

**STATE OF NEW MEXICO
COUNTY OF QUAY**

**ANNUAL FINANCIAL REPORT
AND INDEPENDENT AUDITORS' REPORT**

FOR THE YEAR ENDED JUNE 30, 2012

**STATE OF NEW MEXICO
COUNTY OF QUAY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2012**

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STATE OF NEW MEXICO
COUNTY OF QUAY
OFFICIAL ROSTER
AS OF JUNE 30, 2012

COUNTY COMMISSION

Bill Curry Chairman
Robert Lopez Commissioner
Brad Bryant Commissioner

ELECTED OFFICIALS

Nadine Angel Treasurer
Ellen White Clerk
Janie Murray Assessor
Sue Moore Probate
Joe Shallert Sheriff

ADMINISTRATIVE OFFICIAL

Richard Primrose County Manager

Kubiak & Melton, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' 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

We 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 funds of the State of New Mexico, County of Quay (County) as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. Also, we 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, 2012, as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Governmental Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and the combining and individual fund financial statements are free from 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 presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2012, and the respective changes in financial position, thereof, and the respective budgetary comparisons for the General and major special revenue funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the County as of June 30, 2012, and the respective changes in financial position, thereof, and the respective budgetary comparisons for all nonmajor funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

See Independent Auditors' Report and Notes to Financial Statements

In accordance with Government Auditing Standards, we have also issued a report dated November 15, 2012, on our consideration of the County's internal control over financial reporting and on our 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 our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The County omitted the Management Discussion and Analysis that the Governmental Accounting Standards Board requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, the combining and individual fund financial statements and the budgetary comparisons. The additional schedules listed as other supplemental information in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is presented fairly in all material respects in relation to the basic financial information taken as a whole.

Kubiak & Melton, LLC

Kubiak & Melton, LLC
Certified Public Accountants

November 15, 2012
Albuquerque, New Mexico

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF NET ASSETS
JUNE 30, 2012**

	Governmental Activities
ASSETS	
Current Assets	
Pooled Cash and Cash Equivalents	\$ 5,948,576
Accounts Receivable	368,380
Due from Other Funds	29,554
Due from Other Governmental Units	17,105
Property Taxes Receivable	708,746
Total Current Assets	7,072,361
Capital Assets:	
Land	166,229
Land and Improvements	15,353
Infrastructure	27,444
Buildings and Improvements	20,737,807
Machinery and Equipment	5,408,761
Vehicles	3,872,507
Total Capital Assets	30,228,101
Less: Accumulated Depreciation	(18,756,137)
Capital Assets - Net	11,471,964
TOTAL ASSETS	\$ 18,544,325
LIABILITIES AND NET ASSETS	
Current Liabilities	
Accounts Payable	\$ 307,558
Accrued Salaries and Benefits	65,853
Due to Other Governmental Units	-
Current Portion of Long-term Debt	331,115
Total Current Liabilities	704,526
Noncurrent Liabilities	
Long-term Debt Due After One Year	1,240,257
Total Noncurrent Liabilities	1,240,257
TOTAL LIABILITIES	1,944,783
NET ASSETS	
Invested in Capital Assets - Net of Related Debt	11,471,964
Restricted for Special Projects	2,330,273
Restricted for Compensated Absences	(101,527)
Restricted for Debt Service	-
Unrestricted	2,898,832
Total Net Assets	16,599,542
TOTAL LIABILITIES AND NET ASSETS	\$ 18,544,325

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012**

Functions and Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Federal Sources	
PRIMARY GOVERNMENT					
Governmental Activities					
General Government	\$ (1,920,342)	\$ 92,973	\$ 2,015,013	\$ 351,739	\$ 539,383
Public Safety	(1,774,689)	156,031	187,199	7,377	(1,424,082)
Highways and Streets	(1,363,179)	277	745,187	-	(617,715)
Health and Welfare	(2,072,894)	-	-	-	(2,072,894)
Culture and Recreation	(81,073)	-	-	-	(81,073)
Depreciation - Unallocated	(642,071)	-	-	-	(642,071)
Change in Compensated Absences	3,129	-	-	-	3,129
Interest on Long-term Debt	-	-	-	-	-
Total Governmental Activities	(7,851,119)	249,281	2,947,399	359,116	(4,295,323)
General Revenues:					
Taxes:					
Property Taxes levied for general purposes					1,573,395
Gross Receipts and State-Shared Taxes (all types)					2,544,345
Local Source Revenue Not Restricted to Specific Purposes					201,710
Interest and Investment Earnings					55,236
Subtotal, General Revenues					4,374,686
Change in Net Assets					79,363
Beginning Net Assets as Reported					15,530,275
Restatement					989,904
Beginning Net Assets as Restated					16,520,179
Ending Net Assets					\$ 16,599,542

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2012**

	General Fund	Road Fund	Detention Center	Hospital Fund
ASSETS				
Pooled Cash and Cash Equivalents	\$ 983,949	\$ 340,228	\$ 70,381	\$ 537,189
Due from Other Funds	-	-	-	-
Receivables:				
Accounts	128,136	44,953	30,562	164,729
Intergovernmental	-	-	-	-
Property Taxes	708,746	-	-	-
TOTAL ASSETS	\$ 1,820,831	\$ 385,181	\$ 100,943	\$ 701,918
 LIABILITIES AND FUND BALANCE				
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Accounts Payable	44,463	240,069	3,515	-
Accrued Salaries and Benefits	65,853	-	-	-
Loans Payable	-	-	-	-
Current Portion of Long-Term Debt	15,355	-	23,743	-
Deferred Revenues - Property Taxes	-	-	-	-
TOTAL LIABILITIES	125,671	240,069	27,258	-
 FUND BALANCES				
Reserved For:				
Petty Cash				
Debt Service			-	
Unassigned, Reported in:				
General Fund	986,414	145,112	73,685	701,918
Special Revenue Funds	708,746	-	-	-
Capital Projects Funds	-	-	-	-
TOTAL FUND BALANCES	1,695,160	145,112	73,685	701,918
 TOTAL LIABILITIES AND FUND BALANCES	 \$ 1,820,831	 \$ 385,181	 \$ 100,943	 \$ 701,918

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
BALANCE SHEET – GOVERNMENTAL FUNDS (continued)
JUNE 30, 2012**

	County Improvements	Other Governmental Funds	Total Governmental Funds
ASSETS			
Pooled Cash and Cash Equivalents	\$ 2,231,960	\$ 1,784,869	\$ 5,948,576
Due from Other Funds	-	29,554	29,554
Receivables:			
Accounts	-	-	368,380
Intergovernmental	-	17,105	17,105
Property Taxes	-	-	708,746
TOTAL ASSETS	\$ 2,231,960	\$ 1,831,528	\$ 7,072,361
 LIABILITIES AND FUND BALANCE			
LIABILITIES			
Due to Other Funds	\$ -	\$ -	\$ -
Accounts Payable	-	19,511	307,558
Accrued Salaries and Benefits	-	-	65,853
Loans Payable	-	-	-
Current Portion of Long-Term Debt	-	190,490	229,588
Deferred Revenues - Property Taxes	-	-	-
TOTAL LIABILITIES	-	210,001	602,999
 FUND BALANCES			
Reserved For:			
Petty Cash			-
Debt Service			-
Unassigned, Reported in:			
General Fund	2,231,960	-	4,139,089
Special Revenue Funds	-	1,572,461	2,281,207
Capital Projects Funds	-	49,066	49,066
TOTAL FUND BALANCES	2,231,960	1,621,527	6,469,362
 TOTAL LIABILITIES AND FUND BALANCES	 \$ 2,231,960	 \$ 1,831,528	 \$ 7,072,361

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2012**

Total Fund Balance - Governmental Funds \$ 6,469,362

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 in the funds

The cost of capital assets is:	30,228,101	
Accumulated Depreciation is:	<u>(18,756,137)</u>	
Capital Assets - Net		11,471,964

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. -

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	(1,189,149)	
Lease Purchases Payable	(51,108)	
Current Portion of Long-Term Debt, Governmental Funds	(229,588)	
Compensated Absences	<u>(101,527)</u>	
		(1,571,372)
Add: Current Portion of Long-Term Debt Per Balance Sheet		<u>229,588</u>

Net Assets of Governmental Activities **\$ 16,599,542**

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>General Fund</u>	<u>Road Fund</u>	<u>Detention Center</u>	<u>Hospital Fund</u>
REVENUES				
Property Taxes	\$ 1,573,395	\$ -	\$ -	\$ -
Local Sources	21,836	-	179,874	-
Local and State-shared Taxes	451,637	215,957	208,781	1,317,306
State Sources	557,310	745,187	187,199	-
Federal Sources	351,739	-	7,333	-
Charges for Services	92,973	277	104,212	-
Interest	9,392	2,809	-	9,710
TOTAL REVENUES	3,058,282	964,230	687,399	1,327,016
EXPENDITURES				
Current				
General Government	1,889,017	-	-	-
Public Safety	-	-	954,623	-
Highways and Streets	-	1,278,082	-	-
Health and Welfare	-	-	-	1,712,244
Culture and Recreation	-	-	-	-
Capital Outlay	600	-	7,430	175,000
Debt Service	-	-	-	-
TOTAL EXPENDITURES	1,889,617	1,278,082	962,053	1,887,244
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,168,665	(313,852)	(274,654)	(560,228)
OTHER FINANCING SOURCES (USES)				
Transfers In	75,172	442,518	312,042	-
Transfers Out	(1,310,769)	(100,000)	-	(45,000)
Loan Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(1,235,597)	342,518	312,042	(45,000)
NET CHANGE IN FUND BALANCES	(66,932)	28,666	37,388	(605,228)
FUND BALANCE, BEGINNING OF YEAR	1,587,297	382,857	121,379	1,504,164
RESTATEMENT	174,795	(266,411)	(85,082)	(197,018)
FUND BALANCE, END OF YEAR	<u>\$ 1,695,160</u>	<u>\$ 145,112</u>	<u>\$ 73,685</u>	<u>\$ 701,918</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES – GOVERNMENTAL FUNDS (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>County Improvements</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES			
Property Taxes	\$ -	\$ -	\$ 1,573,395
Local Sources	-	-	201,710
Local and State-shared Taxes	-	350,664	2,544,345
State Sources	-	1,457,703	2,947,399
Federal Sources	-	44	359,116
Charges for Services	-	51,819	249,281
Interest	13,787	19,538	55,236
TOTAL REVENUES	13,787	1,879,768	7,930,482
EXPENDITURES			
Current			
General Government	-	31,325	1,920,342
Public Safety	-	820,066	1,774,689
Highways and Streets	85,097	-	1,363,179
Health and Welfare	-	360,650	2,072,894
Culture and Recreation	-	81,073	81,073
Capital Outlay	50,201	154,412	387,643
Debt Service	-	-	-
TOTAL EXPENDITURES	135,298	1,447,526	7,599,820
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(121,511)	432,242	330,662
OTHER FINANCING SOURCES (USES)			
Transfers In	650,000	242,607	1,722,339
Transfers Out	-	(266,570)	(1,722,339)
Loan Proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	650,000	(23,963)	-
NET CHANGE IN FUND BALANCES	528,489	408,279	330,662
FUND BALANCE, BEGINNING OF YEAR	1,703,471	1,667,323	6,966,491
RESTATEMENT	-	(454,075)	(827,791)
FUND BALANCE, END OF YEAR	\$ 2,231,960	\$ 1,621,527	\$ 6,469,362

See Independent Auditors' Report and Notes to Financial Statements

**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, 2012**

Net Changes in Fund Balance - Governmental Funds \$ 330,662

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, the 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	(642,071)	
Capital Outlay	387,643	
	387,643	
Excess (Deficiency) of Capital Outlay over Depreciation Expense		(254,428)

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		3,129
		-

Change in Net Assets of Governmental Activities \$ 79,363

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
REVENUES				
Property Taxes	\$ 1,351,886	\$ 1,351,886	\$ 1,573,395	\$ 221,509
Local Sources	4,293	4,293	21,836	17,543
Local and State-shared Taxes	527,500	527,500	451,637	(75,863)
State Sources	387,289	387,289	557,310	170,021
Federal Sources	355,320	355,320	351,739	(3,581)
Charges for Services	94,420	94,420	92,973	(1,447)
Interest	40,000	40,000	9,392	(30,608)
TOTAL REVENUES	<u>2,760,708</u>	<u>2,760,708</u>	<u>3,058,282</u>	<u>297,574</u>
EXPENDITURES				
Current				
General Government	1,973,532	1,973,532	1,889,017	84,515
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	600	(600)
TOTAL EXPENDITURES	<u>1,973,532</u>	<u>1,973,532</u>	<u>1,889,617</u>	<u>83,915</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	787,176	787,176	1,168,665	213,659
OTHER FINANCING SOURCES (USES)				
Transfers In	68,050	75,172	75,172	-
Transfers Out	<u>(660,769)</u>	<u>(1,310,769)</u>	<u>(1,310,769)</u>	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(592,719)</u>	<u>(1,235,597)</u>	<u>(1,235,597)</u>	-
Net Increase (Decrease)	194,457	(448,421)	<u>\$ (66,932)</u>	<u>\$ 213,659</u>
Prior Year Cash Balance Budgeted	<u>\$ (194,457)</u>	<u>\$ 448,421</u>		

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – SPECIAL REVENUE FUND - ROAD FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	220,000	220,000	215,957	(4,043)
State Sources	680,512	680,512	745,187	64,675
Federal Sources	-	-	-	-
Charges for Services	6,000	6,000	277	(5,723)
Interest	4,500	4,500	2,809	(1,691)
TOTAL REVENUES	<u>911,012</u>	<u>911,012</u>	<u>964,230</u>	<u>53,218</u>
EXPENDITURES				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	1,353,530	1,353,530	1,278,082	75,448
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>1,353,530</u>	<u>1,353,530</u>	<u>1,278,082</u>	<u>75,448</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(442,518)	(442,518)	(313,852)	128,666
OTHER FINANCING SOURCES (USES)				
Transfers In	442,518	442,518	442,518	-
Transfers Out	-	(100,000)	(100,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>442,518</u>	<u>342,518</u>	<u>342,518</u>	<u>-</u>
Net Increase (Decrease)	-	(100,000)	<u>\$ 28,666</u>	<u>\$ 128,666</u>
Prior Year Cash Balance Budgeted	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – SPECIAL REVENUE FUND – DETENTION CENTER
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Final Budget	Actual	Variance With Final Budget Favorable (Unfavorable)
REVENUES				
Local Sources	\$ 125,483	\$ 125,483	\$ 179,874	\$ 54,391
Local and State-shared Taxes	190,125	190,125	208,781	18,656
State Sources	295,835	295,835	187,199	(108,636)
Federal Sources	10,457	10,457	7,333	(3,124)
Charges for Services	61,791	61,791	104,212	42,421
Interest	-	-	-	-
TOTAL REVENUES	683,691	683,691	687,399	3,708
EXPENDITURES				
Current				
General Government	-	-	-	-
Public Safety	995,732	995,732	954,623	41,109
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	7,430	(7,430)
TOTAL EXPENDITURES	995,732	995,732	962,053	33,679
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(312,041)	(312,041)	(274,654)	37,387
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	312,042	312,042
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	312,042	312,042
Net Increase (Decrease)	(312,041)	(312,041)	\$ 37,388	\$ 349,429
Prior Year Cash Balance Budgeted	\$ 14,551	\$ 14,551		

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – SPECIAL REVENUE FUND – HOSPITAL
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Final Budget	Actual	Variance With Final Budget Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Property Taxes	-	-	-	-
Local and State-shared Taxes	965,851	965,851	1,317,306	351,455
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Charges for Services	249,972	249,972	-	(249,972)
Interest	-	-	9,710	9,710
TOTAL REVENUES	1,215,823	1,215,823	1,327,016	111,193
EXPENDITURES				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	2,204,000	2,204,000	1,712,244	491,756
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	175,000	(175,000)
TOTAL EXPENDITURES	2,204,000	2,204,000	1,887,244	316,756
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(988,177)	(988,177)	(560,228)	(205,563)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(45,000)	(45,000)	(45,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	(45,000)	(45,000)	(45,000)	-
Net Increase (Decrease)	(1,033,177)	(1,033,177)	<u>\$ (605,228)</u>	<u>\$ (205,563)</u>
Prior Year Cash Balance Budgeted	<u>\$ 1,033,177</u>	<u>\$ 1,033,177</u>		

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – SPECIAL REVENUE FUND – COUNTY
IMPROVEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Final Budget	Actual	Variance With Final Budget Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Property Taxes	-	-	-	-
Local and State-shared Taxes	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Charges for Services	10,000	10,000	-	(10,000)
Interest	-	-	13,787	13,787
TOTAL REVENUES	10,000	10,000	13,787	3,787
EXPENDITURES				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	85,097	(85,097)
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	690,000	690,000	50,201	639,799
TOTAL EXPENDITURES	690,000	690,000	135,298	554,702
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(680,000)	(680,000)	(121,511)	(550,915)
OTHER FINANCING SOURCES (USES)				
Transfers In	650,000	650,000	650,000	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	650,000	650,000	650,000	-
Net Increase (Decrease)	(30,000)	(30,000)	\$ 528,489	\$ (550,915)
Prior Year Cash Balance Budgeted	\$ 30,000	\$ 30,000		

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUNDS
AS OF JUNE 30, 2012**

	<u>Agency Funds</u>
ASSETS	
Pooled Cash and Cash Equivalents	\$ <u>9,674</u>
TOTAL ASSETS	<u>\$ 9,674</u>
LIABILITIES	
Deposits Held for Others	\$ <u>9,674</u>
TOTAL LIABILITIES	<u>\$ 9,674</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF QUAY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

1. Summary of Significant Accounting Policies

The County of Quay was created under 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 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 Standards 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 No. 34, Basic Financial Statements – and Management's Discussion and Analysis – For State and Local Governments.

The County implemented the provisions of GASB No. 34 and its later amendments effective July 1, 2003.

Franchise agreements generally provide the manufacturers or distributors with considerable influence over the operations of a dealership and generally provide for termination of the franchise agreement for a variety of causes. The success of any franchised dealership is dependent, to a large extent, on the financial condition, management, marketing, production and distribution capabilities of the vehicle manufacturers or distributors with which the Company holds franchises.

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 government entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issued 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 elected Commissioners are financially accountable.

**STATE OF NEW MEXICO
COUNTY OF QUAY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

Basic Financial Statements – GASB Statement No. 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, 2012.

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 charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 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.

The government-wide focus is more on the sustainability of the County as an entity and in aggregate financial position resulting from the activities or 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 to / Due From) 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 demonstrate legal compliance, demonstrate the source, and 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' 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.

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**STATE OF NEW MEXICO
COUNTY OF QUAY
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FOR THE YEAR ENDED JUNE 30, 2012**

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.

The County has implemented the provisions of GASB 54, for the year under audit. These provisions require the following:

Fund Balance Classification: The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Court is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Court. These amounts cannot be used for any other purpose unless the Court removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned: This classification includes amounts that are constrained by the Court's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Court or through the Court delegating this responsibility to the Court Executive Officer through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.

Unassigned: This classification includes the residual fund balance for the General Fund, or, in other words, all amounts not included in other spendable classifications.

The Court would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

**STATE OF NEW MEXICO
COUNTY OF QUAY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

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 funds types. The fund classifications and a description of each existing fund type follow.

Governmental Funds

Governmental funds are used to account for the County's general governmental 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's 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 Fund, the Detention Center Fund and the Hospital Funds are all major funds and special revenue funds.

Debt services 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 the construction of major capital projects not being financed by proprietary funds.

Under the requirements of GASB No. 34, the County is required to present certain of its governmental funds as major funds based on 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 No. 34, the General Fund is always considered 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 vehicle fees, gasoline taxes, and co-op agreements with the State of New Mexico Department of Transportation. Expenditures are restricted to the construction and maintenance of County Roads. Authorized by Section 67-4-1, NMSA 1978.

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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 transfer 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 through Section 7-20-26, NMSA 1978.

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 had agency funds during the fiscal year ended June 30, 2011. Agency funds are used to account for assets that the government holds for others in an agency capacity.

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 any 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 receipts 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 No. 33, which was adopted as of July 1, 2003, by the County, the provider should

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**STATE OF NEW MEXICO
COUNTY OF QUAY
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FOR THE YEAR ENDED JUNE 30, 2012**

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 receivable by the provider and deferred revenue by the recipient.

Property Taxes

The County Treasurer receives deposits of monies from and collects 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 County entities are presented in the Agency Fund statements.

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 are mailed by each November 1st, The first half of the assessed tax is due by November 10th and becomes delinquent December 10th; the second half of the assessed tax is 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 Division for public sale.

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

Taxes levied on tangible property shall be in proportion to the value thereof, and taxes shall be equal and uniform on 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 limitations 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 limitations are 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 is the valuation increase limitation did not apply.

Taxes levied on 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 on such property for all state purposes exclusive of necessary levies for the state debt shall not exceed ten mills; provided, however, that taxes levied on real or personal tangible property for all purposes, except special levies on specific classes of property and

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except necessary levies for public debt, shall not exceed twenty mills annually on cash 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 propositions.

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 on behalf of the County shall:
 - a. Examine each proposed budget, and on or before July 1 each year, approve and certify for the County an operating budget for use pending the 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 the 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 secretary of the Department of Finance and Administration, authorize the transfer of funds from one budget category to another when such transfer is requested and an emergency condition exists meriting such a transfer and the requested transfer is not prohibited by law. In case of emergencies necessitating expenditures for items not provided for in the budget, upon approval of the Secretary of the Department of Finance and Administration, the budget may be revised to authorize such expenditures.
 - f. With written approval of the secretary 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 secretary of the Department of Finance and Administration, make rules and regulations relating to budgets, books, 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:

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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.

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 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 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 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 government relating to various grant agreement and property taxes receivable. In the government-wide statements, property taxes are shown net of an allowance for uncollectible accounts. The allowance is equal to 4% of outstanding property taxes at June 30, 2011. In the governmental fund 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 estimable) 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 State regulations as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of

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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 associated with its capital assets. The County capitalizes purchased computer 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
Building and building improvements	20-40 years
Furniture and equipment	3-7 years
Vehicles	5 years

GASB Statement No. 234 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 No. 34, the County is considered to be a Phase 3 Government (total annual revenue 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 Revenue

The County reports deferred revenue on its Statement of Net Assets and fund Balance Sheet. Deferred revenue arises when resources are received by the County before it has 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 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

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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 other financing sources 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 Balance of Fund Financial Statements

Reservations of fund balance represent amounts that are not appropriate for expenditures or legally segregated for a specific purpose. Designations of fund balances 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 account 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 revenue, 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.

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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 and is 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 bank 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:

Total Cash on Deposit, all banks, including certificates of deposit	\$ 6,069,805
Deposits in Transit	5,356
Petty Cash	525
Less: Outstanding Checks and Warrants	<u>(117,436)</u>
Total Cash and Investments	<u>\$ 5,958,250</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 Statement No. 40 describes custodial risk as the risk that, in the event of a 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, 2011, part of the County's bank balances were exposed to custodial credit risk as follows:

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3. Receivables

Receivables at June 30, 2012 were as follows:

	<u>General</u>	<u>Road</u>	<u>Detention Center</u>	<u>Hospital</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Local and						
State-Shared Taxes	\$ -	\$ -	\$ -	\$ -	\$ 17,105	\$ 17,105
Property Taxes	708,746	-	-	-	-	708,746
Accounts Receivable	<u>128,136</u>	<u>44,953</u>	<u>30,562</u>	<u>164,729</u>	-	<u>368,380</u>
Total	<u>\$ 836,882</u>	<u>\$ 44,953</u>	<u>\$ 30,562</u>	<u>\$ 164,729</u>	<u>\$ 17,105</u>	<u>\$ 1,094,231</u>

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

4. Interfund Balances

A. Due from and Due to Other Funds

Due from and Due to balances are the result of the pooled cash account of the County (see Note 2(A)). 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 bank overdraft) with a corresponding amount in the General Fund. As of June 30, 2012, there were no Due From and Due To balances that fit these criteria.

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5. Capital Assets

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

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
Governmental Activities:				
Capital Assets Not Being Depreciated				
Land	\$ 166,229	\$ -	\$ -	\$ 166,229
Construction in Progress	-	-	-	-
Total Capital Assets Not Being Depreciated	<u>166,229</u>	<u>-</u>	<u>-</u>	<u>166,229</u>
Capital Assets Being Depreciated				
Land Improvements	15,353	-	-	15,353
Buildings and Improvements	20,509,085	228,722	-	20,737,807
Equipment	5,129,666	29,549	15,000	5,144,215
Office Equipment	289,521	18,910	99,235	209,196
Other Equipment	44,600	10,750	-	55,350
Vehicles	3,850,037	46,924	24,454	3,872,507
Infrastructure (Roads)	27,444	-	-	27,444
Total Capital Assets Being Depreciated	<u>29,865,706</u>	<u>334,855</u>	<u>138,689</u>	<u>30,061,872</u>
Total Assets	30,031,935	334,855	138,689	30,228,101
Less: Accumulated Depreciation				
Land Improvements	(5,376)	(2,688)	-	(8,064)
Buildings and Improvements	(14,803,849)	(343,732)	-	(15,147,581)
Equipment	(2,192,168)	(190,160)	-	(2,382,328)
Office Equipment	-	-	-	-
Other Equipment	(78)	-	-	(78)
Vehicles	(1,100,242)	(100,913)	-	(1,201,155)
Infrastructure	(12,353)	(4,578)	-	(16,931)
Total Accumulated Depreciation	<u>(18,114,066)</u>	<u>(642,071)</u>	<u>-</u>	<u>(18,756,137)</u>
Governmental Activities Capital Assets - Net	<u>\$ 11,917,869</u>	<u>\$ (307,216)</u>	<u>\$ 138,689</u>	<u>\$ 11,471,964</u>

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

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6. Long-Term Debt

During the fiscal year ended June 30, 2012, the following changes occurred in Long-term Debt:

	Balance	Additions	Deletions	Balance	Due Within
	June 30, 2011	June 30, 2011	June 30, 2011	June 30, 2012	One Year
Notes Payable	\$ 1,627,340	\$ -	\$ 208,603	\$ 1,418,737	\$ 214,233
Capital Leases Payable	15,355	35,753	-	51,108	15,355
Compensated Absences Payable	104,656	-	3,129	101,527	101,527
Total	\$ 1,747,351	\$ 35,753	\$ 211,732	\$ 1,571,372	331,115
Amount considered Long-term					1,240,257
Total					\$ 1,571,372

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 are as follow:

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 administrative costs.

1. 8/1/03 Equipment Loan

\$91,112 for a 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 a 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.

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3. 11/18/05 Equipment Loan

\$187,778 for a 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.

4. 11/18/05 Equipment Loan

\$114,702 for a 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.

5. 1/13/06 Equipment Loan

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

6. 1/13/06 Equipment Loan

\$70,000 for a fire station, Fire District No. 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.

7. 9/26/06 Equipment Loan

\$100,000 for a 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 4.01%. Matures May 1, 2017. Fire Protection Fund distributions will be intercepted.

8. 3/7/08 Equipment Loan

\$138,889 for a 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%. Matured May 1, 2018. Fire Protection Fund distributions will be intercepted.

9. 3/7/08 Equipment Loan

\$166,667 for a 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 1.86% to 2.55%. Matures May 1, 2018. Fire Protection Fund distribution will be intercepted.

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10. 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 Center gross receipts tax distributions will be intercepted.

11. 1/9/09 Equipment Loan

\$192,850 for a pumper fire truck, Fire District No. 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.

12. 1/15/10 Building Loan – Forrest Fire District.

\$86,275 for a building addition for the Forrest Fire District. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate at 0%. Matures May 1, 2020. Fire Protection Fund distribution will be intercepted.

13. 1/15/10 Equipment Loan – Jordan Fire District

\$152,250 for a Class A Pumper Fire Truck 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.

14. 1/15/10 Equipment Loan - Bard-Endee Fire District

\$152,250 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.

15. 1/15/10 Equipment Loan – Quay Fire District

\$50,750 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%. Matures May 1, 2020. Fire Protection Fund distributions will be intercepted.

16. 1/15/10 Equipment Loan – Porter Fire District

\$76,125 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.

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17. 1/15/10 Equipment Loan – Nara Visa District

\$126,875 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.

18. 9/10/10 Equipment Loan

\$60,900 for Fire District No. 1. Negotiated through the New Mexico Finance Authority, payable in annual installments. Interest rate at 0%. Payments include 0.25% administration fee. Matures May 1, 2023. Fire Protection Fund distributions are 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
2013	\$ 214,260	\$ 35,442	\$ 249,702
2014	214,501	33,247	247,748
2015	201,055	30,844	231,899
2016	190,935	28,584	219,519
2017	<u>163,067</u>	<u>25,582</u>	<u>188,649</u>
Subtotal	983,818	153,699	1,137,517
2018 - 2022	427,507	30,285	457,792
2023	<u>7,412</u>	<u>283</u>	<u>7,695</u>
Total	<u>\$ 1,418,737</u>	<u>\$ 184,267</u>	<u>\$ 1,603,004</u>

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 Detention Center.

Future debt service requirements for capital leases are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 7,151	\$ 384	\$ 7,535
2014	\$ 7,151	384	7,535
2015	\$ 7,151	384	7,535
2016	\$ 7,151	384	7,535
2017	<u>7,149</u>	<u>384</u>	<u>7,533</u>
Total	<u>\$ 35,753</u>	<u>\$ 1,920</u>	<u>\$ 37,673</u>

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C. Summary

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

Year Ending June 30,	Principal	Interest and Administrative Fee	Total
2013	\$ 221,411	\$ 35,826	\$ 257,237
2014	221,652	33,631	255,283
2015	208,206	31,228	239,434
2016	198,086	28,968	227,054
2017	<u>170,216</u>	<u>25,966</u>	<u>196,182</u>
Subtotal	1,019,571	155,619	1,175,190
2018 - 2022	427,507	30,285	457,792
2023	<u>7,412</u>	<u>283</u>	<u>7,695</u>
Total	<u>\$ 1,454,490</u>	<u>\$ 186,187</u>	<u>\$ 1,640,677</u>

Interest expenditures included in direct expenses for the year ended June 30, 2011 were \$58,316.

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 leave benefits. No liability is recorded for unpaid accumulated sick leave. Sick leave accumulates at a 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 accrued annual leave according to the following schedule:

Total Years of County Service	Accrual Rate Per Pay Period	Annual Maximum
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.

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7. Tax Roll Reconciliation

Property Taxes Receivable, Beginning of Year	\$ 765,428
Changes to Tax Roll:	
Net Taxes Charged to Treasurer for Fiscal Year	4,623,150
Adjustments:	
Net Adjustments	<u>(93,115)</u>
Total Receivables Prior to Collections	5,295,463
Collections for the Fiscal Year Ended June 30, 2012	<u>(4,586,717)</u>
Property Taxes Receivable, End of Year	<u>\$ 708,746</u>

Property Taxes Receivable by Years:

2003 - 2005	\$ 27,784
2006	12,622
2007	15,411
2008	31,734
2009	38,059
2010	76,184
2011	153,968
2012	<u>352,984</u>
Total Taxes Receivable	<u>\$ 708,746</u>

8. Operating Leases

As of the end of June 30, 2012, the County is no longer party to any operating lease agreements.

The operating lease expenditures for the year ended June 30, 2012 were \$68,240.

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 effect on the financial statements of the County.

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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 on the PERA website, www.pera.state.nm.us.

Funding Policy: Plan members of the County are required to contribute 9.15% of compensation for regular County employees and 16.3% for law enforcement personnel. This rate ranges from 3.83% to 16.65% depending on 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. This rate ranges from 7% to 25.72% depending on 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 June 30, 2012, 2011 and 2010 were \$189,821 , \$194,263 and \$191,277 , 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 omission; 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) included tort liability limits through casualty coverage (general automobile, civil rights and public officials liability) on a :claims made: basis with an additional \$200,000 for dense costs above the tort limits. Property is subject to a limit of \$150,000 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 of up to \$150,000 for property and \$250,000 for liability per occurrence.

Coverage provided by the Authority Worker's Compensation Pool includes up to \$2,000,000 for each accident and \$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.

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Coverage provided to the County through membership in the New Mexico Association of Counties Law Enforcement Liability Program (Association) included tort liability limits for police professional liability coverage on a claims made basis. The County pays an operational deductible \$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

There is a required disclosure to show the differences between the budgetary basis and GAAP basis revenues and expenditures for each individual fund reconciled on the face of the budgetary comparison or the notes to the financial statements. Our audit of the financial statements turned up no differences that fit this criteria.

14. Transfers

The following transfers occurred during the year ended June 30, 2012. These transfers, mainly from the General Fund, served the following purposes: a) closed out grant funds; b) subsidized the operations of the Detention Center and Juvenile Detention Center Officer Funds; and c) transferred the required matching funds to grant funds for various operating purposes:

<u>Fund</u>	<u>To</u>	<u>Amount</u>
Clerk's Equipment Fund	Road Equipment Fund	\$ 10,000
Hospital Fund	General Fund	45,000
Road Equipment Fund	Road Fund	233,520
Quay Fire Marshall Fund	General Fund	10,000
Quay Fire Marshall Fund	General Fund	13,050
Road Fund	Road Equipment Fund	100,000
General Fund	County Improvement Fund	650,000
CDBG Planning Fund	General Fund	7,122
General Fund	Road Fund	208,998
General Fund	Detention Center	312,042
General Fund	Rural Addressing Fund	11,250
General Fund	Juvenile Detention Fund	128,479
Total		<u>\$ 1,729,461</u>

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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 the County revenues in any manner for repayment of the bonds.

16. Lease of the County Hospital

Quay County government leases its hospital facility and equipment to Presbyterian Health care 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 10 years, but may be renewed for an additional 10 years. The lease may be terminated by either party 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 rental is \$1 a 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 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 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

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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 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. Restatement

The client's beginning trial balance in several governmental and special revenue funds had to be restated as explained below.

The predecessor auditor made several material adjustments to the financial statements in the prior year. However, these adjustments were never communicated to the client, thus the entries were never made into the client's accounting system. Because of extreme circumstances, communication with the predecessor auditor was not possible, nor was it possible to review his working papers. Therefore, the client's beginning fund balance was misstated and had to be corrected. It was not deemed prudent to run these adjustments through as current year entries because of their material effect on the client's statement of revenues, expenditures and changes in fund balances. Therefore, the cumulative effect of these adjustments is shown on the individual statements of revenues, expenditures and changes in fund balances by fund, at the bottom as restatements. The total effect of these adjustments, as shown on the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds, was \$827,791.

In addition, we determined from our audit work that loans payable to the New Mexico Finance Authority for the purchase of fire and other equipment in prior years had not been booked as liabilities during any prior year. However, the client had accounted for the equipment purchased on their capital assets system. Therefore, in order to properly reflect the amount of these loans on the financial statements, in our judgment it was necessary to restate fund balances in the funds affected.

The total effect of all of these adjustments, as shown on the Statement of Activities was \$989,904.

18. Legislative Appropriations

In Fiscal 2012, \$185,000 there was a legislative appropriation for courthouse repairs. This money had not been spent as of June 30, 2012.

SUPPLEMENTAL INFORMATION

**STATE OF NEW MEXICO
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COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS – BY FUND TYPE
JUNE 30, 2012**

	Special Revenue	Capital Projects	Total Other Governmental Funds
ASSETS			
Pooled Cash and Cash Equivalents	\$ 1,735,803	\$ 49,066	\$ 1,784,869
Due from Other Funds	29,554	-	29,554
Property Taxes Receivable	-	-	-
Intergovernmental Receivable	17,105	-	17,105
Other Receivable	-	-	-
	<u>1,782,462</u>	<u>49,066</u>	<u>1,831,528</u>
TOTAL ASSETS	\$ 1,782,462	\$ 49,066	\$ 1,831,528
LIABILITIES AND FUND BALANCE			
Due to Other Funds	\$ -	\$ -	\$ -
Accounts Payable	19,511	-	19,511
Loans Payable	-	-	-
Current Portion of Long-Term Debt	190,490	-	190,490
Deferred Revenue - Grants	-	-	-
	<u>210,001</u>	<u>-</u>	<u>210,001</u>
TOTAL LIABILITIES	210,001	-	210,001
FUND BALANCE			
Reserved for Debt Service	-	-	-
Unreserved:			
Designated for Subsequent Year's Expenditures	-	-	-
Undesignated	1,572,461	49,066	1,621,527
	<u>1,572,461</u>	<u>49,066</u>	<u>1,621,527</u>
TOTAL FUND BALANCE	1,572,461	49,066	1,621,527
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,782,462	\$ 49,066	\$ 1,831,528

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS – BY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Other Governmental Funds</u>
REVENUES			
Local Sources	\$ -	\$ -	\$ -
Local and State-shared Taxes	350,664	-	350,664
State Sources	1,386,431	71,272	1,457,703
Federal Sources	44	-	44
Charges for Services	51,819	-	51,819
Interest	18,997	541	19,538
	<u>1,807,955</u>	<u>71,813</u>	<u>1,879,768</u>
TOTAL REVENUES	1,807,955	71,813	1,879,768
EXPENDITURES			
Current:			
General Government	31,325	-	31,325
Public Safety	820,066	-	820,066
Highways and Streets	-	-	-
Health and Welfare	360,650	-	360,650
Culture and Recreation	25,391	55,682	81,073
Capital Outlay	129,345	25,067	154,412
Debt Service	-	-	-
	<u>1,366,777</u>	<u>80,749</u>	<u>1,447,526</u>
TOTAL EXPENDITURES	1,366,777	80,749	1,447,526
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>441,178</u>	<u>(8,936)</u>	<u>432,242</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	249,729	(7,122)	242,607
Operating Transfers Out	(266,570)	-	(266,570)
Loan Proceeds	-	-	-
	<u>(16,841)</u>	<u>(7,122)</u>	<u>(23,963)</u>
TOTAL OTHER FINANCING SOURCES (USES)	(16,841)	(7,122)	(23,963)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	424,337	(16,058)	408,279
FUND BALANCE, BEGINNING OF YEAR	1,609,186	58,137	1,667,323
RESTATEMENT	<u>(461,062)</u>	<u>6,987</u>	<u>(454,075)</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,572,461</u>	<u>\$ 49,066</u>	<u>\$ 1,621,527</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
COUNTY OF QUAY
NONMAJOR SPECIAL REVENUE FUNDS - DESCRIPTIONS
FOR THE YEAR ENDED JUNE 30, 2012**

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. As of Fiscal 2012, the State receives all of the cigarette tax proceeds. The County no longer receives and funding from this source.

County Indigent Fund – To account for expenditures incurred in providing services for care of indigents. Financing is provided by the County's share of gross receipts tax and may be used only for that purpose.

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 Marshall

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 Department of Health Emergency 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 appraisal of County property to ensure valuation reflects current fair market value. Financing is provided by retainage of 1% 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 Fund – 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.

**STATE OF NEW MEXICO
COUNTY OF QUAY
NONMAJOR SPECIAL REVENUE FUNDS – DESCRIPTIONS (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

Drug Enforcement Fund – To account for seized assets related to illegal drug arrests, awarded to 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 2-13-1, 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 Department of Health 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 recording fee collected by the Clerk's office to pay for equipment and 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 gross receipts tax 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 State of New Mexico for DWI 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. As of fiscal 2012, the State no longer funds this.

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. As of Fiscal 2012, the State no longer funds this.

**STATE OF NEW MEXICO
COUNTY OF QUAY
NONMAJOR SPECIAL REVENUE FUNDS – DESCRIPTIONS (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

DWI Fees Fund – To account for the collection and expenditure of certain DWI fees. Authority is 11-6A-1, NMSA 1978. The funds are:

DWI Probation Fees
DWI Screening Fees
DWI Treatment Fees
DWI 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. As of Fiscal 2012 the County no longer receives funding through this source.

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. As of Fiscal 2012, the County no longer receives funding through this source.

State Forestry Fund – This fund, through the guidance of the State Fire Marshall, has been established to account for State Forestry Funds only.

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	Farm and Range	County Indigent	Fire District No. 1
ASSETS			
Pooled Cash and Cash Equivalents	\$ 179	\$ 77,862	\$ 49,304
Due from Other Funds	-	-	-
Intergovernmental Receivable	-	-	-
TOTAL ASSETS	\$ 179	\$ 77,862	\$ 49,304
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Due to Other Funds	\$ -	\$ -	\$ -
Accounts Payable	-	11,574	-
Loans Payable	-	-	-
Current Portion of Long-Term Debt	-	-	21,968
Deferred Revenue	-	-	-
TOTAL LIABILITIES	-	11,574	21,968
FUND BALANCE			
Unreserved:			
Designated for Subsequent Year's Expenditures	-	-	-
Undesignated	179	66,288	27,336
TOTAL FUND BALANCE	179	66,288	27,336
TOTAL LIABILITIES AND FUND BALANCE	\$ 179	\$ 77,862	\$ 49,304

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	Fire District No. 2	Fire District No. 3	Nara Visa Fire District	Forrest Fire District
ASSETS				
Pooled Cash and Cash Equivalents	\$ 78,139	\$ 34,728	\$ 70,315	\$ 28,882
Due from Other Funds	-	-	-	-
Intergovernmental Receivable	-	-	-	-
	<u>78,139</u>	<u>34,728</u>	<u>70,315</u>	<u>28,882</u>
TOTAL ASSETS	<u>\$ 78,139</u>	<u>\$ 34,728</u>	<u>\$ 70,315</u>	<u>\$ 28,882</u>
 LIABILITIES AND FUND BALANCE				
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Accounts Payable	105	-	95	3,153
Loans Payable	-	-	-	-
Current Portion of Long-Term Debt	11,369	22,026	12,353	20,275
Deferred Revenue	-	-	-	-
	<u>11,474</u>	<u>22,026</u>	<u>12,448</u>	<u>23,428</u>
TOTAL LIABILITIES	11,474	22,026	12,448	23,428
 FUND BALANCE				
Unreserved:				
Designated for Subsequent Year's Expenditures				
Undesignated	66,665	12,702	57,867	5,454
	<u>66,665</u>	<u>12,702</u>	<u>57,867</u>	<u>5,454</u>
TOTAL FUND BALANCE	<u>66,665</u>	<u>12,702</u>	<u>57,867</u>	<u>5,454</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 78,139</u>	<u>\$ 34,728</u>	<u>\$ 70,315</u>	<u>\$ 28,882</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	<u>Jordan Fire District</u>	<u>Bard Endee Fire District</u>	<u>EMS</u>	<u>Quay Fire District</u>
ASSETS				
Pooled Cash and Cash Equivalents	\$ 68,086	\$ 105,257	\$ 12,079	\$ 89,317
Due from Other Funds	-	-	-	-
Intergovernmental Receivable	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 68,086</u>	<u>\$ 105,257</u>	<u>\$ 12,079</u>	<u>\$ 89,317</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Accounts Payable	155	266	-	1,016
Loans Payable	-	-	-	-
Current Portion of Long-Term Debt	39,620	40,890	-	14,384
Deferred Revenue	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	39,775	41,156	-	15,400
FUND BALANCE				
Unreserved:				
Designated for Subsequent Year's Expenditures	-	-	-	-
Undesignated	28,311	64,101	12,079	73,917
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUND BALANCE	<u>28,311</u>	<u>64,101</u>	<u>12,079</u>	<u>73,917</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 68,086</u>	<u>\$ 105,257</u>	<u>\$ 12,079</u>	<u>\$ 89,317</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	State Forestry Funds Only	Porter Fire District	Quay County Fire Marshall	Clerk's Equipment Fund
ASSETS				
Pooled Cash and Cash Equivalents	\$ 97,373	\$ 54,735	\$ 760	\$ 59,216
Due from Other Funds	-	-	-	-
Intergovernmental Receivable	-	-	-	-
TOTAL ASSETS	<u>\$ 97,373</u>	<u>\$ 54,735</u>	<u>\$ 760</u>	<u>\$ 59,216</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	31	-	-
Loans Payable	-	-	-	-
Current Portion of Long-Term Debt	-	7,605	-	-
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	-	7,636	-	-
FUND BALANCE				
Unreserved:				
Designated for Subsequent Year's Expenditures	-	-	-	-
Undesignated	97,373	47,099	760	59,216
TOTAL FUND BALANCE	<u>97,373</u>	<u>47,099</u>	<u>760</u>	<u>59,216</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 97,373</u>	<u>\$ 54,735</u>	<u>\$ 760</u>	<u>\$ 59,216</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	<u>Reappraisal</u>	<u>Rural Addressing</u>	<u>ASAP - Other Charges</u>	<u>Domestic Violence</u>
ASSETS				
Pooled Cash and Cash Equivalents	\$ 54,880	\$ 42,272	\$ 19,739	\$ 8,823
Due from Other Funds	-	-	-	-
Intergovernmental Receivable	-	-	-	-
TOTAL ASSETS	<u>\$ 54,880</u>	<u>\$ 42,272</u>	<u>\$ 19,739</u>	<u>\$ 8,823</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Loans Payable	-	-	-	-
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	-	-	-	-
FUND BALANCE				
Unreserved:				
Designated for Subsequent Year's Expenditures	-	-	-	-
Undesignated	54,880	42,272	19,739	8,823
TOTAL FUND BALANCE	<u>54,880</u>	<u>42,272</u>	<u>19,739</u>	<u>8,823</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 54,880</u>	<u>\$ 42,272</u>	<u>\$ 19,739</u>	<u>\$ 8,823</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	Seizure	Confiscation / Seizure	Drug Enforcement	Law Enforcement Protection
ASSETS				
Pooled Cash and Cash Equivalents	\$ 6,935	\$ 103	\$ 33,151	\$ -
Due from Other Funds	-	-	-	24,200
Intergovernmental Receivable	-	-	-	-
TOTAL ASSETS	\$ 6,935	\$ 103	\$ 33,151	\$ 24,200
 LIABILITIES AND FUND BALANCE				
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Loans Payable	-	-	-	-
Deferred Revenue	-	-	-	-
TOTAL LIABILITIES	-	-	-	-
 FUND BALANCE				
Unreserved:				
Designated for Subsequent Year's Expenditures	-	-	-	-
Undesignated	6,935	103	33,151	24,200
TOTAL FUND BALANCE	6,935	103	33,151	24,200
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,935	\$ 103	\$ 33,151	\$ 24,200

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	<u>Juvenile Detention Center</u>	<u>Law Enforcement JAG Grant</u>	<u>Primary Care Clinic</u>
ASSETS			
Pooled Cash and Cash Equivalents	\$ 127,171	\$ 7,793	\$ 91,715
Due from Other Funds	-	-	-
Intergovernmental Receivable	-	-	9,600
TOTAL ASSETS	<u>\$ 127,171</u>	<u>\$ 7,793</u>	<u>\$ 101,315</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Due to Other Funds	\$ -	\$ -	\$ -
Accounts Payable	-	-	-
Loans Payable	-	-	-
Deferred Revenue	-	-	-
TOTAL LIABILITIES	-	-	-
FUND BALANCE			
Unreserved:			
Designated for Subsequent Year's Expenditures	-	-	-
Undesignated	127,171	7,793	101,315
TOTAL FUND BALANCE	<u>127,171</u>	<u>7,793</u>	<u>101,315</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 127,171</u>	<u>\$ 7,793</u>	<u>\$ 101,315</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	DWI Distribution	Environmental Gross Receipts Tax	DWI Grant
ASSETS			
Pooled Cash and Cash Equivalents	\$ -	\$ 92,711	\$ (5,354)
Due from Other Funds	-	-	5,354
Intergovernmental Receivable	-	7,505	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 100,216</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Due to Other Funds	\$ -	\$ -	\$ -
Accounts Payable	2,516	-	-
Loans Payable	-	-	-
Deferred Revenue	-	-	-
TOTAL LIABILITIES	2,516	-	-
FUND BALANCE			
Unreserved:			
Designated for Subsequent Year's Expenditures	-	-	-
Undesignated	(2,516)	100,216	-
TOTAL FUND BALANCE	<u>(2,516)</u>	<u>100,216</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ 100,216</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	Magistrate Court Misdemeanor	DWI Probation Fees
ASSETS		
Pooled Cash and Cash Equivalents	\$ 19,919	\$ 9,096
Due from Other Funds	-	-
Intergovernmental Receivable	-	-
	<hr/>	<hr/>
TOTAL ASSETS	<u>\$ 19,919</u>	<u>\$ 9,096</u>
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Due to Other Funds	\$ -	\$ -
Accounts Payable	-	-
Loans Payable	-	-
Deferred Revenue	-	-
	<hr/>	<hr/>
TOTAL LIABILITIES	-	-
 FUND BALANCE		
Unreserved:		
Designated for Subsequent Year's Expenditures	-	-
Undesignated	19,919	9,096
	<hr/>	<hr/>
TOTAL FUND BALANCE	<u>19,919</u>	<u>9,096</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 19,919</u>	<u>\$ 9,096</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	DWI Screening Fees	DWI Treatment Fees	DWI UA Fees
ASSETS			
Pooled Cash and Cash Equivalents	\$ 816	\$ 3,859	\$ 2,149
Due from Other Funds	-	-	-
Intergovernmental Receivable	-	-	-
TOTAL ASSETS	\$ 816	\$ 3,859	\$ 2,149
 LIABILITIES AND FUND BALANCE			
LIABILITIES			
Due to Other Funds	\$ -	\$ -	\$ -
Accounts Payable	-	-	600
Loans Payable	-	-	-
Deferred Revenue	-	-	-
TOTAL LIABILITIES	-	-	600
 FUND BALANCE			
Unreserved:			
Designated for Subsequent Year's Expenditures	-	-	-
Undesignated	816	3,859	1,549
TOTAL FUND BALANCE	816	3,859	1,549
TOTAL LIABILITIES AND FUND BALANCE	\$ 816	\$ 3,859	\$ 2,149

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(continued)
JUNE 30, 2012**

	Road Equipment	Total
ASSETS		
Pooled Cash and Cash Equivalents	\$ 393,793	\$ 1,735,803
Due from Other Funds	-	29,554
Intergovernmental Receivable	-	17,105
TOTAL ASSETS	\$ 393,793	\$ 1,782,462
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Due to Other Funds	\$ -	\$ -
Accounts Payable	-	19,511
Loans Payable	-	-
Current Portion of Long-Term Debt	-	190,490
Deferred Revenue	-	-
TOTAL LIABILITIES	-	210,001
 FUND BALANCE		
Unreserved:		
Designated for Subsequent Year's Expenditures	-	-
Undesignated	393,793	1,572,461
TOTAL FUND BALANCE	393,793	1,572,461
TOTAL LIABILITIES AND FUND BALANCE	\$ 393,793	\$ 1,782,462

**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, 2012**

	Farm and Range	County Indigent	Fire District No. 1
REVENUES			
Local Sources	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	268,017	-
State Sources	-	-	82,092
Federal Sources	44	-	-
Charges for Services	-	-	-
Interest	-	1,063	779
TOTAL REVENUES	<u>44</u>	<u>269,080</u>	<u>82,871</u>
EXPENDITURES			
Current:			
General Government	-	-	-
Public Safety	-	-	56,684
Highways and Streets	-	-	-
Health and Welfare	-	239,997	-
Culture and Recreation	-	-	-
Capital Outlay	-	18,910	478
Debt Service	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>258,907</u>	<u>57,162</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	44	10,173	25,709
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Loan Proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	44	10,173	25,709
FUND BALANCE, BEGINNING OF YEAR	135	67,688	49,054
RESTATEMENT	<u>-</u>	<u>(11,573)</u>	<u>(47,427)</u>
FUND BALANCE, END OF YEAR	<u>\$ 179</u>	<u>\$ 66,288</u>	<u>\$ 27,336</u>

See Independent Auditors' Report

**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, 2012**

	<u>Fire District No. 2</u>	<u>Fire District No. 3</u>	<u>Nara Visa Fire District</u>	<u>Forrest Fire District</u>
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	85,750	71,792	49,326	76,042
Federal Sources	-	-	-	-
Charges for Services	239	739	-	80
Interest	1,056	751	812	585
TOTAL REVENUES	<u>87,045</u>	<u>73,282</u>	<u>50,138</u>	<u>76,707</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	52,877	73,330	22,371	52,716
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service	-	-	-	-
TOTAL EXPENDITURES	<u>52,877</u>	<u>73,330</u>	<u>22,371</u>	<u>52,716</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	34,168	(48)	27,767	23,991
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Loan Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	34,168	(48)	27,767	23,991
FUND BALANCE, BEGINNING OF YEAR	61,982	57,273	54,901	27,547
RESTATEMENT	<u>(29,485)</u>	<u>(44,523)</u>	<u>(24,801)</u>	<u>(46,084)</u>
FUND BALANCE, END OF YEAR	<u>\$ 66,665</u>	<u>\$ 12,702</u>	<u>\$ 57,867</u>	<u>\$ 5,454</u>

See Independent Auditors' Report

**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, 2012**

	Jordan Fire District	Bard Endee Fire District	EMS	Quay Fire District
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	121,477	141,729	16,500	67,986
Federal Sources	-	-	-	-
Charges for Services	99	220	-	6
Interest	980	1,333	-	1,041
TOTAL REVENUES	<u>122,556</u>	<u>143,282</u>	<u>16,500</u>	<u>69,033</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	63,997	59,393	13,271	31,207
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service	-	-	-	-
TOTAL EXPENDITURES	<u>63,997</u>	<u>59,393</u>	<u>13,271</u>	<u>31,207</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	58,559	83,889	3,229	37,826
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Loan Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	58,559	83,889	3,229	37,826
FUND BALANCE, BEGINNING OF YEAR	48,199	62,983	8,850	64,486
RESTATEMENT	<u>(78,447)</u>	<u>(82,771)</u>	<u>-</u>	<u>(28,395)</u>
FUND BALANCE, END OF YEAR	<u>\$ 28,311</u>	<u>\$ 64,101</u>	<u>\$ 12,079</u>	<u>\$ 73,917</u>

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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 (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>State Forestry Funds Only</u>	<u>Porter Fire District</u>	<u>Quay County Fire Marshall</u>	<u>Clerk's Equipment Fund</u>
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	97,373	55,418	66,198	-
Federal Sources	-	-	-	-
Charges for Services	-	-	400	14,345
Interest	-	808	327	749
TOTAL REVENUES	<u>97,373</u>	<u>56,226</u>	<u>66,925</u>	<u>15,094</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	36,254	12,337	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	16,799	34,299	20,195
Debt Service	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>53,053</u>	<u>46,636</u>	<u>20,195</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	97,373	3,173	20,289	(5,101)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	(23,050)	(10,000)
Loan Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(23,050)</u>	<u>(10,000)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	97,373	3,173	(2,761)	(15,101)
FUND BALANCE, BEGINNING OF YEAR	-	63,194	3,027	74,317
RESTATEMENT	-	(19,268)	494	-
FUND BALANCE, END OF YEAR	<u>\$ 97,373</u>	<u>\$ 47,099</u>	<u>\$ 760</u>	<u>\$ 59,216</u>

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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 (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Reappraisal</u>	<u>Rural Addressing</u>	<u>ASAP - Other Charges</u>	<u>Domestic Violence</u>
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	46,036	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Charges for Services	2,654	90	1,135	1,260
Interest	445	331	284	103
TOTAL REVENUES	<u>49,135</u>	<u>421</u>	<u>1,419</u>	<u>1,363</u>
EXPENDITURES				
Current:				
General Government	31,325	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	2,678
Culture and Recreation	-	2,400	22,991	-
Capital Outlay	-	-	-	287
Debt Service	-	-	-	-
TOTAL EXPENDITURES	<u>31,325</u>	<u>2,400</u>	<u>22,991</u>	<u>2,965</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	17,810	(1,979)	(21,572)	(1,602)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	11,250	-	-
Transfers Out	-	-	-	-
Loan Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>11,250</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	17,810	9,271	(21,572)	(1,602)
FUND BALANCE, BEGINNING OF YEAR	36,998	33,001	41,311	10,425
RESTATEMENT	72	-	-	-
FUND BALANCE, END OF YEAR	<u>\$ 54,880</u>	<u>\$ 42,272</u>	<u>\$ 19,739</u>	<u>\$ 8,823</u>

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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 (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Seizure</u>	<u>Drug Enforce- ment</u>	<u>Law Enforcement Protection</u>
REVENUES			
Local Sources	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-
State Sources	-	-	48,400
Federal Sources	-	-	-
Charges for Services	-	-	-
Interest	69	332	-
TOTAL REVENUES	<u>69</u>	<u>332</u>	<u>48,400</u>
EXPENDITURES			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Highways and Streets	-	-	-
Health and Welfare	-	-	-
Culture and Recreation	-	-	-
Capital Outlay	-	295	24,200
Debt Service	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>295</u>	<u>24,200</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	69	37	24,200
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Loan Proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	69	37	24,200
FUND BALANCE, BEGINNING OF YEAR	6,866	33,114	24,200
RESTATEMENT	-	-	(24,200)
FUND BALANCE, END OF YEAR	<u>\$ 6,935</u>	<u>\$ 33,151</u>	<u>\$ 24,200</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, 2012**

	<u>Juvenile Detention Center</u>	<u>Law Enforcement JAG Grant</u>	<u>Primary Care Clinic</u>
REVENUES			
Local Sources	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-
State Sources	167,847	-	135,000
Federal Sources	-	-	-
Charges for Services	-	-	-
Interest	-	115	844
TOTAL REVENUES	<u>167,847</u>	<u>115</u>	<u>135,844</u>
EXPENDITURES			
Current:			
General Government	-	-	-
Public Safety	192,893	-	-
Highways and Streets	-	-	-
Health and Welfare	-	-	117,975
Culture and Recreation	-	-	-
Capital Outlay	4,475	9,407	-
Debt Service	-	-	-
TOTAL EXPENDITURES	<u>197,368</u>	<u>9,407</u>	<u>117,975</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(29,521)	(9,292)	17,869
OTHER FINANCING SOURCES (USES)			
Transfers In	128,479	-	-
Transfers Out	-	-	-
Loan Proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>128,479</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	98,958	(9,292)	17,869
FUND BALANCE, BEGINNING OF YEAR	29,628	17,085	93,446
RESTATEMENT	<u>(1,415)</u>	<u>-</u>	<u>(10,000)</u>
FUND BALANCE, END OF YEAR	<u>\$ 127,171</u>	<u>\$ 7,793</u>	<u>\$ 101,315</u>

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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 (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

	DWI Distri- bution	Environmental Gross Receipts Tax	DWI Grant
REVENUES			
Local Sources	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	36,611	-
State Sources	85,469	-	18,032
Federal Sources	-	-	-
Charges for Services	-	-	-
Interest	30	791	-
TOTAL REVENUES	<u>85,499</u>	<u>37,402</u>	<u>18,032</u>
EXPENDITURES			
Current:			
General Government	-	-	-
Public Safety	93,387	-	18,032
Highways and Streets	-	-	-
Health and Welfare	-	-	-
Culture and Recreation	-	-	-
Capital Outlay	-	-	-
Debt Service	-	-	-
TOTAL EXPENDITURES	<u>93,387</u>	<u>-</u>	<u>18,032</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(7,888)	37,402	-
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Loan Proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(7,888)	37,402	-
FUND BALANCE, BEGINNING OF YEAR	7,883	72,984	-
RESTATEMENT	<u>(2,511)</u>	<u>(10,170)</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ (2,516)</u>	<u>\$ 100,216</u>	<u>\$ -</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, 2012**

	Magistrate Court Misdemeanor	DWI Probation Fees
REVENUES		
Local Sources	\$ -	\$ -
Local and State-shared Taxes	-	-
State Sources	-	-
Federal Sources	-	-
Charges for Services	12,844	14,124
Interest	150	154
TOTAL REVENUES	12,994	14,278
EXPENDITURES		
Current:		
General Government	-	-
Public Safety	10,023	14,600
Highways and Streets	-	-
Health and Welfare	-	-
Culture and Recreation	-	-
Capital Outlay	-	-
Debt Service	-	-
TOTAL EXPENDITURES	10,023	14,600
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,971	(322)
OTHER FINANCING SOURCES (USES)		
Transfers In	-	-
Transfers Out	-	-
Loan Proceeds	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	2,971	(322)
FUND BALANCE, BEGINNING OF YEAR	16,906	9,418
RESTATEMENT	42	-
FUND BALANCE, END OF YEAR	\$ 19,919	\$ 9,096

**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, 2012**

	DWI Screening Fees	DWI Treatment Fees	DWI UA Fees
REVENUES			
Local Sources	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-
State Sources	-	-	-
Federal Sources	-	-	-
Charges for Services	1,700	-	1,884
Interest	10	32	78
TOTAL REVENUES	1,710	32	1,962
EXPENDITURES			
Current:			
General Government	-	-	-
Public Safety	1,061	-	15,633
Highways and Streets	-	-	-
Health and Welfare	-	-	-
Culture and Recreation	-	-	-
Capital Outlay	-	-	-
Debt Service	-	-	-
TOTAL EXPENDITURES	1,061	-	15,633
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	649	32	(13,671)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Loan Proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	649	32	(13,671)
FUND BALANCE, BEGINNING OF YEAR	167	3,827	15,820
RESTATEMENT	-	-	(600)
FUND BALANCE, END OF YEAR	\$ 816	\$ 3,859	\$ 1,549

See Independent Auditors' Report

**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, 2012**

	Road Equipment	Total
REVENUES		
Local Sources	\$ -	\$ -
Local and State-shared Taxes	-	350,664
State Sources	-	1,386,431
Federal Sources	-	44
Charges for Services	-	51,819
Interest	4,945	18,997
TOTAL REVENUES	4,945	1,807,955
EXPENDITURES		
Current:		
General Government	-	31,325
Public Safety	-	820,066
Highways and Streets	-	-
Health and Welfare	-	360,650
Culture and Recreation	-	25,391
Capital Outlay	-	129,345
Debt Service	-	-
TOTAL EXPENDITURES	-	1,366,777
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,945	441,178
OTHER FINANCING SOURCES (USES)		
Transfers In	110,000	249,729
Transfers Out	(233,520)	(266,570)
Loan Proceeds	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(123,520)	(16,841)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(118,575)	424,337
FUND BALANCE, BEGINNING OF YEAR	512,368	1,609,186
RESTATEMENT	-	(461,062)
FUND BALANCE, END OF YEAR	\$ 393,793	\$ 1,572,461

**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, 2012**

	<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	45	45	44	(1)
Charges for Services	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	45	45	44	(1)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	45	45	-	45
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	45	45	-	45
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues				
Over Expenditures - Budgetary Basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44</u>	<u>\$ 44</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 – COUNTY INDIGENT
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	285,255	285,255	268,017	(17,238)
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Charges for Services	700	700	-	(700)
Interest	-	-	1,063	1,063
Total Revenues	<u>285,955</u>	<u>285,955</u>	<u>269,080</u>	<u>(16,875)</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	334,000	334,000	239,997	94,003
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	18,910	(18,910)
Total Expenditures	<u>334,000</u>	<u>334,000</u>	<u>258,907</u>	<u>75,093</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (48,045)</u>	<u>\$ (48,045)</u>	<u>\$ 10,173</u>	<u>\$ (91,968)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(48,045)</u>	<u>(48,045)</u>	<u>\$ 10,173</u>	<u>\$ (91,968)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 48,045</u>	<u>\$ 48,045</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 – FIRE DISTRICT NO. 1
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	82,492	82,492	82,092	(400)
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	779	779
Total Revenues	<u>82,492</u>	<u>82,492</u>	<u>82,871</u>	<u>379</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	86,851	86,851	56,684	30,167
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	478	(478)
Total Expenditures	<u>86,851</u>	<u>86,851</u>	<u>57,162</u>	<u>29,689</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (4,359)</u>	<u>\$ (4,359)</u>	<u>\$ 25,709</u>	<u>\$ (29,310)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(4,359)</u>	<u>(4,359)</u>	<u>\$ 25,709</u>	<u>\$ (29,310)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 4,359</u>	<u>\$ 4,359</u>		

See Independent Auditors' Report

**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, 2012**

	<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	88,150	88,150	85,750	(2,400)
Federal Sources	-	-	-	-
Charges for Services	-	-	239	239
Interest	-	-	1,056	1,056
Total Revenues	<u>88,150</u>	<u>88,150</u>	<u>87,045</u>	<u>(1,105)</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	92,275	92,275	52,877	39,398
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	<u>92,275</u>	<u>92,275</u>	<u>52,877</u>	<u>39,398</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (4,125)</u>	<u>\$ (4,125)</u>	<u>\$ 34,168</u>	<u>\$ (40,503)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(4,125)</u>	<u>(4,125)</u>	<u>\$ 34,168</u>	<u>\$ (40,503)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 4,125</u>	<u>\$ 4,125</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 – FIRE DISTRICT NO. 3
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	72,592	72,592	71,792	(800)
Federal Sources	-	-	-	-
Charges for Services	-	-	739	739
Interest	-	-	751	751
Total Revenues	<u>72,592</u>	<u>72,592</u>	<u>73,282</u>	<u>690</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	98,288	98,288	73,330	24,958
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	<u>98,288</u>	<u>98,288</u>	<u>73,330</u>	<u>24,958</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (25,696)</u>	<u>\$ (25,696)</u>	<u>\$ (48)</u>	<u>\$ (24,268)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(25,696)</u>	<u>(25,696)</u>	<u>\$ (48)</u>	<u>\$ (24,268)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 25,696</u>	<u>\$ 25,696</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 – NARA VISA
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	50,326	50,326	49,326	(1,000)
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	812	812
Total Revenues	50,326	50,326	50,138	(188)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	50,971	50,971	22,371	28,600
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	50,971	50,971	22,371	28,600
Excess (Deficiency) of Revenues Over Expenditures	\$ (645)	\$ (645)	\$ 27,767	\$ (28,788)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	(645)	(645)	\$ 27,767	\$ (28,788)
Prior Year Cash Required to Balance Budget	\$ 645	\$ 645		

**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, 2012**

	<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	76,742	76,742	76,042	(700)
Federal Sources	-	-	-	-
Charges for Services	-	-	80	80
Interest	-	-	585	585
Total Revenues	<u>76,742</u>	<u>76,742</u>	<u>76,707</u>	<u>(35)</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	85,193	85,193	52,716	32,477
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	<u>85,193</u>	<u>85,193</u>	<u>52,716</u>	<u>32,477</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (8,451)</u>	<u>\$ (8,451)</u>	<u>\$ 23,991</u>	<u>\$ (32,512)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(8,451)</u>	<u>(8,451)</u>	<u>\$ 23,991</u>	<u>\$ (32,512)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 8,451</u>	<u>\$ 8,451</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 – JORDAN FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	121,877	121,877	121,477	(400)
Federal Sources	-	-	-	-
Charges for Services	-	-	99	99
Interest	-	-	980	980
Total Revenues	<u>121,877</u>	<u>121,877</u>	<u>122,556</u>	<u>679</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	137,340	137,340	63,997	73,343
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	<u>137,340</u>	<u>137,340</u>	<u>63,997</u>	<u>73,343</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (15,463)</u>	<u>\$ (15,463)</u>	<u>\$ 58,559</u>	<u>\$ (72,664)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(15,463)</u>	<u>(15,463)</u>	<u>\$ 58,559</u>	<u>\$ (72,664)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 15,463</u>	<u>\$ 15,463</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 – BARD ENDEE FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	142,229	142,229	141,729	(500)
Federal Sources	-	-	-	-
Charges for Services	-	-	220	220
Interest	-	-	1,333	1,333
Total Revenues	142,229	142,229	143,282	1,053
EXPENDITURES				
General Government	-	-	-	-
Public Safety	141,618	141,618	59,393	82,225
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	141,618	141,618	59,393	82,225
Excess (Deficiency) of Revenues Over Expenditures	\$ 611	\$ 611	\$ 83,889	\$ (81,172)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	611	611	\$ 83,889	\$ (81,172)
Prior Year Cash Required to Balance Budget	\$ -	\$ -		

**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, 2012**

	<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	16,500	16,500	16,500	-
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	-	-
Total Revenues	<u>16,500</u>	<u>16,500</u>	<u>16,500</u>	<u>-</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	16,828	16,828	13,271	3,557
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	<u>16,828</u>	<u>16,828</u>	<u>13,271</u>	<u>3,557</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (328)</u>	<u>\$ (328)</u>	<u>\$ 3,229</u>	<u>\$ (3,557)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(328)</u>	<u>(328)</u>	<u>\$ 3,229</u>	<u>\$ (3,557)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 328</u>	<u>\$ 328</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 – QUAY FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	67,986	67,986	67,986	-
Federal Sources	-	-	-	-
Charges for Services	-	-	6	6
Interest	-	-	1,041	1,041
Total Revenues	<u>67,986</u>	<u>67,986</u>	<u>69,033</u>	<u>1,047</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	72,536	72,536	31,207	41,329
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	<u>72,536</u>	<u>72,536</u>	<u>31,207</u>	<u>41,329</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (4,550)</u>	<u>\$ (4,550)</u>	<u>\$ 37,826</u>	<u>\$ (40,282)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(4,550)</u>	<u>(4,550)</u>	<u>\$ 37,826</u>	<u>\$ (40,282)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 4,550</u>	<u>\$ 4,550</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 – STATE FORESTRY FUNDS ONLY
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	-	-	97,373	97,373
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>97,373</u>	<u>97,373</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 97,373</u>	<u>\$ 97,373</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>-</u>	<u>-</u>	<u>\$ 97,373</u>	<u>\$ 97,373</u>
Prior Year Cash Required to Balance Budget	<u>\$ -</u>	<u>\$ -</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 – PORTER FIRE DISTRICT
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	55,418	55,418	55,418	-
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	808	808
Total Revenues	55,418	55,418	56,226	808
EXPENDITURES				
General Government	-	-	-	-
Public Safety	77,760	77,760	36,254	41,506
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	16,799	(16,799)
Total Expenditures	77,760	77,760	53,053	24,707
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (22,342)</u>	<u>\$ (22,342)</u>	<u>\$ 3,173</u>	<u>\$ (23,899)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(22,342)</u>	<u>(22,342)</u>	<u>\$ 3,173</u>	<u>\$ (23,899)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 22,342</u>	<u>\$ 22,342</u>		

See Independent Auditors' Report

**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 MARSHALL
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	66,923	66,923	66,198	(725)
Federal Sources	-	-	-	-
Charges for Services	-	-	400	400
Interest	-	-	327	327
Total Revenues	<u>66,923</u>	<u>66,923</u>	<u>66,925</u>	<u>2</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	48,724	48,724	12,337	36,387
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	34,299	(34,299)
Total Expenditures	<u>48,724</u>	<u>48,724</u>	<u>46,636</u>	<u>2,088</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 18,199</u>	<u>\$ 18,199</u>	<u>\$ 20,289</u>	<u>\$ (2,086)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	(23,050)	23,050
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(23,050)</u>	<u>23,050</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ 18,199</u>	<u>\$ 18,199</u>	<u>\$ (2,761)</u>	<u>\$ (2,086)</u>
Prior Year Cash Required to Balance Budget	<u>\$ (18,199)</u>	<u>\$ (18,199)</u>		

See Independent Auditors' Report

**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, 2012**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	46,036	46,036
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Charges for Services	44,516	44,516	2,654	(41,862)
Interest	<u>1,433</u>	<u>1,433</u>	<u>445</u>	<u>(988)</u>
Total Revenues	45,949	45,949	49,135	3,186
EXPENDITURES				
General Government	47,592	47,592	31,325	16,267
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>47,592</u>	<u>47,592</u>	<u>31,325</u>	<u>16,267</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,643)</u>	<u>\$ (1,643)</u>	<u>\$ 17,810</u>	<u>\$ (13,081)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ (1,643)</u>	<u>\$ (1,643)</u>	<u>\$ 17,810</u>	<u>\$ (13,081)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 1,643</u>	<u>\$ 1,643</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 – RURAL ADDRESSING
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	200	200	90	(110)
Interest	<u>-</u>	<u>-</u>	<u>331</u>	<u>331</u>
Total Revenues	200	200	421	221
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	<u>20,010</u>	<u>20,010</u>	<u>2,400</u>	<u>17,610</u>
Total Expenditures	<u>20,010</u>	<u>20,010</u>	<u>2,400</u>	<u>17,610</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (19,810)</u>	<u>\$ (19,810)</u>	<u>\$ (1,979)</u>	<u>\$ (17,389)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	11,250	11,250
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>11,250</u>	<u>11,250</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(19,810)</u>	<u>(19,810)</u>	<u>\$ 9,271</u>	<u>\$ (17,389)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 19,810</u>	<u>\$ 19,810</u>		

See Independent Auditors' Report

**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, 2012**

	<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	2,300	2,300	1,135	(1,165)
Interest	<u>-</u>	<u>-</u>	<u>284</u>	<u>284</u>
Total Revenues	2,300	2,300	1,419	(881)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	<u>30,764</u>	<u>30,764</u>	<u>22,991</u>	<u>7,773</u>
Total Expenditures	<u>30,764</u>	<u>30,764</u>	<u>22,991</u>	<u>7,773</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (28,464)</u>	<u>\$ (28,464)</u>	<u>\$ (21,572)</u>	<u>\$ (8,654)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(28,464)</u>	<u>(28,464)</u>	<u>\$ (21,572)</u>	<u>\$ (8,654)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 28,464</u>	<u>\$ 28,464</u>		

See Independent Auditors' Report

**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, 2012**

	<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	5,080	5,080	1,260	(3,820)
Interest	<u>-</u>	<u>-</u>	<u>103</u>	<u>103</u>
Total Revenues	5,080	5,080	1,363	(3,717)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	14,419	14,419	2,678	11,741
Culture and Recreation	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>287</u>	<u>(287)</u>
Total Expenditures	<u>14,419</u>	<u>14,419</u>	<u>2,965</u>	<u>11,454</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (9,339)</u>	<u>\$ (9,339)</u>	<u>\$ (1,602)</u>	<u>\$ (15,171)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(9,339)</u>	<u>(9,339)</u>	<u>\$ (1,602)</u>	<u>\$ (15,171)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 9,339</u>	<u>\$ 9,339</u>		

See Independent Auditors' Report

**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, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	50	50	69	19
Total Revenues	50	50	69	19
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	6,736	6,736	-	6,736
Total Expenditures	6,736	6,736	-	6,736
Excess (Deficiency) of Revenues Over Expenditures	\$ (6,686)	\$ (6,686)	\$ 69	\$ (6,717)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	(6,686)	(6,686)	\$ 69	\$ (6,717)
Prior Year Cash Required to Balance Budget	\$ 6,686	\$ 6,686		

See Independent Auditors' Report

**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, 2012**

	<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	<u>1,000</u>	<u>1,000</u>	<u>332</u>	<u>(668)</u>
Total Revenues	1,000	1,000	332	(668)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	32,735	32,735	-	32,735
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>295</u>	<u>(295)</u>
Total Expenditures	<u>32,735</u>	<u>32,735</u>	<u>295</u>	<u>32,440</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (31,735)</u>	<u>\$ (31,735)</u>	<u>\$ 37</u>	<u>\$ (33,108)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(31,735)</u>	<u>(31,735)</u>	<u>\$ 37</u>	<u>\$ (33,108)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 31,735</u>	<u>\$ 31,735</u>		

See Independent Auditors' Report

**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, 2012**

	<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	24,200	24,200	48,400	24,200
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	-	-
Total Revenues	<u>24,200</u>	<u>24,200</u>	<u>48,400</u>	<u>24,200</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	24,200	24,200	-	24,200
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	24,200	(24,200)
Total Expenditures	<u>24,200</u>	<u>24,200</u>	<u>24,200</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,200</u>	<u>\$ 24,200</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,200</u>	<u>\$ 24,200</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 – LAW ENFORCEMENT – JAG GRANT
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	-	-	115	115
	<u>-</u>	<u>-</u>	<u>115</u>	<u>115</u>
Total Revenues	-	-	115	115
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	17,085	17,085	9,407	7,678
	<u>17,085</u>	<u>17,085</u>	<u>9,407</u>	<u>7,678</u>
Total Expenditures	17,085	17,085	9,407	7,678
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (17,085)</u>	<u>\$ (17,085)</u>	<u>\$ (9,292)</u>	<u>\$ (7,563)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(17,085)</u>	<u>(17,085)</u>	<u>\$ (9,292)</u>	<u>\$ (7,563)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 17,085</u>	<u>\$ 17,085</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 – JUVENILE DETENTION OFFICER
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	133,500	133,500	167,847	34,347
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	-	-
Total Revenues	<u>133,500</u>	<u>133,500</u>	<u>167,847</u>	<u>34,347</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	261,979	261,979	192,893	69,086
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	4,475	(4,475)
Total Expenditures	<u>261,979</u>	<u>261,979</u>	<u>197,368</u>	<u>64,611</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (128,479)</u>	<u>\$ (128,479)</u>	<u>\$ (29,521)</u>	<u>\$ (30,264)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	128,479	128,479
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>128,479</u>	<u>128,479</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ (128,479)</u>	<u>\$ (128,479)</u>	<u>\$ 98,958</u>	<u>\$ (30,264)</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 – PRIMARY CARE CLINIC
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	131,842	131,842	135,000	3,158
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	844	844
Total Revenues	<u>131,842</u>	<u>131,842</u>	<u>135,844</u>	<u>4,002</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	191,842	191,842	117,975	73,867
Culture and Recreation	-	-	-	-
Total Expenditures	<u>191,842</u>	<u>191,842</u>	<u>117,975</u>	<u>73,867</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (60,000)</u>	<u>\$ (60,000)</u>	<u>\$ 17,869</u>	<u>\$ (69,865)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(60,000)</u>	<u>(60,000)</u>	<u>\$ 17,869</u>	<u>\$ (69,865)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 60,000</u>	<u>\$ 60,000</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 – CLERK’S EQUIPMENT
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	8,000	8,000	14,345	6,345
Interest	<u>1,500</u>	<u>1,500</u>	<u>749</u>	<u>(751)</u>
Total Revenues	9,500	9,500	15,094	5,594
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	<u>66,000</u>	<u>66,000</u>	<u>20,195</u>	<u>45,805</u>
Total Expenditures	<u>66,000</u>	<u>66,000</u>	<u>20,195</u>	<u>45,805</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (56,500)</u>	<u>\$ (56,500)</u>	<u>\$ (5,101)</u>	<u>\$ (40,211)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>(10,000)</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(10,000)</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(66,500)</u>	<u>(66,500)</u>	<u>\$ (15,101)</u>	<u>\$ (40,211)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 66,500</u>	<u>\$ 66,500</u>		

See Independent Auditors' Report

**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, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	85,499	87,432	85,469	(1,963)
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	30	30
Total Revenues	85,499	87,432	85,499	(1,933)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	93,387	103,238	93,387	9,851
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	93,387	103,238	93,387	9,851
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (7,888)</u>	<u>\$ (15,806)</u>	<u>\$ (7,888)</u>	<u>\$ (11,784)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(7,888)</u>	<u>(15,806)</u>	<u>\$ (7,888)</u>	<u>\$ (11,784)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 7,888</u>	<u>\$ 15,806</u>		

See Independent Auditors' Report

**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, 2012**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	41,846	41,846	36,611	(5,235)
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Charges for Services	1,800	1,800	-	(1,800)
Interest	-	-	791	791
	<u>-</u>	<u>-</u>	<u>791</u>	<u>791</u>
Total Revenues	43,646	43,646	37,402	(6,244)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	91,846	91,846	-	91,846
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	91,846	91,846	-	91,846
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (48,200)</u>	<u>\$ (48,200)</u>	<u>\$ 37,402</u>	<u>\$ (98,090)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,402</u>	<u>\$ (98,090)</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 – DWI GRANT
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	10,500	18,032	18,032	-
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	-	-
Total Revenues	<u>10,500</u>	<u>18,032</u>	<u>18,032</u>	-
EXPENDITURES				
General Government	-	-	-	-
Public Safety	10,500	18,032	18,032	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	<u>10,500</u>	<u>18,032</u>	<u>18,032</u>	-
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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 – MAGISTRATE COURT - MISDEMEANOR
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	23,000	23,000	12,844	(10,156)
Interest	<u>-</u>	<u>-</u>	<u>150</u>	<u>150</u>
Total Revenues	<u>23,000</u>	<u>23,000</u>	<u>12,994</u>	<u>(10,006)</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	32,774	32,774	10,023	22,751
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>32,774</u>	<u>32,774</u>	<u>10,023</u>	<u>22,751</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (9,774)</u>	<u>\$ (9,774)</u>	<u>\$ 2,971</u>	<u>\$ (32,757)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(9,774)</u>	<u>(9,774)</u>	<u>\$ 2,971</u>	<u>\$ (32,757)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 9,774</u>	<u>\$ 9,774</u>		

See Independent Auditors' Report

**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 – DWI PROBATION FEES
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	14,124	(4,661)
Interest	-	-	154	154
	<u>-</u>	<u>-</u>	<u>154</u>	<u>154</u>
Total Revenues	18,785	18,785	14,278	(4,507)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	18,785	18,785	14,600	4,185
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	18,785	18,785	14,600	4,185
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (322)</u>	<u>\$ (8,692)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (322)</u>	<u>\$ (8,692)</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 – MAGISTRATE COURT – DWI SCREENING FEES
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	1,700	(1,740)
Interest	-	-	10	10
	<u>-</u>	<u>-</u>	<u>10</u>	<u>10</u>
Total Revenues	3,440	3,440	1,710	(1,730)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	3,440	3,440	1,061	2,379
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	3,440	3,440	1,061	2,379
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 649</u>	<u>\$ (4,109)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 649</u>	<u>\$ (4,109)</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 – MAGISTRATE COURT – DWI TREATMENT FEES
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	100	100	-	(100)
Interest	<u>-</u>	<u>-</u>	<u>32</u>	<u>32</u>
Total Revenues	100	100	32	(68)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	1,000	1,000	-	1,000
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (900)</u>	<u>\$ (900)</u>	<u>\$ 32</u>	<u>\$ (1,068)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(900)</u>	<u>(900)</u>	<u>\$ 32</u>	<u>\$ (1,068)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 900</u>	<u>\$ 900</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 – MAGISTRATE COURT – DWI UA FEES
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	1,884	(3,166)
Interest	<u>-</u>	<u>-</u>	<u>78</u>	<u>78</u>
Total Revenues	5,050	5,050	1,962	(3,088)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	19,596	19,596	15,633	3,963
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>19,596</u>	<u>19,596</u>	<u>15,633</u>	<u>3,963</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (14,546)</u>	<u>\$ (14,546)</u>	<u>\$ (13,671)</u>	<u>\$ (7,051)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(14,546)</u>	<u>(14,546)</u>	<u>\$ (13,671)</u>	<u>\$ (7,051)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 14,546</u>	<u>\$ 14,546</u>		

See Independent Auditors' Report

**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 FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<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	3,000	3,000	-	(3,000)
Interest	<u>-</u>	<u>-</u>	<u>4,945</u>	<u>4,945</u>
Total Revenues	3,000	3,000	4,945	1,945
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 3,000</u>	<u>\$ 3,000</u>	<u>\$ 4,945</u>	<u>\$ 1,945</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	110,000	110,000
Transfers Out	<u>-</u>	<u>-</u>	<u>(233,520)</u>	<u>233,520</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(123,520)</u>	<u>343,520</u>
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>3,000</u>	<u>3,000</u>	<u>\$ (118,575)</u>	<u>\$ 1,945</u>
Prior Year Cash Required to Balance Budget	<u>\$ (3,000)</u>	<u>\$ (3,000)</u>		

See Independent Auditors' Report

**STATE OF NEW MEXICO
COUNTY OF QUAY
CAPITAL PROJECTS FUNDS DESCRIPTION
FOR THE YEAR ENDED JUNE 30, 2012**

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

Community Development Block Grant (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 Funds and local sources. As of Fiscal 2012, this project has been closed out.

Community Development Block Grant (CDBG) - Planning Grant – To account for funds for planning future CDBG grants. Authority is the Federal Government.

EMNRD Grant – A grant from the New Mexico Energy, Minerals and Natural Resources Department.

**STATE OF NEW MEXICO
COUNTY OF QUAY
BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2012**

	<u>CDBG - Quay Hospital Roof</u>	<u>CDBG - Planning Grant</u>	<u>EMNRD Grant</u>	<u>Total</u>
ASSETS				
Pooled Cash and Cash Equivalents	\$ 24,507	\$ -	\$ 24,559	\$ 49,066
Due from Other Funds	-	-	-	-
Intergovernmental Receivable	-	-	-	-
Other Receivable	-	-	-	-
TOTAL ASSETS	<u>\$ 24,507</u>	<u>\$ -</u>	<u>\$ 24,559</u>	<u>\$ 49,066</u>
 LIABILITIES AND FUND BALANCE				
LIABILITIES				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Notes Payable - Intergovernmental	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 FUND BALANCES				
Unreserved:				-
Designated for Subsequent Year's Expenditures	-	-	-	-
Undesignated	24,507	-	24,559	49,066
TOTAL FUND BALANCES	<u>24,507</u>	<u>-</u>	<u>24,559</u>	<u>49,066</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 24,507</u>	<u>\$ -</u>	<u>\$ 24,559</u>	<u>\$ 49,066</u>

See Independent Auditors' Report

**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, 2012**

	CDBG - Quay Hospital Roof	CDBG - Planning Grant	EMNRD Grant	Total
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Local Sources	-	-	-	-
Local and State-shared Taxes	-	-	-	-
State Sources	-	9,093	62,179	71,272
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	450	9	82	541
TOTAL REVENUES	450	9,102	62,261	71,813
EXPENDITURES				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	1,980	53,702	55,682
Capital Outlay	25,067	-	-	25,067
Debt Service	-	-	-	-
TOTAL EXPENDITURES	25,067	1,980	53,702	80,749
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(24,617)	7,122	8,559	(8,936)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	(7,122)	-	(7,122)
Transfers Out	-	-	-	-
Loan Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(7,122)	-	(7,122)
NET CHANGE IN FUND BALANCES	(24,617)	-	8,559	(16,058)
FUND BALANCE, BEGINNING OF YEAR	49,044	9,093	-	58,137
RESTATEMENT	80	(9,093)	16,000	6,987
FUND BALANCE, END OF YEAR	\$ 24,507	\$ -	\$ 24,559	\$ 49,066

See Independent Auditors' Report

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, EXPENDITURES – BUDGET (NON-GAPP BUDGETARY
BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) – CAPITAL PROJECTS FUND
COMMUNITY DEVELOPMENT BLOCK GRANT – QUAY COUNTY HOSPITAL ROOF
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	300,000	300,000	-	(300,000)
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	450	450
	<u>300,000</u>	<u>300,000</u>	<u>450</u>	<u>450</u>
Total Revenues	300,000	300,000	450	(299,550)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	349,125	349,125	25,067	324,058
	<u>349,125</u>	<u>349,125</u>	<u>25,067</u>	<u>324,058</u>
Total Expenditures	349,125	349,125	25,067	324,058
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (49,125)</u>	<u>\$ (49,125)</u>	<u>\$ (24,617)</u>	<u>\$ (623,608)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(49,125)</u>	<u>(49,125)</u>	<u>\$ (24,617)</u>	<u>\$ (623,608)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 49,125</u>	<u>\$ 49,125</u>		
Revenues (Adjustments)				-
Expenditures (Adjustments)				-
Net Changes in Fund Balances - GAAP				<u>\$ (623,608)</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, EXPENDITURES – BUDGET (NON-GAPP BUDGETARY
BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) – CAPITAL PROJECTS FUND
COMMUNITY DEVELOPMENT BLOCK GRANT – PLANNING GRANT
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	9,102	9,102	9,093	(9)
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	9	9
	-	-	9	9
Total Revenues	9,102	9,102	9,102	-
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	9,102	9,102	1,980	7,122
	9,102	9,102	1,980	7,122
Total Expenditures	9,102	9,102	1,980	7,122
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	\$ 7,122	\$ (7,122)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	(7,122)	(7,122)
Transfers Out	-	-	-	-
	-	-	(7,122)	(7,122)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	(7,122)	(7,122)
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	-	-	\$ -	\$ (7,122)
Prior Year Cash Required to Balance Budget	\$ -	\$ -		
Revenues (Adjustments)				-
Expenditures (Adjustments)				-
Net Changes in Fund Balances - GAAP				\$ (7,122)

See Independent Auditors' Report

**STATE OF NEW MEXICO
COUNTY OF QUAY
STATEMENT OF REVENUES, EXPENDITURES – BUDGET (NON-GAPP BUDGETARY
BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) – CAPITAL PROJECTS FUND
EMNRD GRANT
FOR THE YEAR ENDED JUNE 30, 2012**

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
Local and State-shared Taxes	-	-	-	-
State Sources	86,862	86,862	62,179	(24,683)
Federal Sources	-	-	-	-
Charges for Services	-	-	-	-
Interest	-	-	82	82
	<u>86,862</u>	<u>86,862</u>	<u>62,261</u>	<u>(24,601)</u>
Total Revenues	86,862	86,862	62,261	(24,601)
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	102,862	102,862	53,702	49,160
	<u>102,862</u>	<u>102,862</u>	<u>53,702</u>	<u>49,160</u>
Total Expenditures	102,862	102,862	53,702	49,160
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (16,000)</u>	<u>\$ (16,000)</u>	<u>\$ 8,559</u>	<u>\$ (73,761)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures - Budgetary Basis	<u>(16,000)</u>	<u>(16,000)</u>	<u>\$ 8,559</u>	<u>\$ (73,761)</u>
Prior Year Cash Required to Balance Budget	<u>\$ 16,000</u>	<u>\$ 16,000</u>		

**STATE OF NEW MEXICO
COUNTY OF QUAY
AGENCY FUNDS - DESCRIPTION
FOR THE YEAR ENDED JUNE 30, 2012**

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 fee collected by the County Clerk for issuing, acknowledging and recording marriage licenses and marriage certificates 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, 2012**

	Children's Trust Fund	Taxes Paid in Advance	Cost to State	Overpayment of Taxes	Taxes Paid Under Protest	Detention Center	Total
ASSETS							
Pooled Cash and Cash Equivalents	\$ -	\$ 3,159	\$ -	\$ -	\$ 6,515	\$ -	\$ 9,674
Property Taxes Receivable	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 3,159</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,515</u>	<u>\$ -</u>	<u>\$ 9,674</u>
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Deposits Held for Others	\$ -	\$ -	\$ (125)	\$ -	\$ 6,640	\$ -	\$ 6,515
Due to Other Governmental Funds	-	3,159	-	-	-	-	3,159
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ 3,159</u>	<u>\$ (125)</u>	<u>\$ -</u>	<u>\$ 6,640</u>	<u>\$ -</u>	<u>\$ 9,674</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES –
ALL AGENCY FUNDS
JUNE 30, 2012**

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
<u>Children's Trust Fund</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ -	\$ 990	\$ 990	\$ -
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 990</u>	<u>\$ 990</u>	<u>\$ -</u>
Liabilities				
Deposits Held for Others	\$ -	\$ 990	\$ 990	\$ -
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 990</u>	<u>\$ 990</u>	<u>\$ -</u>
<u>Taxes Paid in Advance</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ 1,655	\$ 1,504	\$ -	\$ 3,159
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ 1,655</u>	<u>\$ 1,504</u>	<u>\$ -</u>	<u>\$ 3,159</u>
Liabilities				
Deposits Held for Others	\$ 1,655	\$ 1,504	\$ -	\$ 3,159
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ 1,655</u>	<u>\$ 1,504</u>	<u>\$ -</u>	<u>\$ 3,159</u>
<u>Taxes Paid Under Protest</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ 2,027	\$ 27,206	\$ 22,718	\$ 6,515
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ 2,027</u>	<u>\$ 27,206</u>	<u>\$ 22,718</u>	<u>\$ 6,515</u>
Liabilities				
Deposits Held for Others	\$ 2,027	\$ 27,206	\$ 22,718	\$ 6,515
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ 2,027</u>	<u>\$ 27,206</u>	<u>\$ 22,718</u>	<u>\$ 6,515</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES –
ALL AGENCY FUNDS – (continued)
JUNE 30, 2012**

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
<u>Cost to State</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ -	\$ 59,891	\$ 59,891	\$ -
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 59,891</u>	<u>\$ 59,891</u>	<u>\$ -</u>
Liabilities				
Deposits Held for Others	\$ -	\$ 59,891	\$ 59,891	\$ -
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 59,891</u>	<u>\$ 59,891</u>	<u>\$ -</u>
<u>Overpayment of Taxes</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ -	\$ 9,905	\$ 9,905	\$ -
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 9,905</u>	<u>\$ 9,905</u>	<u>\$ -</u>
Liabilities				
Deposits Held for Others	\$ -	\$ 9,905	\$ 9,905	\$ -
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 9,905</u>	<u>\$ 9,905</u>	<u>\$ -</u>
<u>Undistributed Taxes</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities				
Deposits Held for Others	\$ -	\$ -	\$ -	\$ -
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES –
ALL AGENCY FUNDS – (continued)
JUNE 30, 2012**

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
<u>Detention Center</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ -			\$ -
Due from Other Funds	4,974	-	4,974	-
Total Assets	<u>\$ 4,974</u>	<u>\$ -</u>	<u>\$ 4,974</u>	<u>\$ -</u>
Liabilities				
Deposits Held for Others	\$ -	\$ -	\$ -	\$ -
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Totals - All Agency Funds</u>				
Assets				
Pooled Cash and Cash Equivalents	\$ 3,682	\$ 99,496	\$ 93,504	\$ 9,674
Due from Other Funds	4,974	-	4,974	-
Total Assets	<u>\$ 8,656</u>	<u>\$ 99,496</u>	<u>\$ 98,478</u>	<u>\$ 9,674</u>
Liabilities				
Deposits Held for Others	\$ 3,682	\$ 99,496	\$ 93,504	\$ 9,674
Due to Other Governmental Funds	-	-	-	-
Total Liabilities	<u>\$ 3,682</u>	<u>\$ 99,496</u>	<u>\$ 93,504</u>	<u>\$ 9,674</u>

SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
COUNTY OF QUAY
PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Agency</u>	<u>Property Taxes Levied</u>	<u>Collected in Current Year</u>	<u>Collected To-Date</u>	<u>Distributed in Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Un-collectable</u>	<u>To-Date Amount Un-collectable</u>	<u>Un-distributed at Year End</u>	<u>County Receivable at Year End</u>
Quay County:									
General ad valorem									
2003 - 2011	\$ 9,424,434	\$ 169,167	\$ 9,369,455	\$ 169,167	\$ 9,369,455	\$ -	\$ -	\$ -	\$ 54,979
2012	1,395,824	1,306,327	1,306,327	1,306,327	1,306,327	10,936	10,936	-	78,561
Total General ad valorem	\$ 10,820,258	\$ 1,475,494	\$ 10,675,782	\$ 1,475,494	\$ 10,675,782	\$ 10,936	\$ 10,936	\$ -	\$ 133,540
Re-appraisal program									
2003 - 2011	\$ 305,492	\$ -	\$ 301,893	\$ -	\$ 301,893	\$ -	\$ -	\$ -	\$ 3,599
2012	46,232	44,434	44,434	44,434	44,434	-	-	-	1,798
Total Reappraisal program	\$ 351,724	\$ 44,434	\$ 346,327	\$ 44,434	\$ 346,327	\$ -	\$ -	\$ -	\$ 5,397
Municipalities:									
City of Tucumcari									
2003 - 2011	\$ 2,356,964	\$ 22,793	\$ 2,356,964	\$ 22,793	\$ 2,356,964	\$ -	\$ -	\$ -	\$ -
2012	343,208	294,094	294,094	294,094	294,094	-	-	-	49,114
Total City of Tucumcari	\$ 2,700,172	\$ 316,887	\$ 2,651,058	\$ 316,887	\$ 2,651,058	\$ -	\$ -	\$ -	\$ 49,114
House									
2003 - 2011	\$ 26,308	\$ 458	\$ 26,308	\$ 458	\$ 26,308	\$ -	\$ -	\$ -	\$ -
2012	4,312	3,737	3,737	3,737	3,737	-	-	-	575
Total House	\$ 30,620	\$ 4,195	\$ 30,045	\$ 4,195	\$ 30,045	\$ -	\$ -	\$ -	\$ 575
Logan									
2003 - 2011	\$ 841,890	\$ 7,996	\$ 840,144	\$ 7,996	\$ 840,144	\$ -	\$ -	\$ -	\$ 1,746
2012	165,208	151,517	151,517	151,517	151,517	-	-	-	13,691
Total Logan	\$ 1,007,098	\$ 159,513	\$ 991,661	\$ 159,513	\$ 991,661	\$ -	\$ -	\$ -	\$ 15,437
San Jon									
2003 - 2011	\$ 77,400	\$ 458	\$ 77,400	\$ 458	\$ 77,400	\$ -	\$ -	\$ -	\$ -
2012	11,408	10,244	10,244	10,244	10,244	-	-	-	1,164
Total San Jon	\$ 88,808	\$ 10,702	\$ 87,644	\$ 10,702	\$ 87,644	\$ -	\$ -	\$ -	\$ 1,164

**STATE OF NEW MEXICO
COUNTY OF QUAY
PROPERTY TAX SCHEDULE (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Agency</u>	<u>Property Taxes Levied</u>	<u>Collected in Current Year</u>	<u>Collected To-Date</u>	<u>Distributed in Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Un-collectable</u>	<u>To-Date Amount Un-collectable</u>	<u>Un-distributed at Year End</u>	<u>County Receivable at Year End</u>
State of New Mexico:									
State Levy									
2003 - 2011	\$ 1,438,039	\$ 12,368	\$ 1,401,468	\$ 12,368	\$ 1,401,468	\$ -	\$ -	\$ -	\$ 36,571
2012	237,313	212,004	212,004	212,004	212,004	-	-	-	25,309
Total State Levy	\$ 1,675,352	\$ 224,372	\$ 1,613,472	\$ 224,372	\$ 1,613,472	\$ -	\$ -	\$ -	\$ 61,880
Cattle									
2003 - 2011	\$ 503,016	\$ 3,545	\$ 491,611	\$ 3,545	\$ 491,611	\$ -	\$ -	\$ -	\$ 11,405
2012	56,157	49,735	49,735	49,735	49,735	-	-	-	6,422
Total Cattle	\$ 559,173	\$ 53,280	\$ 541,346	\$ 53,280	\$ 541,346	\$ -	\$ -	\$ -	\$ 17,827
Sheep									
2003 - 2011	\$ 898	\$ 3	\$ 898	\$ 3	\$ 898	\$ -	\$ -	\$ -	\$ -
2012	72	68	68	68	68	-	-	-	4
Total Sheep	\$ 970	\$ 71	\$ 966	\$ 71	\$ 966	\$ -	\$ -	\$ -	\$ 4
Dairy									
2003 - 2011	\$ 35	\$ -	\$ 27	\$ -	\$ 27	\$ -	\$ -	\$ -	\$ 8
2012	1	-	-	-	-	-	-	-	1
Total Dairy	\$ 36	\$ -	\$ 27	\$ -	\$ 27	\$ -	\$ -	\$ -	\$ 9
Swine									
2003 - 2011	\$ 44	\$ -	\$ 26	\$ -	\$ 26	\$ -	\$ -	\$ -	\$ 18
2012	8	5	5	5	5	-	-	-	3
Total Swine	\$ 52	\$ 5	\$ 31	\$ 5	\$ 31	\$ -	\$ -	\$ -	\$ 21

**STATE OF NEW MEXICO
COUNTY OF QUAY
PROPERTY TAX SCHEDULE (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Agency</u>	<u>Property Taxes Levied</u>	<u>Collected in Current Year</u>	<u>Collected To-Date</u>	<u>Distributed in Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Un-collectable</u>	<u>To-Date Amount Un-collectable</u>	<u>Un-distributed at Year End</u>	<u>County Receivable at Year End</u>
Schools:									
Operational									
2003 - 2011	\$ 535,920	\$ 2,408	\$ 479,400	\$ 2,408	\$ 479,400	\$ -	\$ -	\$ -	\$ 56,520
2012	73,039	69,135	69,135	69,135	69,135	-	-	-	3,904
Total Operational	\$ 608,959	\$ 71,543	\$ 548,535	\$ 71,543	\$ 548,535	\$ -	\$ -	\$ -	\$ 60,424
Debt Service									
2003 - 2011	\$ 6,935,567	\$ 36,216	\$ 6,867,276	\$ 36,216	\$ 6,867,276	\$ -	\$ -	\$ -	\$ 68,291
2012	1,002,406	949,049	949,049	949,049	949,049	-	-	-	53,357
Total Debt Service	\$ 7,937,973	\$ 985,265	\$ 7,816,325	\$ 985,265	\$ 7,816,325	\$ -	\$ -	\$ -	\$ 121,648
Capital Improvements									
2003 - 2011	\$ 2,142,992	\$ 11,703	\$ 2,121,812	\$ 11,703	\$ 2,121,812	\$ -	\$ -	\$ -	\$ 21,180
2012	345,793	326,546	326,546	326,546	326,546	-	-	-	19,247
Total Capital Improvements	\$ 2,488,785	\$ 338,249	\$ 2,448,358	\$ 338,249	\$ 2,448,358	\$ -	\$ -	\$ -	\$ 40,427
Ed Tech									
2003 - 2011	\$ 7,820	\$ -	\$ 7,820	\$ -	\$ 7,820	\$ -	\$ -	\$ -	\$ -
2012	-	-	-	-	-	-	-	-	-
Total Ed Tech	\$ 7,820	\$ -	\$ 7,820	\$ -	\$ 7,820	\$ -	\$ -	\$ -	\$ -

**STATE OF NEW MEXICO
COUNTY OF QUAY
PROPERTY TAX SCHEDULE (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Agency</u>	<u>Property Taxes Levied</u>	<u>Collected in Current Year</u>	<u>Collected To-Date</u>	<u>Distributed in Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Un-collectable</u>	<u>To-Date Amount Un-collectable</u>	<u>Un-distributed at Year End</u>	<u>County Receivable at Year End</u>
Special Districts:									
D. Trigg Hospital									
2003 - 2011	\$ 1,699,729	\$ 13,432	\$ 1,654,937	\$ 13,432	\$ 1,654,937	\$ -	\$ -	\$ -	\$ 44,792
2012	261,358	233,485	233,485	233,485	233,485	-	-	-	27,873
Total D. Trigg Hospital	1,961,087.00	246,917.00	1,888,422.00	246,917.00	1,888,422.00	-	-	-	72,665.00
Arch Hurley									
2003 - 2011	\$ 2,528,213	\$ 27,476	\$ 2,417,558	\$ 27,476	\$ 2,417,558	\$ 82,179	\$ 82,179	\$ -	\$ 28,476
2012	314,998	272,841	272,841	272,841	272,841	-	-	-	42,157
Total Arch Hurley	\$ 2,843,211	\$ 300,317	\$ 2,690,399	\$ 300,317	\$ 2,690,399	\$ 82,179	\$ 82,179	\$ -	\$ 70,633
Mesa Technical College									
2003 - 2011	\$ 1,628,720	\$ 14,080	\$ 1,604,552	\$ 14,080	\$ 1,604,552	\$ -	\$ -	\$ -	\$ 24,168
2012	226,748	200,197	200,197	200,197	200,197	-	-	-	26,551
Total Mesa Technical College	\$ 1,855,468	\$ 214,277	\$ 1,804,749	\$ 214,277	\$ 1,804,749	\$ -	\$ -	\$ -	\$ 50,719
Ute Lake PID 2 OP									
2003 - 2011	\$ 56,244	\$ 967	\$ 55,683	\$ 967	\$ 55,683	\$ -	\$ -	\$ -	\$ 561
2012	30,232	29,525	29,525	29,525	29,525	-	-	-	707
Total Ute Lake PID 2 OP	\$ 86,476	\$ 30,492	\$ 85,208	\$ 30,492	\$ 85,208	\$ -	\$ -	\$ -	\$ 1,268
Ute Lake Ranch PID 2 DR									
2003 - 2011	\$ 344,846	\$ 4,417	\$ 341,398	\$ 4,416	\$ 341,398	\$ -	\$ -	\$ -	\$ 3,448
2012	108,833	106,287	106,287	106,287	106,287	-	-	-	2,546
Total Ute Lake Ranch PID 2 DR	\$ 453,679	\$ 110,704	\$ 447,685	\$ 110,703	\$ 447,685	\$ -	\$ -	\$ -	\$ 5,994
Grand Total	\$ 35,477,721	\$ 4,586,717	\$ 34,675,860	\$ 4,586,716	\$ 34,675,860	\$ 93,115	\$ 93,115	\$ -	\$ 708,746

**STATE OF NEW MEXICO
COUNTY OF QUAY
LIST OF INDIVIDUAL DEPOSIT AND INVESTMENT ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Account Name</u>	<u>Type</u>	<u>Wells 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	\$ 36,898	\$ -	\$ 4,672,437	\$ -	\$ -	\$ 4,709,335
County Treasurer	Certificate of Deposit	-	-	-	1,100,000	250,000	1,350,000
Seizure Fund	Checking	-	-	101	-	-	101
Detention Center	Checking	-	-	10,369	-	-	10,369
Total Bank Balances		36,898	-	4,682,907	1,100,000	250,000	6,069,805
Deposits in Transit		-	-	5,356	-	-	5,356
Outstanding Checks		-	-	(117,436)	-	-	(117,436)
Reconciled Balances		<u>\$ 36,898</u>	<u>\$ -</u>	<u>\$ 4,570,827</u>	<u>\$ 1,100,000</u>	<u>\$ 250,000</u>	<u>5,957,725</u>
Petty Cash - Treasurer							500
Petty Cash - Clerk							25
Total Cash, Petty Cash and Investments							<u>\$ 5,958,250</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
SCHEDULE OF PLEDGED COLLATERAL
FOR THE YEAR ENDED JUNE 30, 2012**

Wells Fargo Bank, New Mexico, N.A., Tucumcari, NM

Treasurer Account - Checking	\$ 36,898
Total Demand Deposits	36,898
Less: FDIC Insurance	<u>(36,898)</u>
Uninsured Public Funds	<u><u>\$ -</u></u>

Tucumcari Federal Savings and Loan

Certificates of Deposit	\$ 1,100,000
Total Deposits	1,100,000
Less: FDIC Insurance	<u>(250,000)</u>
Uninsured Public Funds	<u><u>\$ 850,000</u></u>

Everybody's Federal Credit Union, Tucumcari, NM

Certificate of Deposit	\$ 250,000
Total Deposits	250,000
Less: FDIC Insurance	<u>(250,000)</u>
Uninsured Public Funds	<u><u>\$ -</u></u>

First National Bank of New Mexico, Tucumcari, NM

Treasurer Account - Checking	\$ 4,672,437
Detention Center - Checking	10,369
Seizure of Assets - Checking	<u>101</u>
Total Deposits	4,682,907
Less: FDIC Insurance	<u>(250,000)</u>
Uninsured Public Funds	<u><u>4,432,907</u></u>

50 % Collateral Requirement	<u><u>\$ 2,216,454</u></u>
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**STATE OF NEW MEXICO
COUNTY OF QUAY
SCHEDULE OF PLEDGED COLLATERAL (continued)
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Description</u>	<u>CUSIP</u>	<u>Rate</u>	<u>Maturity Date</u>	<u>Face</u>	<u>Market</u>	<u>Pledged Value</u>
Bern. NM Mun. School Dist. 1	085279MU8	3.45%	8/1/2015	\$ 125,000	\$ 128,910	\$ 125,000
Belen, NM Cons. Sch. Dist. 2	077581MK9	5.00%	8/1/2015	150,000	169,715	150,000
Belen, NM Cons. Sch. Dist. 2	077581MJ2	4.00%	8/1/2014	100,000	107,067	100,000
Belen, NM Cons. Sch. Dist. 2	077581MK9	5.00%	8/1/2015	100,000	113,143	100,000
Tularosa, NM Mun. Sch. Dist. 4	899172GN4	4.13%	7/1/2014	100,000	106,351	100,000
FHLMC-ARM	3128NCMT8	5.09%	10/1/2035	104,668	111,780	104,668
Portales NM Mun. Sch. Dist. 1	736151CZ2	3.00%	2/1/2016	150,000	156,828	150,000
Farmington NM Mun. Sch. Dist. 5	311441JF7	3.00%	9/1/2012	200,000	200,976	200,000
FFCB Fixed Rate Note	31331XKB7	5.05%	12/27/2018	200,000	245,759	200,000
Alamogordo NM Mun. Sch. Dist. 1	011464FK5	3.00%	8/1/2014	25,000	26,136	25,000
Dulce NM Indpt. Sch. Dist. 21	264430GQ6	4.00%	6/1/2014	100,000	104,388	100,000
FFCB Fixed Rate Note	31331XKB7	5.05%	12/27/2018	100,000	122,880	100,000
Dulce NM Indpt. Sch. Dist. 21	264430GQ6	4.00%	6/1/2014	100,000	104,388	100,000
Logan NM Sch. Dist. 32	541066AZ9	4.75%	4/15/2016	125,000	139,934	125,000
Hobbs NM Sch. Dist. 16	433866006	2.75%	4/15/2017	250,000	272,703	250,000
Alamogordo NM Mun. Sch. Dist. 1	011464FK5	3.00%	8/1/2014	100,000	104,542	100,000
Logan NM Sch. Dist. 32	541066BB1	5.00%	4/15/2018	125,000	146,045	125,000
FFCB Fixed Rate Note	3134G24X7	2.16%	11/5/2018	500,000	510,823	500,000
Dulce NM Indpt. Sch. Dist. 21	264430JK6	4.00%	6/1/2016	100,000	107,061	100,000
Roswell NM Indp Sch Dist	778550GP2	3.00%	8/1/2017	100,000	109,512	100,000
Total Pledged						<u>2,854,668</u>
Amount Over Requirement						<u>\$ 638,214</u>

**STATE OF NEW MEXICO
COUNTY OF QUAY
JOINT POWERS AGREEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

DESCRIPTION:	Law Enforcement Services
PURPOSE:	To share Law Enforcement Grant funds
PARTICIPANTS:	Village of San Jon and County of Quay
RESPONSIBLE PARTY:	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 ARE REPORTED:	County of Quay

DESCRIPTION:	911 Emergency Communications Center
PURPOSE:	Maintains Dispatch Center
PARTICIPANTS:	County of Quay and City of Tucumcari
RESPONSIBLE PARTY:	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 ARE REPORTED:	City of Tucumcari

Kubiak & Melton, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

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

We 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, 2012, and have issued our report thereon dated November 15, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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 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.

Our 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. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses or significant deficiencies. A significant deficiency is a deficiency, or 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 from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion.

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.

Kubiak & Melton, LLC

Kubiak & Melton, LLC
Albuquerque, New Mexico
November 15, 2012

**STATE OF NEW MEXICO
COUNTY OF QUAY
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2012**

There are no current year audit findings for Quay County.

**STATE OF NEW MEXICO
COUNTY OF QUAY
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2012**

01-12 - Other – Property Tax Ten Year History – Resolved

10-1 - Other– Preparation of County Treasurer’s Property Tax Schedule - Resolved

**STATE OF NEW MEXICO
COUNTY OF QUAY
EXIT CONFERENCE
FOR THE YEAR ENDED JUNE 30, 2012**

An exit conference was held on November 9, 2012 to discuss the audit and the findings. Notice of this meeting was disclosed pursuant to the Open Meeting 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:

Representing the County:

Richard Primrose, County Manager
Robert Lopez, Commissioner
Brad Bryant, Commissioner

Representing the Independent Auditors:

Daniel O. Trujillo, CPA, CFE

Note: The financial statements in this report were prepared substantially by the Independent Audit firm of Kubiak & Melton, LLC, with the assistance of County management.