13,695</u> | <u>-0-</u> |
| Other financing sources: | | | | |
| Transfers in | <u>-0-</u> | <u>1,128</u> | <u>1,128</u> | <u>-0-</u> |
| Total revenues and other financing sources | <u>13,695</u> | <u>14,823</u> | <u>14,823</u> | <u>-0-</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | <u>12,567</u> | <u>12,567</u> | <u>12,567</u> | <u>-0-</u> |
| Total Expenditures | <u>12,567</u> | <u>12,567</u> | <u>12,567</u> | <u>-0-</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ 1,128</u> | <u>\$ 2,256</u> | <u>\$ 2,256</u> | <u>\$ 1,128</u> |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 2,256 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments: Reclassifications of transfers | | | | <u>(2,256)</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ -0-</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - SPECIAL REVENUE FUND - ROAD EQUIPMENT
FOR THE YEAR ENDED JUNE 30, 2010

| | 650 | | | |
|---|------------------------|-----------------------|-------------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | \$ -0- | \$ 32,350 | \$ -0- | \$ (32,350) |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | <u>-0-</u> | <u>-0-</u> | <u>2,984</u> | <u>2,984</u> |
| Total Revenues | <u>-0-</u> | <u>32,350</u> | <u>2,984</u> | <u>(29,366)</u> |
| Other financing sources: | | | | |
| Transfers in | <u>-0-</u> | <u>257,735</u> | <u>257,735</u> | <u>-0-</u> |
| Total revenues and other financing sources | <u>-0-</u> | <u>290,085</u> | <u>260,719</u> | <u>(29,366)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | 168,125 | 168,125 | -0- | 168,125 |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Total Expenditures | <u>168,125</u> | <u>168,125</u> | <u>-0-</u> | <u>168,125</u> |
| Excess (deficiency) of revenues over Expenditures and other financing sources | (168,125) | <u>\$ 121,960</u> | <u>\$ 260,719</u> | <u>\$ 138,759</u> |
| Prior period cash required to balance budget | <u>\$ 168,125</u> | | | |
| Excess (deficiency) of revenues over Expenditures-budgetary | | | | \$ 260,719 |
| Revenues-adjustments | | | | -0- |
| Expenditures-adjustments | | | | <u>-0-</u> |
| Net Changes in fund balances-GAAP | | | | <u>\$ 260,719</u> |

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

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition, construction and repair of major capital assets

CDBG- Quay Hospital Roof - To account for resources used to improve the Quay Hospital through roof construction. Funding is provided by Community Development Block Grant (CDBG) Funds, and local sources.

CDBG Planning Grant – To account for funds for planning future CDBG grants. Funding authority is the Federal government.

STATE OF NEW MEXICO
COUNTY OF QUAY

BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2010

| | 655 CDBG- Quay Hospital Roof | 656 CDBG Planning Grant | Total |
|---|---------------------------------------|----------------------------------|------------------|
| ASSETS | | | |
| Due from other funds | \$ 50,000 | \$ 1,872 | \$ 51,872 |
| Intergovernmental receivable | -0- | -0- | -0- |
| Other receivable | -0- | -0- | -0- |
| Total Assets | <u>\$ 50,000</u> | <u>\$ 1,872</u> | <u>\$ 51,872</u> |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Due to other funds | | | |
| Accounts payable | | | |
| Note-payable | | | |
| Intergovernmental | | | |
| Total Liabilities | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ -0-</u> |
| Fund Balances: | | | |
| Unreserved: | | | |
| Designated for subsequent year's expenditures | | | |
| Undesignated | <u>50,000</u> | <u>1,872</u> | <u>51,872</u> |
| Total Fund Balances | <u>50,000</u> | <u>1,872</u> | <u>51,872</u> |
| Total Liabilities and Fund Balances | <u>\$ 50,000</u> | <u>\$ 1,872</u> | <u>\$ 51,872</u> |

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

STATE OF NEW MEXICO
COUNTY OF QUAY

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

| | 655 <u>CDBG-Quay Hospital Roof</u> | 656 <u>CDBG Planning Grant</u> | <u>Total</u> |
|--|---|---------------------------------------|------------------|
| Revenues: | | | |
| Local sources | \$ 270 | | \$ 270 |
| State-shared taxes | | | |
| State sources | | | |
| Federal sources | | | |
| Charges for services | | | |
| Interest | | | |
| | <u>270</u> | <u>-0-</u> | <u>270</u> |
| Total Revenues | | | |
| Expenditures: | | | |
| Current: | | | |
| General government | | | |
| Public safety | | | |
| Highways and streets | | | |
| Health and welfare | | | |
| Culture and recreation | | | |
| Capital outlay | <u>270</u> | <u>628</u> | <u>898</u> |
| Total Expenditures | <u>270</u> | <u>628</u> | <u>898</u> |
| Excess (deficiency) of revenues over expenditures | <u>-0-</u> | <u>(628)</u> | <u>(628)</u> |
| Other financing sources (uses): | | | |
| Operating transfers in | 50,000 | 2,500 | 52,500 |
| Operating transfers out | | | |
| Total other financing sources (uses) | <u>50,000</u> | <u>2,500</u> | <u>52,500</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing (uses) | 50,000 | 1,872 | 51,872 |
| Fund Balances, beginning of year | <u>-0-</u> | <u>-0-</u> | <u>-0-</u> |
| Fund Balances, end of year | <u>\$ 50,000</u> | <u>\$ 1,872</u> | <u>\$ 51,872</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - CAPITAL PROJECTS FUND - CDBG-QUAY HOSPITAL ROOF
FOR THE YEAR ENDED JUNE 30, 2010**

| | 655 | | | Variance |
|--|----------------------------|---------------------------|---------------|------------------------------------|
| | Original Budget | Amended Budget | Actual | Favorable (Unfavorable) |
| REVENUES: | | | | |
| Local sources | | \$ -0- | \$ 9,390 | \$ 9,390 |
| Local and state-shared taxes | | | | |
| State sources | | | | |
| Federal sources | \$ 500,000 | 500,000 | 35,457 | (464,543) |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>500,000</u> | <u>500,000</u> | <u>44,847</u> | <u>(455,153)</u> |
| Other financing sources: | | | | |
| Transfers in | <u>50,000</u> | <u>50,000</u> | <u>50,000</u> | <u>-0-</u> |
| Total revenues and other financing sources | <u>550,000</u> | <u>550,000</u> | <u>94,847</u> | <u>(455,153)</u> |
| EXPENDITURES: | | | | |
| Capital Outlay | <u>560,198</u> | <u>560,198</u> | <u>55,045</u> | <u>505,153</u> |
| Total Expenditures | <u>560,198</u> | <u>560,198</u> | <u>55,045</u> | <u>505,153</u> |
| Excess (deficiency) of revenues over Expenditures and other financing uses | (10,198) | (10,198) | <u>39,802</u> | <u>50,000</u> |
| Prior year cash balance required to Balance budget | <u>\$ 10,198</u> | <u>\$ 10,198</u> | | |
| Excess (deficiency) of revenues over Expenditures and other financing uses | | | | \$ 39,802 |
| Revenues: adjustments: Change in intergovernmental receivables between years | | | | (35,457) |
| Change in accounts receivable between years | | | | (9,120) |
| Expenditures: adjustments: Change in accounts payable between years | | | | <u>54,775</u> |
| Net changes in fund balance | | | | <u>\$ 50,000</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**STATEMENT OF REVENUES AND EXPENDITURES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) - CAPITAL PROJECTS FUND - CDBG PLANNING GRANT
FOR THE YEAR ENDED JUNE 30, 2010**

| | 656 | | | |
|--|----------------------------|---------------------------|-----------------|---|
| | <u>Original Budget</u> | <u>Amended Budget</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
| REVENUES: | | | | |
| Local sources | | | | |
| Local and state-shared taxes | | | | |
| State sources | \$ 50,000 | \$ 50,000 | \$ -0- | \$ (50,000) |
| Federal sources | | | | |
| Charges for services | | | | |
| Interest | | | | |
| Total Revenues | <u>50,000</u> | <u>50,000</u> | <u>-0-</u> | <u>50,000</u> |
| Other financing sources: | | | | |
| Transfers in | <u>5,000</u> | <u>5,000</u> | <u>2,500</u> | <u>(2,500)</u> |
| Total revenues and other financing sources | <u>55,000</u> | <u>55,000</u> | <u>2,500</u> | <u>(52,500)</u> |
| EXPENDITURES: | | | | |
| General government | | | | |
| Public safety | | | | |
| Highways and streets | | | | |
| Health and welfare | | | | |
| Culture and recreation | | | | |
| Capital outlay | <u>55,000</u> | <u>55,000</u> | <u>628</u> | <u>54,372</u> |
| Total Expenditures | <u>55,000</u> | <u>55,000</u> | <u>628</u> | <u>54,372</u> |
| Excess (deficiency) of revenues over expenditures and other financing source and other financing use | <u>\$ -0-</u> | <u>\$ -0-</u> | <u>\$ 1,872</u> | <u>\$ 1,872</u> |
| Revenues: adjustments: Change in intergovernmental receivables between years | | | | -0- |
| Bal Expenditures: adjustments: Change in accounts payable between years | | | | <u>-0-</u> |
| Net changes in fund balance | | | | <u>\$ 1,872</u> |

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

AGENCY FUNDS

Agency funds are used to account for assets held by the County as an agent for other governments and/or other funds.

Children's Trust Fund - To account for a \$15.00 fee collected by the County Clerk for issuing, acknowledging and recording a marriage license and marriage certificate in accordance with Section 40-1-11E NMSA 1978.

Taxes Paid in Advance - To account for the prepayment of property taxes which are not legally due, in accordance with Section 7-38-38.2 NMSA 1978.

Taxes Paid Under Protest – To account for amounts paid by taxpayers and held until their valuations protests are heard.

Cost to State - To account for costs collected for the State of New Mexico.

Overpayment of Taxes - To account for the overpayment of property taxes in accordance with Section 7-38-38B NMSA 1978. The fund is used to account for excess property taxes paid until a refund can be made to the taxpayer.

Undistributed Taxes - To account for property taxes collected by the County Treasurer and distributed to other governmental units in accordance with Section 7-38-43 NMSA 1978.

Detention Center - To account for funds held for inmates, and to account for expenditures for supplies for sale to inmates.

STATE OF NEW MEXICO
COUNTY OF QUAY

COMBINING BALANCE SHEET - ALL AGENCY FUNDS
JUNE 30, 2010

| | Children's Trust Fund | Taxes Paid In Advance | Cost to State | Overpayment Of Taxes | Undistributed Taxes | Detention Center | Total |
|---------------------------------------|-----------------------------|--------------------------|------------------|-------------------------|------------------------|---------------------|-------------------|
| ASSETS | | | | | | | |
| Due from other funds | \$ -0- | \$ 1,888 | -0- | \$ -0- | \$ -0- | \$ 4,974 | \$ 6,862 |
| Property taxes receivable | | | | | 430,826 | | 430,826 |
| Total Assets | \$ -0- | \$ 1,888 | \$ -0- | \$ -0- | \$ 430,826 | \$ 4,974 | \$ 437,688 |
| LIABILITIES | | | | | | | |
| Deposits held for others | \$ -0- | \$ 1,888 | \$ -0- | \$ -0- | \$ -0- | \$ 4,974 | \$ 6,862 |
| Due to other governmental units | | | | | 430,826 | | 430,826 |
| Total Liabilities | \$ -0- | \$ 1,888 | \$ -0- | \$ -0- | \$ 430,826 | \$ 4,974 | \$ 437,688 |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

| | Balance June 30, 2009 | Additions | Deletions | Balance June 30, 2010 |
|----------------------------------|--------------------------|---------------|-----------------|--------------------------|
| CHILDREN'S TRUST FUND: | | | | |
| Assets | | | | |
| Due from other funds | \$ 1,257 | \$ -0- | \$ 1,257 | \$ -0- |
| Total Assets | <u>\$ 1,257</u> | <u>\$ -0-</u> | <u>\$ 1,257</u> | <u>\$ -0-</u> |
| Liabilities | | | | |
| Deposits held for others | \$ 1,257 | \$ -0- | \$ 1,257 | \$ -0- |
| Total Liabilities | <u>\$ 1,257</u> | <u>\$ -0-</u> | <u>\$ 1,257</u> | <u>\$ -0-</u> |
| TAXES PAID IN ADVANCE: | | | | |
| Assets | | | | |
| Due from other funds | \$ 3,039 | \$ -0- | \$ 1,151 | \$ 1,888 |
| Total Assets | <u>\$ 3,039</u> | <u>\$ -0-</u> | <u>\$ 1,151</u> | <u>\$ 1,888</u> |
| Liabilities | | | | |
| Deposits held for others | \$ 3,039 | \$ -0- | \$ 1,151 | \$ 1,888 |
| Total Liabilities | <u>\$ 3,039</u> | <u>\$ -0-</u> | <u>\$ 1,151</u> | <u>\$ 1,888</u> |
| TAXES PAID UNDER PROTEST: | | | | |
| Assets | | | | |
| Due from other funds | \$ -0- | \$ 169 | \$ 169 | \$ -0- |
| Total Assets | <u>\$ -0-</u> | <u>\$ 169</u> | <u>\$ 169</u> | <u>\$ -0-</u> |
| Liabilities | | | | |
| Deposits held for others | \$ -0- | \$ 169 | \$ 169 | \$ -0- |
| Total Liabilities | <u>\$ -0-</u> | <u>\$ 169</u> | <u>\$ 169</u> | <u>\$ -0-</u> |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS - (Continued)
FOR THE YEAR ENDED JUNE 30, 2010**

| | Balance June 30, 2009 | Additions | Deletions | Balance June 30, 2010 |
|----------------------------------|--------------------------|---------------------|---------------------|--------------------------|
| COST TO STATE: | | | | |
| Assets | | | | |
| Due from other funds | \$ -0- | \$ 14,957 | \$ 14,957 | \$ -0- |
| Total Assets | \$ -0- | \$ 14,957 | \$ 14,957 | \$ -0- |
| Liabilities | | | | |
| Deposits held for others | \$ -0- | \$ 14,957 | \$ 14,957 | \$ -0- |
| Total Liabilities | \$ -0- | \$ 14,957 | \$ 14,957 | \$ -0- |
| OVERPAYMENT OF TAXES: | | | | |
| Assets | | | | |
| Due from other funds | \$ -0- | \$ 330 | \$ 330 | \$ -0- |
| Total Assets | \$ -0- | \$ 330 | \$ 330 | \$ -0- |
| Liabilities | | | | |
| Deposits held for others | \$ -0- | \$ 330 | \$ 330 | \$ -0- |
| Total Liabilities | \$ -0- | \$ 330 | \$ 330 | \$ -0- |
| UNDISTRIBUTED TAXES: | | | | |
| Assets | | | | |
| Due from other funds | \$ -0- | \$ 2,907,060 | \$ 2,907,060 | \$ -0- |
| Property taxes receivable | 347,162 | 430,826 | 347,162 | 430,826 |
| Total Assets | \$ 347,162 | \$ 3,337,886 | \$ 3,254,222 | \$ 430,826 |
| Liabilities | | | | |
| Deposits held for others | \$ -0- | \$ 2,907,060 | \$ 2,907,060 | \$ -0- |
| Due to other governmental units | 347,162 | 430,826 | 347,162 | 430,826 |
| Total Liabilities | \$ 347,162 | \$ 3,337,886 | \$ 3,254,222 | \$ 430,826 |

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

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS - (Continued)
FOR THE YEAR ENDED JUNE 30, 2010**

| | Balance June 30, 2009 | Additions | Deletions | Balance June 30, 2010 |
|-----------------------------------|--------------------------|---------------------|---------------------|--------------------------|
| DETENTION CENTER: | | | | |
| Assets | | | | |
| Due from other funds | \$ 715 | \$ 89,412 | \$ 85,153 | \$ 4,974 |
| Total Assets | <u>\$ 715</u> | <u>\$ 89,412</u> | <u>\$ 85,153</u> | <u>\$ 4,974</u> |
| Liabilities | | | | |
| Deposits held for others | \$ 715 | \$ 89,412 | \$ 85,153 | \$ 4,974 |
| Total Liabilities | <u>\$ 715</u> | <u>\$ 89,412</u> | <u>\$ 85,153</u> | <u>\$ 4,974</u> |
| TOTALS - ALL AGENCY FUNDS: | | | | |
| Assets | | | | |
| Due from other funds | \$ 5,011 | \$ 3,011,928 | \$ 3,010,077 | \$ 6,862 |
| Property taxes receivable | 347,162 | 430,826 | 347,162 | 430,826 |
| Total Assets | <u>\$ 352,173</u> | <u>\$ 3,442,754</u> | <u>\$ 3,357,239</u> | <u>\$ 437,688</u> |
| Liabilities | | | | |
| Deposits held for others | \$ 5,011 | \$ 3,011,928 | \$ 3,010,077 | \$ 6,862 |
| Due to other governmental units | 347,162 | 430,826 | 347,162 | 430,826 |
| Total Liabilities | <u>\$ 352,173</u> | <u>\$ 3,442,754</u> | <u>\$ 3,357,239</u> | <u>\$ 437,688</u> |

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

SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
COUNTY OF QUAY
TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

| | Balance June 30, 2009 | Taxes Collected | Taxes Distributed | Balance June 30, 2010 |
|-------------------------------|--------------------------|--------------------|----------------------|--------------------------|
| <u>County Funds</u> | | | | |
| General Fund Current Taxes | | \$ 1,154,978 | \$ 1,154,978 | -0- |
| Reappraisal Fund | | 40,557 | 40,557 | -0- |
| Subtotal | \$ -0- | 1,195,535 | 1,195,535 | \$ -0- |
| <u>Special Districts</u> | | | | |
| Dan Trigg Hospital | | 219,142 | 219,142 | -0- |
| Arch Hurley Conservancy Dist. | | 236,975 | 236,975 | -0- |
| Mesalands Community College | | 195,430 | 195,430 | -0- |
| Ute Lake P/B 2 OP | | 25,928 | 25,928 | -0- |
| Ute Lake Ranch P/D 2 BR | | 233,348 | 233,348 | -0- |
| Subtotal | -0- | 910,823 | 910,823 | -0- |
| <u>Municipalities</u> | | | | |
| City of Tucumcari | | 285,286 | 285,286 | -0- |
| Village of House | | 2,858 | 2,858 | -0- |
| Village of Logan | | 122,848 | 122,848 | -0- |
| Village of San Jon | | 8,833 | 8,833 | -0- |
| Subtotal | -0- | 419,825 | 419,825 | -0- |
| <u>State of New Mexico</u> | | | | |
| State Debt Service | | 168,767 | 168,767 | -0- |
| Cattle | | 57,907 | 57,907 | -0- |
| Sheep | | 80 | 80 | -0- |
| Dairy | | 1 | 1 | -0- |
| Swine | | 5 | 5 | -0- |
| Subtotal | -0- | 226,760 | 226,760 | -0- |
| <u>Schools</u> | | | | |
| School District No. 1 | | 754,179 | 754,179 | -0- |
| School District No. 19 | | 47,778 | 47,778 | -0- |
| School District No. 32 | | 347,313 | 368,651 | (21,338) |
| School District No. 33 | | 42,215 | 42,215 | -0- |
| School District No. 34 | | 124,533 | 124,533 | -0- |
| School District No. 47 | | 5,481 | 5,481 | -0- |
| School District No. 53 | | 6,815 | 6,815 | -0- |
| Total | -0- | 1,328,314 | 1,349,652 | (21,338) |
| Grand Total | \$ -0- | \$ 4,081,257 | \$ 4,102,595 | \$ (21,338) |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**LIST OF INDIVIDUAL DEPOSIT AND INVESTMENT ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2010**

| <u>Account Name</u> | <u>Type</u> | <u>Well Fargo Bank</u> | <u>Citizens Bank</u> | <u>First National Bank of New Mexico</u> | <u>Tucumcari Federal Savings and Loan</u> | <u>Everybody's Federal Credit Union</u> | <u>Total</u> |
|--|----------------------------|----------------------------|--------------------------|--|---|---|---------------------|
| County Treasurer | Checking | \$ 36,882 | | \$ 4,805,996 | | | \$ 4,842,878 |
| | Certificates of deposit | | | | \$ 1,100,000 | \$ 250,000 | 1,350,000 |
| Seizure Fund | Checking | | | 101 | | | 101 |
| Detention Center | Checking | | \$ 5,942 | | | | 5,942 |
| Total bank balances | | 36,882 | 5,942 | 4,806,097 | 1,100,000 | 250,000 | 6,198,921 |
| Deposits in transit | | | | 12,120 | | | 12,120 |
| Outstanding checks | | | (968) | (717,937) | | | (718,905) |
| Reconciled balances | | <u>\$ 36,882</u> | <u>\$ 4,974</u> | <u>\$ 4,100,280</u> | <u>\$ 1,100,000</u> | <u>\$ 250,000</u> | 5,492,136 |
| Petty cash - Treasurer | | | | | | | 500 |
| Petty cash - Clerk | | | | | | | 25 |
| Total cash, petty cash and investments | | | | | | | <u>\$ 5,492,661</u> |

STATE OF NEW MEXICO
COUNTY OF QUAY

SCHEDULE OF PLEDGED COLLATERAL
FOR THE YEAR ENDED JUNE 30, 2010

New Mexico statutes provide that deposits of public monies in financial institutions must be secured by pledged collateral in an aggregate value equal to one-half of the amount of the public monies deposited after deducting the amount of Federal Deposit Insurance Corporation insurance coverage for each financial institution.

The following is a description of cash on deposit by financial institution and the related pledged collateral at June 30, 2010:

| | |
|---|---------------------|
| WELLS FARGO BANK, NEW MEXICO, N.A., Tucumcari, NM | |
| Treasurer's Account – Checking | \$ 36,882 |
| Total demand deposits | 36,882 |
| Less FDIC insurance | (36,882) |
| Uninsured public funds | <u>\$ -0-</u> |
| CITIZENS BANK, Tucumcari, NM | |
| Detention Center - Checking | \$ 5,942 |
| Certificates of Deposit | |
| Total deposits | 5,942 |
| Less FDIC insurance | (5,942) |
| Uninsured public funds | <u>\$ -0-</u> |
| EVERYBODY'S FEDERAL CREDIT UNION, Tucumcari, NM | |
| Certificate of Deposit | \$ 250,000 |
| Total deposits | 250,000 |
| Less FDIC insurance | (250,000) |
| Uninsured public funds | <u>\$ -0-</u> |
| FIRST NATIONAL BANK OF NEW MEXICO, Tucumcari, NM | |
| Treasurer's Account - Checking | \$ 4,805,996 |
| Seizure of Assets- Checking | 101 |
| Total deposits | 4,806,097 |
| Less FDIC insurance | (250,000) |
| Uninsured public funds | <u>\$ 4,556,097</u> |
| 50% collateral requirement | <u>\$ 2,278,049</u> |

STATE OF NEW MEXICO
COUNTY OF QUAY

SCHEDULE OF PLEDGED COLLATERAL - (Continued)
FOR THE YEAR ENDED JUNE 30, 2010

Amounts are collateralized with the following securities held by the Federal Home Loan Bank, Dallas, TX:

| Description | CUSIP | Rate | Maturity Date | Face | Market | Pledged Value |
|--|-----------|--------|---------------|------------|------------|------------------|
| Bern. NM School District | 085279MU8 | 3.45% | 8/1/15 | \$ 125,000 | \$ 132,789 | \$ 125,000 |
| Belen, NM Cons. Sch. Dist. | 077581MK9 | 5.0% | 8/1/15 | 150,000 | 175,535 | 150,000 |
| Belen, NM Cons. Sch. Dist. | 077581MJ2 | 4.0% | 8/1/14 | 100,000 | 111,349 | 100,000 |
| Belen, NM Cons. Sch. Dist. | 077581MK9 | 5.0% | 8/1/15 | 100,000 | 117,023 | 100,000 |
| Tularosa, NM Mun. Sch. Dist. | 899172GN4 | 4.125% | 7/1/14 | 100,000 | 109,874 | 100,000 |
| Tularosa, NM Mun. Sch. Dist. | 899172GM6 | 4.125% | 7/1/13 | 100,000 | 109,391 | 100,000 |
| Taos, NM Mun. Sch. Dist. | 876014EW7 | 3.95% | 7/1/11 | 100,000 | 104,993 | 100,000 |
| Ruidoso, NM Mun. Sch. Dist. | 781338GS1 | 4.125% | 8/1/11 | 100,000 | 105,734 | 100,000 |
| FHLMC-ARM | 3128NCMT8 | 5.074% | 10/1/35 | 238,896 | 223,137 | 223,137 |
| Portales, NM Mun. Sch. Dist. | 736151CZ2 | 3.0% | 2/1/16 | 150,000 | 157,724 | 150,000 |
| Farmington, NM Mun. Sch. Dist. | 311441JF7 | 3.0% | 9/1/12 | 200,000 | 206,674 | 200,000 |
| Alamogordo, NM Mun. Sch. Dist. | 011464FK5 | 3.0% | 8/1/14 | 25,000 | 26,438 | 25,000 |
| Dulce, NM Sch. Dist. | 264430GS2 | 4.0% | 6/1/16 | 195,000 | 194,371 | 195,000 |
| FFCB Fixed Rate Note | 31331XKB7 | 5.05% | 12/27/18 | 100,000 | 112,523 | 112,523 |
| Dulce, NM Sch. Dist. | 26443OGQ6 | 4.00% | 6/1/14 | 100,000 | 105,002 | 100,000 |
| FFCB Fixed Rate Note | 31331XKB7 | 5.05% | 12/27/18 | 200,000 | 225,046 | 225,046 |
| Logan, NM Sch. District #32 | 541066A29 | 4.75% | 4/15/16 | 125,000 | 138,377 | 125,000 |
| Alamogordo, NM Logan, NM Sch. District #32 | 011446FL0 | 4.25% | 8/1/13 | 100,000 | 109,837 | 100,000 |
| Hobbs, NM Sch. District # 16 | 541066AV8 | 4.2% | 4/15/12 | 100,000 | 105,859 | 100,000 |
| Alamogordo, NM Mun. Sch. District # 001 | 438866DJ6 | 2.75% | 4/15/17 | 250,000 | 251,199 | 250,000 |
| Logan, NM Sch. District #32 | 011464FK5 | 3.0% | 8/1/14 | 100,000 | 105,751 | 100,000 |
| Dulce, NM Sch. Dist. No.21 | 541066BB1 | 5.0% | 4/15/16 | 125,000 | 139,157 | 125,000 |
| | 264430GQ6 | 4.0% | 6/1/14 | 100,000 | 105,002 | 100,000 |
| Total pledged | | | | | | <u>3,005,706</u> |

Amount over requirement \$ 727,657

TUCUMCARI FEDERAL SAVINGS AND LOAN, Tucumcari, NM

| | |
|----------------------------|-------------------|
| Certificates of Deposit | \$ 1,100,000 |
| Less FDIC insurance | (250,000) |
| Uninsured public funds | <u>\$ 850,000</u> |
| 50% collateral requirement | <u>\$ 425,000</u> |
| Amount pledged | 498,932 |
| Amount under requirement | <u>\$ 73,932</u> |

STATE OF NEW MEXICO
COUNTY OF QUAY

SCHEDULE OF PLEDGED COLLATERAL - (Continued)
FOR THE YEAR ENDED JUNE 30, 2010

Collateral pledged – all held by the Federal Home Loan Bank, Dallas, TX:

| <u>Description</u> | <u>CUSIP</u> | <u>Rate</u> | <u>Maturity Date</u> | <u>Face</u> | <u>Market</u> | <u>Pledged Value</u> |
|--------------------|--------------|-------------|--------------------------|-------------|---------------|--------------------------|
| FHLMC ARM 755200 | 31349GX53 | 4.0% | 10/1/35 | \$ 196,294 | \$ 196,294 | \$ 196,294 |
| FNR 066380 | 31362NXH4 | 4.0% | 10/1/35 | 302,638 | 302,638 | 302,638 |
| | | | | | Total | <u>\$ 498,932</u> |

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**JOINT POWERS AGREEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

| | |
|--|--------------------------------------|
| Description: | Law Enforcement Services |
| Purpose: | To share Law Enforcement grant funds |
| Participants: | Village of San Jon and Quay County |
| Party responsible for operations: | County of Quay. |
| Beginning date of agreement: | November 7, 2008 |
| Ending date: | Ongoing |
| Total estimated amount of project: | \$20,000 |
| Amount County contributed in current fiscal year: | -0- |
| Audit responsibility: | County of Quay. |
| Fiscal Agent: | County of Quay. |
| Name of government where revenues and expenditures are reported: | County of Quay. |

| | |
|--|--------------------------------------|
| Description: | 911 Emergency Communications Center |
| Purpose: | Maintains Dispatch Center. |
| Participants: | County of Quay and City of Tucumcari |
| Party responsible for operations: | City of Tucumcari. |
| Beginning date of agreement: | June 30, 2009 |
| Ending date: | Until terminated. |
| Total estimated amount of project: | Unknown. |
| Amount County contributed in current fiscal year: | \$ 143,000 |
| Audit responsibility: | City of Tucumcari. |
| Fiscal Agent: | City of Tucumcari. |
| Name of government where revenues and expenditures are reported: | City of Tucumcari |

OTHER REPORT

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

Members of the Board of County Commissioners
County of Quay
Tucumcari, New Mexico

and

Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

I have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparisons of the General Fund and the Road, Detention Center, Hospital and County Improvements Special Revenue Funds of the State of New Mexico, County of Quay (County) and the financial statements of each of the County's nonmajor governmental and fiduciary funds presented as supplementary information in the combining and individual fund financial statements as of and for the year ended June 30, 2010, and have issued my report thereon dated November 10, 2010. I conducted my 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 my audit, I considered the County's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above. However, I identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings and Responses that I consider to be significant deficiencies in internal control over financial reporting. They were findings: 09-6,10-2 and 10-3. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion.

I also noted certain other matters that are required to be reported pursuant to Government Auditing Standards paragraphs 5.14 and 5.16 and section 12-6-5, NMSA, 1978 and which are described in the accompanying Schedule of Findings and Responses as items 01-12,09-5, and 10-1.

The County's responses to the findings identified in my audit are described in the accompanying Schedule of Findings and Responses. I did not audit the County's responses, and accordingly, I express no opinion on them.

This report is intended solely for the information and use of the Board of County Commissioners, management of the County, the State of New Mexico Department of Finance and Administration, and the State of New Mexico Office of the State Auditor, and is not intended to be and should not be used by anyone other than these specified parties.

Chester W. Matlock, CPA

November 10, 2010

STATE OF NEW MEXICO
COUNTY OF QUAY

SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2010

01-12 - PROPERTY TAX TEN YEAR HISTORY

Statement of finding: A ten-year history of assessments and tax collections by individual entity was not available. (The ten-year tax collections history is available.)

Criteria: SAO Rule 2.2.2.12D requires a schedule of the ten-year history of tax collections by entity be presented in the form outlined in SAO Rule Appendix D. This is now required due to the adoption of GASB #33.

Effect: A historical view of past tax collections and the ability to compare past years with current collections is not available.

Cause: Computer problems did not allow this information to be available.

Recommendation: The County should program the new system to make this information available.

Management's response: New system will develop 10 year tax collection history but due to data crash and software updates, the 10 year history is not available.

09-5 - COMPLIANCE WITH FAIR LABOR STANDARDS ACT (ACT)

Statement of finding: Three non-law enforcement employees at June 30, 2010 were noted to have a high level of comp. time. The comp time for these individuals exceeds the limit of 240 hours before overtime must be paid per the Act.

Criteria: The Act provides that non-law enforcement employees must be paid overtime for hours in excess of 240. The County Personnel Policy also provides that comp time carryover should be used in thirty days.

Effect: The County is not in compliance with the Act.

Cause: Monitoring of comp time has not effective in these instances.

Recommendation: The monitoring process should be reviewed to see where improvements may be made.

Management's response: Quay County does agree the Maintenance personnel need to reduce their comp time carryover, but it is difficult with limited personnel.

STATE OF NEW MEXICO
COUNTY OF QUAY

SCHEDULE OF FINDINGS AND RESPONSES - (Continued)
FOR THE YEAR ENDED JUNE 30, 2010

09-6 – EXPENDITURE EXCEPTIONS

Statement of finding: The following were noted during an examination of one hundred and twenty cash disbursements:

1. For thirty-one expenditures, the invoices were not cancelled. They totaled \$142,873.
2. For one expenditure, totaling \$5,454, the purchase order or requisition was dated after the invoice.
3. For twenty-two expenditures, there were no indications of complete receipt of goods or services. They totaled \$90,432.
4. For one expenditure, for \$279, there was an overpayment of gross receipts tax of \$15.
5. For four expenditures totaling \$3,403, the employee was the only person to sign the per diem mileage form.

Criteria: Support for cash disbursements should be complete, and all approvals and receipts of goods and services should be documented, per the Quay County Purchasing Policy and Procurement Manual.

Effect: Some cash disbursements that were improper may have been paid.

Cause: Cash disbursement procedures were not followed.

Recommendation: Procedures should be reviewed to determine where improvements may be made.

Management's response: Management concurs and will make improvements to follow our Purchasing Policy and Procurement Manual.

10-1 PREPARATION OF COUNTY TREASURER'S PROPERTY TAX SCHEDULE

Statement of finding: The County does not prepare a complete County Treasurer's Property Schedule as required by SAO Rule 2.2.2.12 D(2).

Criteria: The Schedule should show:

1. Property tax type and agency.
2. Amount of taxes levied.
3. Taxes collected in the current year.
4. Taxes collected to date.
5. Taxes distributed in the current year.
6. Taxes distributed to date.
7. The amount of taxes determined to be uncollectible in the current year.
8. The uncollectible amount to date.
9. Outstanding receivable balance at the end of the fiscal year.

Effect: The County is not providing all of the information needed by users of the financial statements.

Cause: The County's system is limited as to what information can be provided.

STATE OF NEW MEXICO
COUNTY OF QUAY

SCHEDULE OF FINDINGS AND RESPONSES - (Continued)
FOR THE YEAR ENDED JUNE 30, 2010

Recommendation: The County should review its system to determine how to improve it to obtain the needed information.

Management's response: Management concurs and will work with software provider to obtain the needed information.

10-2 OVERPAYMENT IN AN AGENCY FUND

Statement of finding: The County overpaid a School District by \$21,338 during the year ended June 30, 2010.

Criteria: Payments should not be made to an agency until cash receipts for the agency are adequate.

Effect: Overpayments will have to be withheld from future receipts.

Cause: Payment was made in error.

Recommendation: Payments should not be made until sufficient cash has been received.

Management's response: Payment error was found and corrected as soon as possible.

10-3 PRIOR PERIOD ADJUSTMENT

Statement of finding: A prior period adjustment was necessary to correct the beginning balances of capital assets and accumulated depreciation. The County had taken an inventory as of June 30, 2009 which appeared accurate so net assets will decrease by \$742,148 as a result.

Criteria: Prior period adjustments should rarely occur if an accounting system is functioning properly.

Effect: The County will finally have accurate property balances. In prior years, balances were not auditable.

Cause: The County has not taken accurate inventories in prior years.

Recommendation: The County should institute procedures to keep property records current.

Management's response: Management concurs and has implemented a Fixed Asset programs to insure assets are reported and depreciated correctly.

STATE OF NEW MEXICO
COUNTY OF QUAY

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010

01-12- Property Tax Ten Year History- Repeated.

09-1 – Delinquent Taxes Receivable Reconciliation – Resolved.

09-2 – Disaster Recovery System- Resolved.

09-3 – Assets Management – Resolved.

09-4 – Detention Center Accounting – Resolved.

09-5 – Compliance with Fair Standards Act – Repeated.

09-6 – Expenditures Exceptions – Repeated.

09-7 – Personnel Files – Resolved.

09-8 – Actual Expenditures Exceeded Budgeted Expenditures – Resolved.

09-9 – Prior Period Adjustment- Resolved.

STATE OF NEW MEXICO
COUNTY OF QUAY

EXIT CONFERENCE
FOR THE YEAR ENDED JUNE 30, 2010

An exit conference was held on November 15, 2010 to discuss the above findings. Notice of this meeting was disclosed pursuant to the Open Meetings Act (10-15-1, NMSA 1978.) Because the audit report was not yet released by the Office of the State Auditor, the meeting was a closed session. Attending were the following persons:

Representing the County:

Franklin D. McCasland, Chairman
Bill Curry, County Commissioner
Robert Lopez, County Commissioner
Donna Dominquez, County Treasurer
Richard Primrose, County Manager

Representing the Auditor:

Chester W. Mattocks, CPA

Note: The financial statements in this report were substantially prepared by the independent auditor, Chester W. Mattocks, CPA, with the assistance of County management.