

State of New Mexico
Quay County

FINANCIAL STATEMENTS

For the Year Ended June 30, 2019



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RIGGS &
INGRAM

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**Quay County, New Mexico
Official Roster
June 30, 2019**

<u>Name</u>	<u>Title</u>
<u>Elected Officials</u>	
Sue Dowell	County Commissioner
Mike Cherry	County Commissioner
Franklin McCasland	County Commissioner
Ellen White	County Clerk
Patsy Gresham	County Treasurer
Janie Hoffman	County Assessor
Russell Shafer	County Sheriff
Nelda Burson	County Probate Judge

<u>Administrative Officials</u>	
Richard Primrose	County Manager
Cheryl Simpson	Finance Officer
James Kleinsasser	Chief Deputy Assessor
Avabelle Oldham	Deputy Assessor
Albenita Rael	Chief Deputy Treasurer
Veronica Marez	Chief Deputy Clerk
Georgia Lujan	Deputy Clerk
Sheryl Chambers	Administrative Assistant
Dennis Garcia	Deputy Sheriff

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Financial Section

INDEPENDENT AUDITORS' REPORT

Brian S. Colón, Esq.
New Mexico State Auditor
The Quay County Commission
Quay County
Tucumcari, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds with legally adopted annual budgets of Quay County, New Mexico (the "County"), as of and for the year ended June 30, 2019, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds with legally adopted annual budgets of Quay County, as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the *Management Discussion and Analysis* that accounting principles generally accepted in the United States of America require 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 the 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.

Accounting principles generally accepted in the United States of America require the GASB required pension schedules on pages 64 through 72 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Department 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, the combining nonmajor fund financial statements, supporting schedules required by 2.2.2 NMAC, and other disclosures are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements and supporting schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and supporting schedules required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section and other disclosures have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2019 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the entity's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Albuquerque, New Mexico
December 2, 2019

Basic Financial Statements

Quay County, New Mexico
Statement of Net Position
June 30, 2019

	Governmental Activities
<hr/>	
Assets	
Current assets	
Cash and cash equivalents	\$ 5,521,041
Investments	2,650,000
Receivables:	
Property taxes	339,636
Other taxes	569,553
Other receivables	78,495
<hr/>	
Total current assets	9,158,725
<hr/>	
Noncurrent assets	
Restricted cash and cash equivalents	33,321
Restricted investments	119,208
Capital assets	36,726,651
Less: accumulated depreciation	(25,556,750)
<hr/>	
Total noncurrent assets	11,322,430
<hr/>	
Total assets	20,481,155
<hr/>	
Deferred outflows of resources	
Deferred outflows- pension	1,498,476
<hr/>	
Total deferred outflows of resources	1,498,476
<hr/>	
Total assets and deferred outflows of resources	\$ 21,979,631
<hr/> <hr/>	

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

	Governmental Activities
Liabilities	
Current liabilities	
Accounts payable	\$ 149,805
Accrued payroll	57,686
Current portion of accrued compensated absences	107,898
Current portion of capital leases payable	185,343
Current portion of loans payable	175,415
Total current liabilities	676,147
Noncurrent liabilities	
Accrued compensated absences	7,696
Capital leases payable	477,888
Loans payable	782,458
Net pension liability	4,666,467
Total noncurrent liabilities	5,934,509
Total liabilities	6,610,656
Deferred inflows of resources	
Deferred inflows-pension	264,054
Total deferred inflows of resources	264,054
Net position	
Net investment in capital assets	9,697,985
Restricted for:	
Debt service	53,425
Capital projects	2,118,094
Other purposes - special revenue	5,694,190
Unrestricted	(2,458,773)
Total net position	15,104,921
Total liabilities, deferred inflows of resources, and net position	\$ 21,979,631

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

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Quay County, New Mexico
Statement of Activities
For the Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
General government	\$ 1,861,548	\$ 206,690	\$ 476,351	\$ -	\$ (1,178,507)
Public safety	4,156,382	221,151	1,369,708	-	(2,565,523)
Public works	1,617,560	2,248	39,774	1,007,915	(567,623)
Culture and recreation	133,207	3,785	-	-	(129,422)
Health and welfare	1,561,063	-	98,399	-	(1,462,664)
Interest on long-term debt	3,855	-	-	-	(3,855)
Total governmental activities	\$ 9,333,615	\$ 433,874	\$ 1,984,232	\$ 1,007,915	(5,907,594)

General revenues:

Taxes:

Property	2,296,181
Gross receipts	2,562,844
Gasoline and motor vehicle	694,444
Other	161,861
Payment in lieu of taxes	493,307
Investment income	116,566
Miscellaneous	24,588
Gain on disposal of capital assets	3,698

Total general revenues **6,353,489**

Change in net position 445,895

Net position - beginning 14,659,026

Net position - ending **\$ 15,104,921**

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

Quay County, New Mexico
Governmental Funds
Balance Sheet
June 30, 2019

	General Fund 401	Road Special Revenue Fund 402	Detention Center Special Revenue Fund 421
Assets			
Cash and cash equivalents	\$ 397,483	\$ 332,105	\$ 39,041
Investments	497,692	442,310	20,305
Current receivables:			
Property taxes	289,790	-	-
Other taxes	84,631	109,885	38,570
Other receivables	-	-	4,762
Total assets	\$ 1,269,596	\$ 884,300	\$ 102,678
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ 10,768	\$ 81,117	\$ 33,823
Accrued payroll	38,636	2,680	1,816
Total liabilities	49,404	83,797	35,639
Deferred inflows of resources			
Unavailable revenue:			
Property taxes	208,175	-	-
Total deferred inflows of resources	208,175	-	-
Fund balances			
Spendable:			
Restricted for:			
General county operations	-	-	-
Maintenance of roads	-	800,503	-
Fire departments	-	-	-
Forest health	-	-	-
Environmental	-	-	-
Public safety	-	-	67,039
Health and welfare	-	-	-
Capital improvements	-	-	-
Debt service expenditures	-	-	-
Unassigned	1,012,017	-	-
Total fund balances	1,012,017	800,503	67,039
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,269,596	\$ 884,300	\$ 102,678

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

Hospital Special Revenue Fund	County Improvements Capital Projects Fund	Nonmajor Governmental Funds	Total
501	649		
\$ 469,205	\$ 799,488	\$ 3,517,040	\$ 5,554,362
624,904	1,064,789	119,208	2,769,208
49,846	-	-	339,636
192,909	-	143,558	569,553
-	-	73,733	78,495
<u>\$ 1,336,864</u>	<u>\$ 1,864,277</u>	<u>\$ 3,853,539</u>	<u>\$ 9,311,254</u>
\$ 2,688	\$ 11,337	\$ 10,072	\$ 149,805
-	-	14,554	57,686
<u>2,688</u>	<u>11,337</u>	<u>24,626</u>	<u>207,491</u>
36,267	-	-	244,442
<u>36,267</u>	<u>-</u>	<u>-</u>	<u>244,442</u>
-	-	184,365	184,365
-	-	-	800,503
-	-	1,696,120	1,696,120
-	-	308	308
-	-	54,639	54,639
-	-	870,855	937,894
1,297,909	-	549,233	1,847,142
-	1,852,940	470,052	2,322,992
-	-	3,341	3,341
-	-	-	1,012,017
<u>1,297,909</u>	<u>1,852,940</u>	<u>3,828,913</u>	<u>8,859,321</u>
<u>\$ 1,336,864</u>	<u>\$ 1,864,277</u>	<u>\$ 3,853,539</u>	<u>\$ 9,311,254</u>

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

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Quay County, New Mexico
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2019

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

Fund balances - total governmental funds	\$	8,859,321
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		11,169,901
Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in funds:		
Deferred outflows - pension		1,498,476
Deferred inflows - pension		(264,054)
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the statement of activities		244,442
Certain liabilities, including loans payable, capital leases payable, accrued compensated absences, and net pension liability, are not due and payable in the current period and, therefore, are not reported in the funds:		
Accrued compensated absences		(115,594)
Capital leases payable		(663,231)
Loans payable		(957,873)
Net pension liability		(4,666,467)
Net position - governmental activities	\$	15,104,921

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

Quay County, New Mexico
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2019

	General Fund 401	Road Special Revenue Fund 402	Detention Center Special Revenue Fund 421
Revenues			
Taxes:			
Property	\$ 2,000,377	\$ -	\$ -
Gross receipts	416,823	-	220,744
Gasoline and motor vehicle taxes	100,371	594,073	-
Other	159,425	-	-
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	-	-
State operating grants	374,690	-	108,444
State capital grants	-	947,975	-
Local sources	-	-	-
Payment in lieu of taxes	493,307	-	-
Charges for services	161,199	2,248	166,861
Investment income	22,872	16,777	1,399
Miscellaneous	5,776	433	11,700
Total revenue	3,734,840	1,561,506	509,148
Expenditures			
Current:			
General government	1,595,340	-	-
Public safety	669,113	-	1,448,798
Public works	-	1,246,819	-
Culture and recreation	123,456	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	2,387,909	1,246,819	1,448,798
Excess (deficiency) of revenues over expenditures	1,346,931	314,687	(939,650)
Other financing sources (uses)			
Loan proceeds	-	-	-
Proceeds from sale of equipment	767	-	-
Transfers in	62,137	500,000	959,246
Transfers (out)	(1,441,743)	(382,258)	-
Total other financing sources (uses)	(1,378,839)	117,742	959,246
Net change in fund balances	(31,908)	432,429	19,596
Fund balances - beginning of year	1,043,925	368,074	47,443
Fund balances - end of year	\$ 1,012,017	\$ 800,503	\$ 67,039

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

Hospital Special Revenue Fund 501	County Improvements Capital Projects Fund 649	Nonmajor Governmental Funds	Total
\$ 319,146	\$ -	\$ -	\$ 2,319,523
1,103,188	-	822,089	2,562,844
-	-	-	694,444
2,436	-	-	161,861
-	4,346	20,629	24,975
-	-	59,940	59,940
-	-	1,433,406	1,916,540
-	-	-	947,975
-	-	42,717	42,717
-	-	-	493,307
-	-	103,566	433,874
22,276	-	53,242	116,566
-	-	6,679	24,588
<u>1,447,046</u>	<u>4,346</u>	<u>2,542,268</u>	<u>9,799,154</u>
-	-	84,631	1,679,971
-	-	1,063,157	3,181,068
-	54,992	94,209	1,396,020
-	-	-	123,456
1,063,231	-	422,313	1,485,544
-	40,917	537,032	577,949
-	-	326,721	326,721
-	-	3,855	3,855
<u>1,063,231</u>	<u>95,909</u>	<u>2,531,918</u>	<u>8,774,584</u>
<u>383,815</u>	<u>(91,563)</u>	<u>10,350</u>	<u>1,024,570</u>
-	-	150,000	150,000
-	-	2,931	3,698
-	200,000	812,884	2,534,267
<u>(167,263)</u>	<u>(350,000)</u>	<u>(193,003)</u>	<u>(2,534,267)</u>
<u>(167,263)</u>	<u>(150,000)</u>	<u>772,812</u>	<u>153,698</u>
216,552	(241,563)	783,162	1,178,268
1,081,357	2,094,503	3,045,751	7,681,053
<u>\$ 1,297,909</u>	<u>\$ 1,852,940</u>	<u>\$ 3,828,913</u>	<u>\$ 8,859,321</u>

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

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Quay County, New Mexico

**Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2019**

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

Net change in fund balances - total governmental funds	\$	1,178,268
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital expenditures		577,949
Depreciation expense		(1,054,841)
Capital asset reclassifications		15,296

Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds:

Change in unavailable revenue related to property taxes receivable		(23,342)
--	--	----------

Governmental funds report district pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense:

Pension contributions		256,507
Pension expense		(686,502)

Some expenses reported in the statement of activities do not require the use of current financial resources and , therefore, are not reported as expenditures in the governmental funds:

Decrease in accrued compensated absences not due and payable		5,839
--	--	-------

The issuance of long-term debt (e.g. loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of proceeds and similar items when debt is first issued, whereas these amounts have no effect on net position.

Debt proceeds		(150,000)
Principal payments on loans and leases payable		326,721

Change in net position of governmental activities	\$	445,895
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The accompanying notes are an integral part of these financial statements.

Quay County, New Mexico
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variances
	Original	Final		(Unfavorable) Final to Actual
Revenues				
Taxes:				
Property	\$ 2,052,546	\$ 2,052,546	\$ 1,976,035	\$ (76,511)
Gross receipts	345,000	345,000	424,747	79,747
Gasoline and motor vehicle	121,500	121,500	101,609	(19,891)
Other	138,036	138,036	159,584	21,548
Intergovernmental income:				
State operating grants	358,000	358,000	374,690	16,690
Payment in lieu of taxes	493,307	493,307	493,307	-
Charges for services	138,120	138,120	161,199	23,079
Investment income	10,000	10,000	22,872	12,872
Miscellaneous	-	-	5,776	5,776
Total revenues	3,656,509	3,656,509	3,719,819	63,310
Expenditures				
Current:				
General government	1,684,835	1,684,835	1,565,602	119,233
Public safety	658,896	658,896	678,580	(19,684)
Culture and recreation	142,477	142,477	121,324	21,153
Total expenditures	2,486,208	2,486,208	2,365,506	120,702
Excess (deficiency) of revenues over expenditures	1,170,301	1,170,301	1,354,313	184,012
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	8,742	209,305	-	(209,305)
Proceeds from sale of equipment	-	-	767	767
Transfers in	66,700	67,137	62,137	(5,000)
Transfers (out)	(1,245,743)	(1,446,743)	(1,441,743)	5,000
Total other financing sources (uses)	(1,170,301)	(1,170,301)	(1,378,839)	(208,538)
Net change in fund balance	-	-	(24,526)	(24,526)
Fund balance - beginning of year	-	-	919,701	919,701
Fund balance - end of year	\$ -	\$ -	\$ 895,175	\$ 895,175
Net change in fund balance (non-GAAP budgetary basis)				\$ (24,526)
Adjustments to revenues for property tax, gross receipts tax, and other tax revenues				(1,515)
Adjustments to expenditures for gasoline purchases and payroll				(5,867)
Net change in fund balance (GAAP)				\$ (31,908)

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

Quay County, New Mexico
Road Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
Revenues				
Taxes:				
Gasoline and motor vehicle	540,000	540,000	586,720	46,720
Intergovernmental income:				
State operating grants	1,100	1,100	-	(1,100)
State capital grants	808,170	947,975	948,575	600
Charges for services	1,000	1,000	2,248	1,248
Investment income	2,000	2,000	16,777	14,777
Miscellaneous	-	-	433	433
Total revenues	1,352,270	1,492,075	1,554,753	62,678
Expenditures				
Current:				
Public works	1,761,756	1,786,561	1,183,444	603,117
Total expenditures	1,761,756	1,786,561	1,183,444	603,117
Excess (deficiency) of revenues over expenditures	(409,486)	(294,486)	371,309	665,795
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	11,886	121,386	-	(121,386)
Proceeds from sale of equipment	5,000	5,000	-	(5,000)
Transfers in	555,000	555,000	500,000	(55,000)
Transfers (out)	(162,400)	(386,900)	(382,258)	4,642
Total other financing sources (uses)	409,486	294,486	117,742	(176,744)
Net change in fund balance	-	-	489,051	489,051
Fund balance - beginning of year	-	-	285,364	285,364
Fund balance - end of year	\$ -	\$ -	\$ 774,415	\$ 774,415
Net change in fund balance (non-GAAP budgetary basis)				\$ 489,051
Adjustments to revenues for gasoline and motor vehicle taxes				6,753
Adjustments to expenditures for repairs, internet, telephone, and payroll				(63,375)
Net change in fund balance (GAAP)				\$ 432,429

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

Quay County, New Mexico
Detention Center Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
Revenues				
Taxes:				
Gross receipts	174,082	174,082	220,722	46,640
Intergovernmental income:				
State operating grants	118,000	142,000	108,444	(33,556)
Charges for services	207,500	207,500	162,099	(45,401)
Investment income	-	-	1,399	1,399
Miscellaneous	11,700	11,700	11,700	-
Total revenues	511,282	535,282	504,364	(30,918)
Expenditures				
Current:				
Public safety	1,448,541	1,472,541	1,447,897	24,644
Total expenditures	1,448,541	1,472,541	1,447,897	24,644
Excess (deficiency) of revenues over expenditures	(937,259)	(937,259)	(943,533)	(6,274)
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	2,259	2,259	-	(2,259)
Transfers in	935,000	935,000	959,246	24,246
Transfers (out)	-	-	-	-
Total other financing sources (uses)	937,259	937,259	959,246	21,987
Net change in fund balance	-	-	15,713	15,713
Fund balance - beginning of year	-	-	43,633	43,633
Fund balance - end of year	\$ -	\$ -	\$ 59,346	\$ 59,346
Net change in fund balance (non-GAAP budgetary basis)				\$ 15,713
Adjustments to revenues for gross receipts tax and charges for services				4,784
Adjustments to expenditures for feeding and care of prisoners, and payroll				(901)
Net change in fund balance (GAAP)				\$ 19,596

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

Quay County, New Mexico
Hospital Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
Revenues				
Taxes:				
Property	\$ 324,824	\$ 324,824	\$ 311,966	\$ (12,858)
Gross receipts	856,000	856,000	1,103,194	247,194
Other	2,050	2,050	2,459	409
Intergovernmental income:				
Investment income	6,000	6,000	22,276	16,276
Total revenues	1,188,874	1,188,874	1,439,895	251,021
Expenditures				
Current:				
Health and welfare	1,025,000	1,062,000	1,060,543	1,457
Total expenditures	1,025,000	1,062,000	1,060,543	1,457
Excess (deficiency) of revenues over expenditures	163,874	126,874	379,352	252,478
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	3,126	40,390	-	(40,390)
Transfers (out)	(167,000)	(167,264)	(167,263)	1
Total other financing sources (uses)	(163,874)	(126,874)	(167,263)	(40,389)
Net change in fund balance	-	-	212,089	212,089
Fund balance - beginning of year	-	-	882,020	882,020
Fund balance - end of year	\$ -	\$ -	\$ 1,094,109	\$ 1,094,109
Net change in fund balance (non-GAAP budgetary basis)				\$ 212,089
Adjustments to revenues for other tax and property tax				640
Adjustments for hospital fees and maintenance				3,823
Net change in fund balance (GAAP)				\$ 216,552

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

Quay County, New Mexico
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2019

Current assets		
Cash	\$	46,853
Property taxes receivable		635,807
Other taxes receivable		971
<hr/>		
Total current assets	\$	683,631
<hr/> <hr/>		
Liabilities		
Deposits held in trust	\$	15,318
Due to other taxing entities		668,313
<hr/>		
Total liabilities	\$	683,631
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The accompanying notes are an integral part of these financial statements.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Quay County (the “County”) is a political sub-division of the State of New Mexico established under the provisions of Section 4-20-1 of NMSA, 1978 compilation and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissions-manager form of government and provides the following services as authorized by public law: public safety (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

Quay County is a body politic and corporate under the name and form of government selected by its qualified electors. The County may:

1. Sue or be sued;
2. Enter into contracts and leases;
3. Acquire and hold property, both real and personal;
4. Have common seal, which may be altered at pleasure;
5. Exercise such other privileges that are incident to corporations of like character or degree that are not inconsistent with the laws of New Mexico.
6. Protect generally the property of its county and its inhabitants;
7. Preserve peace and order within the county; and
8. Establish rates for services provided by the County utilities and revenue-producing projects, including amounts which the governing body determines to be reasonable in the operation of similar facilities.

This summary of significant accounting policies of Quay County is presented to assist in the understanding of Quay County’s financial statements. The financial statements and notes are the representation of Quay County’s management who is responsible for their integrity and objectivity. The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental entities.

During the year ended June 30, 2019, the County adopted GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*, and GASB Statement No. 83, *Certain Capital Asset Retirement Obligations*. These statements are required to be implemented as of June 30, 2019, if applicable. These statements did not have a significant impact on the County.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Financial Reporting Entity

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, as amended by GASB Statement No. 39, GASB Statement No. 61, and GASB Statement No. 80. Blended component units, though legally separate entities, are, in substance, part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the County has no component units, and is not a component unit of another governmental agency.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The County does not have any *business-type activities*.

The statement of net position and the statement of activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-wide and fund financial statements (Continued)

Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

In the government-wide statement of net position, the governmental activities column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt obligations. The County's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements of time, reimbursement and contingencies imposed by the provider are met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation (Continued)

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. The County had no tax abatements requiring disclosure under GASB Statement No. 77.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the County's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the County's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of County facilities, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

The County reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The County does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

Under the requirements of GASB Statement No. 34, the County is required to present certain of its governmental funds as major based upon certain criteria. The major funds presented in the fund financial statements include the following, which includes funds that were not required to be presented as major but were at the discretion of management:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation (Continued)

The *Road Special Revenue Fund* is used to account for revenues and expenditures used to maintain roads for which the County has responsibility. Financing sources include gasoline taxes, motor vehicle registration fees, and New Mexico Department of Transportation cooperative agreement funds. Expenditures are restricted for construction and maintenance of County roads. Authority is state statute (see section 67-3-1, NMSA 1978 Compilation).

The *Detention Center Special Revenue Fund* is used to account for resources used to operate the County Detention Center. Funding is provided by charges to municipalities, the New Mexico Department of Corrections, gross receipts tax and transfer from the County General Fund. This fund also accounts for the Community Monitoring Program. Authorized by Section 33-3-25, NMSA 1978.

The *Hospital Fund Special Revenue Fund* is 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. Also, to account for one-half of one percent gross receipts tax for the Hospital and property mill levy of 1.5. Authorized by Section 7-20-21B through Section 7-20-26, NMSA 1978.

The *County Improvements Capital Projects Fund* is to account for funds which have been restricted for use for improvements by grantors. This fund was authorized by action of the Quay County Commissioners and restricted by grantors.

Fiduciary funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary funds are used to account for the collection and payment of property taxes and special fees to other governmental agencies. The agency fund is used to account for collection and disbursement of inmate funds for the Quay County Detention Center. In addition, the agency fund will track and account for items held for the fire departments located within the County.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity

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

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

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

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

Receivables and Payables: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting funds and reduces its related cost as a reimbursement.

All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

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

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

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

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Capital Assets: Capital assets, which are property, plant, equipment, and infrastructure assets, (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at acquisition cost or estimated acquisition cost if purchased or constructed. The County was a phase III government for purposes of implementing GASB 34. Therefore, the County was not required to report its major general infrastructure assets retroactively to June 30, 1980. The County has elected to report infrastructure assets in a prospective manner only, and infrastructure in place before July 1, 2003, is not reported.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

The County has an intangible asset for internally generated software and has determined that this software has an indefinite useful life and is not subject to amortization.

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Land improvements	20-45
Buildings and improvements	20-45
Equipment	5-20
Office equipment	5-20
Other equipment	5-20
Vehicles	5-20
Capital leases	5-20
Infrastructure	40

Accrued Expenses: Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2019, along with applicable PERA, FICA, and Medicare payable.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Deferred Inflows of Resources: In addition to liabilities, the governmental funds balance sheet and statement of net position report separate sections for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Revenue must be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period) to be recognized. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding deferred inflow of resources. The County has one item which arises under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue – property taxes, is reported only in the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. The County has recorded \$244,442 related to property taxes considered “unavailable.” In addition, the County has three types of deferred inflows which arise due to the reporting requirements of GASB 68 and the related net pension liability. Accordingly, deferred inflows in the amount of \$264,054 are reported on the statement of net position. See note 12 for additional information. These amounts are deferred and recognized as inflows of resources in the period that the amounts become available.

Deferred Outflow of Resources: In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a use of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenditure) until that time. The County has five types of deferred outflows which arise due to reporting requirements of GASB 68 and the related net pension liability. Accordingly, deferred outflows in the amount of \$1,498,476 are reported on the statement of net position. See note 12 for additional information. These amounts are deferred and recognized as outflows of resources the appropriate future period when the outflow occurs.

Compensated Absences: Qualified employees are entitled to accumulate annual leave according to a graduated leave schedule of seven days to fifteen days per year, depending on length of service.

No more than twenty (20) working days, or one hundred sixty (160) hours of annual leave, may be carried forward from one calendar year to the next. All excess annual leave shall be forfeited, if not used, unless extenuating circumstances warrant approval of an extension by the County Commissioner.

Qualified employees are entitled to accumulate sick leave at a rate of twelve days per year. Sick leave can be carried over from year. Upon termination or retirement employees receive no pay for sick time accumulated unless they become eligible.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net position.

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. For bonds issued after GASB 34 was implemented, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method or on a straight-line basis if the difference is inconsequential. For fund financial reporting, bond premiums, discounts as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA's. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

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

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

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Restricted and Committed Fund Balance: At June 30, 2019, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$7,823,509 for various County operations as restricted by enabling legislation. The details of these fund balance items are located on the governmental funds balance sheet as detailed on pages 18 and 19.

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

Net Position: The financial statements net position is reported in three categories: net investment in capital assets, restricted, and unrestricted:

- **Net investment in capital assets** – This component consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any related debt attributable to the acquisition, construction, or improvement of those assets. Additionally, net investment in capital assets includes unspent loan proceeds of \$149,188 as of June 30, 2019.
- **Restricted Net Position** – Net position is reported as restricted when constraints placed on net position use are either (1) externally imposed by creditors, grantors, contributions or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for “special revenue, debt service, and capital projects” are described on pages 34-35 and 76-79.
- **Unrestricted Net Position** – Net position that does not meet the definition of “restricted” and “Net Investment in Capital Assets.”

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the County are management's estimate of depreciation on assets over their estimated useful lives, the current portion of accrued compensated absences, and net pension liability and related deferred inflows and outflows of resources.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

These budgets are prepared on the Non-GAAP cash budgetary basis. Budgetary basis expenditures exclude encumbrances. The budget secures appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

The budgetary information presented in these financial statements has been properly amended by County Commissioners in accordance with the above procedures. These amendments resulted in the following changes:

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
401 - General Fund	\$ 1,170,301	\$ 1,170,301
402 - Road Special Revenue Fund	\$ (409,486)	\$ (294,486)
421 - Detention Center Fund	\$ (937,259)	\$ (937,259)
501 - Hospital Fund	\$ 163,874	\$ 126,874
649 - County Improvements Fund	\$ (1,016,889)	\$ (1,016,889)
Nonmajor Governmental Funds	\$ (740,172)	\$ (1,336,577)

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2019 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 3: DEPOSITS AND INVESTMENTS

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2019.

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

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

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

All of the County's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the Standard Maximum Deposit Insurance Amount of \$250,000.

Custodial Credit Risk – Deposits

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk, other than following state statutes as set forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2019, \$7,566,553 of the County's bank balance of \$8,566,553 was exposed to custodial credit risk. \$4,257,083 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the County's name. \$3,309,470 of the County's deposits were uninsured and uncollateralized at June 30, 2019.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

	Everyone's Federal Credit Union	First National Bank	Tucumcari Federal Savings and Loan Association	Total
Amount of Deposits	\$ 250,000	\$ 6,216,553	\$ 2,100,000	\$ 8,566,553
FDIC coverage	(250,000)	(500,000)	(250,000)	(1,000,000)
Total uninsured public funds	-	5,716,553	1,850,000	7,566,553
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	-	3,106,836	1,150,247	4,257,083
Uninsured and uncollateralized	\$ -	\$ 2,609,717	\$ 699,753	\$ 3,309,470
Collateral requirement (50%)	\$ -	\$ 2,858,277	\$ 925,000	\$ 3,783,277
Pledged securities	-	3,106,836	1,150,247	4,257,083
Over (under) collateralized	\$ -	\$ 248,559	\$ 225,247	\$ 473,806

The collateral pledged is listed in the schedule of collateral pledged by depository for public funds on page 102 of this report. The types of collateral allowed are limited to direct obligations of the United States Government, all bonds issued by any agency, school district or political subdivision of the State of New Mexico, securities, including student loans, that are guaranteed by the United States or the State of New Mexico, revenue bonds that are underwritten by a member of the financial industry regulatory authority, known as FINRA, and are rated BAA or above by a nationally recognized bond rating service, or letter of credit issued by a federal home loan bank.

Investments

The County has presented certificates of deposits of \$2,650,000 as investments in the statement of net position; however, these are classified as deposits for disclosure purposes.

The County also has \$119,208 in U.S. Treasury Notes held on its behalf by the New Mexico Finance Authority, rated AA+ or above by Standard & Poor's with a weighted average maturity of less than one year.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Reconciliation of Cash and Cash Equivalents

Per statement of net position:	
Cash and cash equivalents	\$ 5,521,041
Investments	2,650,000
Restricted cash and cash equivalents	33,321
Restricted Investments	119,208
Agency fund cash - per statement of fiduciary assets and liabilities	46,853
<hr/>	
Total cash, cash equivalents, and investments	8,370,423
Add: outstanding checks and deposits in transit	349,434
Less: NMFA cash	(152,529)
Less: petty cash	(775)
<hr/>	
Bank balance of deposits	\$ 8,566,553
<hr/> <hr/>	

Fair Value Measurement

The fair value framework uses a hierarchy that prioritizes the inputs to the valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the County has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets.
- Inputs other than quoted prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. See above for discussion of valuation methodologies used to measure fair value of investments.

The valuation methodologies described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the County believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. See above for discussion of valuation methodologies used to measure fair value of investments.

The County maintained a balance of \$119,208 in U.S. Treasury Money Market Mutual Funds at year end which required fair value disclosure. The entire balance falls within Level 1 of the fair value hierarchy described above.

NOTE 4: RECEIVABLES

Receivables as of June 30, 2019, are as follows:

	401	402	421	501	Nonmajor	Total
	General	Road	Detention	Hospital	Funds	
	Fund	Fund	Center	Fund	Funds	Total
Current receivables:						
Property taxes	\$ 289,790	\$ -	\$ -	\$ 49,846	\$ -	\$ 339,636
Other taxes:						
Gross receipts	69,173	-	38,570	192,737	143,558	444,038
Gasoline and motor vehicle taxes	15,458	109,885	-	172	-	125,515
Other receivables:						
State operating	-	-	4,762	-	20,376	25,138
Federal operating	-	-	-	-	3,357	3,357
Federal capital	-	-	-	-	50,000	50,000
Totals	\$ 374,421	\$ 109,885	\$ 43,332	\$ 242,755	\$ 217,291	\$ 987,684

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 4: RECEIVABLES (Continued)

The County considers receivables to be 100% collectable. In accordance with GASB Statement No. 33, property tax revenues in the amount of \$244,442 that were not collected within the period of availability have been reclassified as deferred inflow of resources in the governmental fund financial statements.

NOTE 5: TRANSFERS

Net operating transfers, made to close out funds and to supplement other funding sources in the normal course of operations, were as follows:

Transfers In	Transfers Out	Amount
401 - General Fund	420 - Quay County Fire Marshall	\$ 17,137
401 - General Fund	501 - Hospital	45,000
402 - Road Special Revenue Fund	401 - General Fund	200,000
402 - Road Special Revenue Fund	649 - County Improvements	300,000
412 - Jordan Fire Fund	562 - Debt Service	833
413 - Bard Endee Fire Fund	562 - Debt Service	1,015
419 - Quay County Emergency Manager	401 - General Fund	29,493
421 - Detention Center	401 - General Fund	935,000
421 - Detention Center	562 - Debt Service	24,246
430 - Safety Net Care Pool Fund	501 - Hospital	122,263
503 - Rural Adressing Fund	401 - General Fund	11,250
562 - Debt Service	402 - Road Special Revenue Fund	182,258
562 - Debt Service	407 - Fire District No. 1 Fund	25,131
562 - Debt Service	408 - Fire District No. 2 Fund	13,764
562 - Debt Service	409 - Fire District No. 3 Fund	18,715
562 - Debt Service	410 - Nara Visa Fire Fund	13,343
562 - Debt Service	411 - Forest Fire Fund	8,619
562 - Debt Service	412 - Jordan Fire Fund	17,138
562 - Debt Service	413 - Bard Endee Fire Fund	22,263
562 - Debt Service	415 - Quay Fire Dist Fund	18,453
562 - Debt Service	418 - Porter Fire Dept	12,346
610 - Juvenile Det Officer Fund	401 - General Fund	50,000
649 - County Improvements	401 - General Fund	200,000
650 - Road Equipment Fund	402 - Road Special Revenue Fund	200,000
655 - CDBG	401 - General Fund	1,000
655 - CDBG	649 - County Improvements	50,000
656 - CDBG Planning Grant	401 - General Fund	15,000
	Total	\$ 2,534,267

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 6: CAPITAL ASSETS

The following is a summary of capital assets and changes occurring during the year ended June 30, 2019. Land and intangible assets are not subject to depreciation.

	Balance June 30, 2018	Reclassifications	Additions	Deletions	Balance June 30, 2019
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 166,229	\$ -	\$ -	\$ -	\$ 166,229
Intangible assets	127,369	18,909	-	-	146,278
Total capital assets not being depreciated	293,598	18,909	-	-	312,507
Capital assets being depreciated:					
Land improvements	15,353	-	-	-	15,353
Buildings and improvements	21,872,166	1,216,527	-	-	23,088,693
Equipment	5,624,586	(552,623)	280,240	-	5,352,203
Office equipment	142,955	(7,584)	-	-	135,371
Other equipment	655,040	-	83,295	(12,100)	726,235
Vehicles	5,445,916	16,468	214,414	-	5,676,798
Capital lease	883,602	-	588,382	(79,937)	1,392,047
Infrastructure (roads)	27,444	-	-	-	27,444
Total capital assets being depreciated	34,667,062	672,788	1,166,331	(92,037)	36,414,144
Total capital assets	34,960,660	691,697	1,166,331	(92,037)	36,726,651
Less accumulated depreciation:					
Land improvements	(15,353)	-	-	-	(15,353)
Buildings and improvements	(17,130,766)	(1,187,444)	(292,159)	-	(18,610,369)
Equipment	(3,257,624)	552,623	(251,073)	-	(2,956,074)
Office equipment	(62,165)	(18,909)	(5,322)	-	(86,396)
Other equipment	(233,674)	-	(42,753)	12,100	(264,327)
Vehicles	(2,565,588)	(22,671)	(282,730)	-	(2,870,989)
Capital lease	(624,931)	-	(180,804)	79,937	(725,798)
Infrastructure (roads)	(27,444)	-	-	-	(27,444)
Total accumulated depreciation	(23,917,545)	(676,401)	(1,054,841)	92,037	(25,556,750)
Total capital assets, net of depreciation	\$ 11,043,115	\$ 15,296	\$ 111,490	\$ -	\$ 11,169,901

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 6: CAPITAL ASSETS (Continued)

Various reclassifications were made to the capital asset categories during the fiscal year ended June 30, 2019 in order to reflect the respective cost and accumulated depreciation more accurately. Additionally, the County's hospital facilities were not previously included in the capital asset rollforward and were added during fiscal year 2019.

Depreciation expense for the year ended June 30, 2019 was charged to the functions of the governmental activities as follows:

General government	\$	92,073
Public safety		731,977
Health and welfare		153,594
Public works		77,197
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Total depreciation expense	\$	1,054,841
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NOTE 7: LONG-TERM DEBT

During the year ended June 30, 2019, the following changes occurred in the liabilities reported in the government-wide statement of net position:

		Balance			Balance	Due Within
	\$	June 30, 2018	Additions	Retirements	June 30, 2019	One Year
			\$	\$	\$	\$
Loans	\$	953,790	\$ 150,000	\$ 145,917	\$ 957,873	\$ 175,415
Capital lease		255,653	588,382	180,804	663,231	185,343
Compensated absences		121,433	102,059	107,898	115,594	107,898
<hr/>						
Total long-term liabilities	\$	1,330,876	\$ 840,441	\$ 434,619	\$ 1,736,698	\$ 468,656
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Loans

The County has entered into several loan agreements with the New Mexico Finance Authority, wherein the County pledged revenue derived from New Mexico Fire Protection Allotments pursuant to 59A-53-7, NMSA 1978, to cover debt service. This revenue is subject to intercept agreements which allows for amounts to be intercepted annually in the amount of the required debt service for each given year. Total revenue received from the New Mexico Fire Protection Allotment was \$885,834 for the year ended June 30, 2019.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 7: LONG-TERM DEBT (Continued)

NMFA loans are as follows:

Description	Issue Date	Maturity Date	Interest Rate	Original Amount	June 30, 2019
NMFA - Pumper fire truck, Fire District No.3 #15	1/9/2009	5/1/2021	0.89-3.12%	\$ 192,850	\$ 36,095
NMFA - Building addition for the Forrest Fire District #20	1/15/2010	5/1/2020	0.00%	86,275	8,697
NMFA - Class A Pumper Fire Truck for the Bard-Endee Fire District #17	1/15/2010	5/1/2020	0.44-1.81%	152,250	17,001
NMFA - Class A Pumper Fire Truck for the Jordan Fire District #18	1/15/2010	5/1/2020	0.44-1.81%	152,250	16,124
NMFA - Class A Pumper Fire Truck for the Nara Visa Fire District #16	1/15/2010	5/1/2020	0.36-1.48%	126,875	13,285
NMFA - Class A Pumper Fire Truck for the Porter Fire District #21	1/15/2010	5/1/2020	0.01-0.06%	76,125	7,625
NMFA - Initial Attack Fire Vehicle for the Quay Fire District #19	1/15/2010	5/1/2020	0.00%	50,750	5,075
NMFA - Fire District No.1 #22	9/10/2010	5/1/2023	0.00%	60,900	29,636
NMFA - Class A Fire Truck for use by the Conservancy #2 Fire District #23	8/10/2012	5/1/2020	0.42%	152,250	83,100
NMFA - Purchase of a Fire Tanker for use by the Bard-Endee Fire District #24	6/13/2014	5/1/2025	0.44-1.816%	60,454	36,378
NMFA - Purchase of a Brush Truck #26	7/8/2016	5/1/2027	0.10%	176,323	142,179
NMFA - Purchase of a Brush Truck #27	10/21/2016	5/1/2027	0.10%	171,285	171,285
NMFA - Purchase of a Tanker #28	10/21/2016	5/1/2027	0.10%	100,756	91,398
NMFA - Fire Equipment 4618	5/11/2018	5/1/2031	0.10%	149,995	149,995
NMFA- 2019 Fire Equipment PPRF-4928	5/31/2019	5/1/2030	0.10%	150,000	150,000
Total					\$ 957,873

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 7: LONG-TERM DEBT (Continued)

The annual requirements to amortize the Loans Payable as of June 30, 2019, including interest payments are as follows:

Fiscal Year Ending June 30,	Loan Principal	Interest	Total Debt Service
2020	\$ 175,415	\$ 3,322	\$ 178,737
2021	122,296	1,160	123,456
2022	103,998	483	104,481
2023	104,083	418	104,501
2024	96,756	353	97,109
2025-2029	330,176	799	330,975
2030-2031	25,149	38	25,187
	<u>\$ 957,873</u>	<u>\$ 6,573</u>	<u>\$ 964,446</u>

Leases

The County has entered into several lease agreements with heavy equipment companies, wherein the County pays out the leases from the road fund as they are for six road blades.

Description	Issue Date	Maturity Date	Interest Rate	Original Amount	June 30, 2019
CS56B	3/28/2018	3/28/2028	0.00%	168,160	\$ 143,826
1734 CAT	2/10/2014	2/10/2021	0.00%	190,764	47,373
1737 CAT	2/10/2014	2/10/2021	0.00%	191,100	47,287
770GP John Deer	11/29/2018	11/29/2023	1.50%	210,111	200,541
770GP John Deer	11/29/2018	11/29/2023	1.50%	210,111	200,541
1403 CAT	11/29/2012	11/29/2019	0.00%	191,100	11,841
1404CAT	11/29/2012	11/29/2019	0.00%	190,764	11,822
					<u>\$ 663,231</u>

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 7: LONG-TERM DEBT (Continued)

The annual requirements to amortize the Capital Leases Payable as of June 30, 2019, including interest payments are as follows:

Fiscal Year Ending June 30,	Total Payment
2020	\$ 185,343
2021	144,432
2022	108,067
2023	108,067
2024	73,050
2025	44,272
	\$ 663,231

Compensated Absences – Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2019, compensated absences decreased \$5,839 from the prior year accrual. In prior years, the general fund was typically used to liquidate such long-term liabilities.

NOTE 8: INDUSTRIAL REVENUE BOND

During fiscal year 2016, the County, in accordance with State of New Mexico statutes, approved Ordinance 50 which authorized the issuance of Industrial Revenue Bonds for the development of the Caprock Wind Project and Caprock Solar Project. These Bonds were issued for the purpose of economic development in the 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.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 9: JOINT POWERS AGREEMENT

During the year ended June 30, 2019, the County was part of the following Joint Powers Agreement:

Description:	911 Emergency Communications Center
Purpose:	Maintains Dispatch Center
Participants:	County of Quay, City of Tucumcari, and the Villages of Logan, San Jon, and House
Responsible Party:	County of Quay
Beginning Date of Agreement	June 30, 2009
Ending Date:	Until Terminated
Total Estimate Amount of Project:	Unknown
County Contributions in Current Year:	\$ 10,167
Audit Responsibility:	County of Quay
Fiscal Agent:	County of Quay

NOTE 10: RISK MANAGEMENT

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

The County is a member and is insured through the New Mexico County Insurance Authority. The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The Authority acts as the common carrier for the State of New Mexico counties. The County pays an annual premium to the Authority based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. The County is not liable for more than the premiums paid.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 11: OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- A. Deficit fund balance of individual funds. There were no funds which reflected a deficit fund balance as of June 30, 2019.
- B. Excess of expenditures over appropriations. There were no funds with expenditures in excess of the budgeted appropriations.
- C. Designated cash appropriations in excess of available balances. The following funds had appropriations in excess of available balances for the year ended June 30, 2019:

			Budgeted Deficit		Beginning Year Cash & AR Available		Cash Appropriation in Excess of Available
420	Quay County Fire Marshall Fund	\$	63,785	\$	53,962	\$	9,823
562/563	Debt Service Fund		157,000		27,331		129,669

NOTE 12: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

Plan Description: The Public Employees Retirement Fund (PERA Fund) is a cost-sharing, multiple employer defined benefit pension plan. This fund has six divisions of members, including State General, State Police/Adult Correction Officer, Municipal General, Municipal Police/Detention Officers, Municipal Fire, and State Legislative Divisions, and offers 24 different types of coverage within the PERA plan. All assets accumulated may be used to pay benefits, including refunds of member contributions, to any of the plan members or beneficiaries, as defined by the terms of this plan. Certain coverage plans are only applicable to a specific division. Eligibility for membership in the PERA Fund is set forth in the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). Except as provided for in the Volunteer Firefighters Retirement Act (10-11A-1 to 10-11A-7, NMSA 1978), the Judicial Retirement Act (10-12B-1 to 10-12B-19, NMSA 1978), the Magistrate Retirement Act (10-12C-1 to 10-12C-18, NMSA 1978), and the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978), and the provisions of Sections 29-4-1 through 29-4-11, NMSA 1978 governing the State Police Pension Fund, each employee and elected official of every affiliated public employer is required to be a member in the PERA Fund, unless specifically excluded.

PERA issues a publicly available financial report and a comprehensive annual financial report that can be obtained at <http://saonm.org/> using the Audit Report Search function for agency 366.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 12: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

Benefits provided. For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2018 available at: <http://www.nmpera.org/financial-overview/comprehensive-annual-financial-report>.

Contributions. The contribution requirements of defined benefit plan members and the County are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY18 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on page 43 of the PERA FY18 annual audit report at <http://www.nmpera.org/financial-overview/comprehensive-annual-financial-report>. The PERA coverage option that applies to the County are: Municipal General Division and Municipal Police Division. Statutorily required contributions to the pension plan from the County were \$256,507 for the year ended June 30, 2019.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2018 using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date of June 30, 2018. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2018. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 12: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

For PERA Fund Municipal General Division, at June 30, 2019, the County reported a liability of \$3,869,536 for its proportionate share of the net pension liability. At June 30, 2018, the County's proportion was 0.2427 percent, which was an increase of 0.0165 percent from year ended June 30, 2017.

For the year ended June 30, 2019, the County recognized PERA Fund Municipal General Division pension expense of \$581,780. At June 30, 2019, the County reported PERA Fund Municipal General Division deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Changes of assumptions	\$ 350,828	\$ 22,248
Net difference between projected and actual earnings on pension plan investments	286,984	-
Changes in proportion	270,502	6,494
Differences between expected and actual experience	111,838	101,594
County's contributions subsequent to the measurement date	203,191	-
Total	\$ 1,223,343	\$ 130,336

For Municipal General, \$203,191 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2018 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2020	(557,231)
2021	(229,375)
2022	(88,305)
2023	(14,905)
2024	-
Thereafter	-

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 12: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

For PERA Fund Municipal Police Division, at June 30, 2019, the County reported a liability of \$796,931 for its proportionate share of the net pension liability. At June 30, 2018, the County's proportion was 0.1168 percent, which was a decrease of 0.0080 from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the County recognized PERA Fund Municipal Police Division pension expense of \$104,722. At June 30, 2019, the County reported PERA Fund Municipal Police Division deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Changes of assumptions	\$ 90,931	\$ 4,872
Net difference between projected and actual earnings on pension plan investments	54,840	-
Changes in proportion	37,032	49,849
Differences between expected and actual experience	39,014	78,997
County's contributions subsequent to the measurement date	53,316	-
Total	\$ 275,133	\$ 133,718

For Municipal Police, \$53,316 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2018 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2020	(79,157)
2021	1,214
2022	(7,401)
2023	(2,755)
2024	-
Thereafter	-

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 12: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

Actuarial assumptions. The total pension liability in the June 30, 2018 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement date:

Actuarial validation date	June 30, 2017
Actuarial cost method	Entry age normal
Amortization method	Level Percentage of Pay
Amortization period	Solved for based on statutory rates
Asset valuation method	Market value of assets
Actuarial assumptions:	
Investment of return	7.25% annual rate, net of investment experience
Projected benefit payment	100 years
Payroll growth	3.00%
Projected salary increases	3.25% to 13.50% annual rate
Includes inflation at	2.50% annual rate first 9 years and 2.75% all other years
Mortality assumption	The mortality assumptions are based on the RPH-2014 Blue Collar mortality table with female ages set forward one year. Future improvement in mortality rates is assumed using 60% of the MP-2017 project scale generationally. For non-public safety groups, 25% of in-service deaths are assumed and 35% to be duty-related for public safety groups.
Experience study dates	July 1, 2008 to June 30, 2017 (demographic) and July 1, 2010 through June 20, 2018 (economic)

The total pension liability, net pension liability, and certain sensitivity information are based on an actuarial valuation performed as of June 30, 2017. The total pension liability was rolled-forward from the valuation date to the plan year ended June 30, 2018. These assumptions were adopted by the Board use in the June 30, 2017 actuarial valuation.

The long term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 12: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

All Funds - Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	43.50%	7.48%
Risk Reduction and Mitigation	21.50	2.37
Credit Oriented Fixed Income	15.00	5.47
Real Assets	20.00	6.48
Total	100.00%	

Discount Rate. A single discount rate of 7.25% was used to measure the total pension liability as of June 30, 2018. This single discount rate was based on a long-term expected rate of return on pension plan investments of 7.25%, compounded annually, net of expense. Based on the stated assumptions and the projection of cash flows, the plan’s fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability. The projections of cash flows used to determine this single discount rate assumed that plan member and employer contributions will be made at the current statutory levels.

Sensitivity of the Employer’s proportionate share of the net pension liability to changes in the discount rate. The following tables show the sensitivity of the net pension liability to changes in the discount rate. In particular, the tables present the County’s net pension liability in each PERA Fund Division that the County participates in, under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.25%) or one percentage point higher (8.25%) than the single discount rate.

	Current		
	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)
PERA Fund Municipal General Division			
County’s proportionate share of the net pension liability	\$ 5,962,696	\$ 3,869,536	\$ 2,139,204

	Current		
	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)
PERA Fund Municipal Police Division			
County’s proportionate share of the net pension liability	\$ 1,225,353	\$ 796,931	\$ 447,666

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued FY18 PERA financial report. The report is available at <http://www.pera.state.nm.us/publications.html>.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 12: PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

Payables to the pension plan. At June 30, 2019 there were no contributions due and payable to PERA for the County.

NOTE 13: HOSPITAL LEASE

The 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 Safety Net Care Pool funding, PHS may terminate the lease.

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

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 13: HOSPITAL LEASE (Continued)

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.

NOTE 14: CONTINGENT LIABILITIES

The County is party to various claims and lawsuits arising in the normal course of business. The County is insured through the New Mexico County Insurance Authority. In the opinion of management, the outcome of these matters will not have a material effect on the financial position of the County

NOTE 15: RESTRICTED NET POSITION

The government-wide statement of net position reports \$7,865,709 of restricted net position, all of which is restricted by enabling legislation. For descriptions of the related enabling legislation for special revenue, debt service and capital project funds, see pages 34-35 and 76-79.

NOTE 16: SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2019, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is December 2, 2019 which is the date on which the financial statements were issued. No events requiring adjustment or disclosure were noted.

NOTE 17: CONCENTRATIONS

The County depends on financial resources flowing from, or associated with, property taxes, gross receipts taxes, the Federal Government and the State of New Mexico. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State Appropriations; changes in gross receipts tax rates, collections, tourism, and property values.

Quay County, New Mexico
Notes to the Financial Statements
June 30, 2019

NOTE 18: COMMITMENTS

In March of 2019, the County entered into an agreement for enhancements to its emergency dispatch software system in the amount of \$333,000. As of June 30, 2019, no cost had been incurred in relation to the commitment.

NOTE 19: POST-EMPLOYMENT BENEFIT – STATE RETIREE HEALTH CARE PLAN

The County did not participate in the Retiree Health Care Plan provided under the Retiree Health Care Act (10-7c-1 to 10-7c-17, NMSA 1978) during the fiscal year ended June 30, 2019.

NOTE 20: SUBSEQUENT PRONOUNCEMENTS

In January 2017, GASB Statement No. 84, *Fiduciary Activities*, was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2017, GASB Statement No. 87, *Leases*, was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2019, GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, was issued. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2019, GASB Statement No. 90, *Majority Equity Interests—an amendment of GASB Statements No.14 and No. 61*, was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier Application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In May 2019, GASB Statement No. 91, *Conduit Debt Obligations*, was issued. The requirements of this statement are effective for reporting periods beginning after December 15, 2020. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

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Required Supplementary Information

Quay County, New Mexico
Schedule of County's Proportionate Share of the Net Pension Liability
of PERA Fund Municipal General Division
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

	2019	2018
	Measurement	Measurement
	Date (As of and	Date (As of and
	for the Year	for the Year
	Ended June 30,	Ended June 30,
	2018)	2017)
Quay County's proportion of the net pension liability	0.2427%	0.2262%
Quay County's proportionate share of the net pension liability	\$ 3,869,536	\$ 3,108,179
Quay County's covered payroll	\$ 2,047,316	\$ 1,986,364
Quay County's proportionate share of the net pension liability as a percentage of its covered payroll	189.01%	156.48%
Plan fiduciary net position as a percentage of the total pension liability	71.13%	73.74%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Quay County will present information for those years for which information is available.

See independent auditors' report.
See notes to required supplementary information.

2017	2016	2015
Measurement Date (As of and for the Year Ended June 30, 2016)	Measurement Date (As of and for the Year Ended June 30, 2015)	Measurement Date (As of and for the Year Ended June 30, 2014)
0.2231%	0.1868%	1.9780%
\$ 3,564,388	\$ 1,904,588	\$ 1,543,052
\$ 1,910,309	\$ 1,671,777	\$ 1,538,290
186.59%	113.93%	100.31%
69.18%	76.99%	81.29%

*See independent auditors' report.
See notes to required supplementary information.*

Quay County, New Mexico
Schedule of County's Proportionate Share of the Net Pension Liability
of PERA Fund Municipal Police Division
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

	2019	2018
	Measurement	Measurement
	Date (As of and	Date (As of and
	for the Year	for the Year
	Ended June 30,	Ended June 30,
	2018)	2017)
Quay County's proportion of the net pension liability	0.1168%	0.1248%
Quay County's proportionate share of the net pension liability	\$ 796,931	\$ 693,346
Quay County's covered payroll	\$ 246,831	\$ 257,252
Quay County's proportionate share of the net pension liability as a percentage of its covered payroll	322.87%	269.52%
Plan fiduciary net position as a percentage of the total pension liability	71.13%	73.74%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Quay County will present information for those years for which information is available.

See independent auditors' report.
See notes to required supplementary information.

	2017	2016	2015
	Measurement	Measurement	Measurement
	Date (As of and	Date (As of and	Date (As of and
	for the Year	for the Year	for the Year
	Ended June 30,	Ended June 30,	Ended June 30,
	2016)	2015)	2014)
	0.1311%	0.1021%	0.0989%
\$	967,295	\$ 490,954	\$ 322,403
\$	260,681	\$ 206,271	\$ 186,483
	371.06%	238.01%	172.89%
	69.18%	76.99%	81.29%

*See independent auditors' report.
See notes to required supplementary information.*

Quay County, New Mexico
Schedule of County's Contributions
Public Employees Retirement Association (PERA) Plan
PERA Fund Municipal General Division
Last 10 Fiscal Years*

	As of and for the Year Ended June 30, 2019	As of and for the Year Ended June 30, 2018
Contractually required contribution	\$ 203,191	\$ 195,519
Contributions in relation to the contractually required contribution	(203,191)	(195,519)
Contribution deficiency (excess)	\$ -	\$ -
Quay County's covered payroll	\$ 2,127,509	\$ 2,047,316
Contributions as a percentage of covered payroll	9.55%	9.55%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Quay County will present information for those years for which information is available.

See independent auditors' report.
See notes to required supplementary information.

As of and for the Year Ended June 30, 2017	As of and for the Year Ended June 30, 2016	As of and for the Year Ended June 30, 2015
\$ 189,697	\$ 182,435	\$ 159,655
<u>(189,697)</u>	<u>(182,435)</u>	<u>(159,655)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,986,364	\$ 1,910,309	\$ 1,671,777
9.55%	9.55%	9.55%

*See independent auditors' report.
See notes to required supplementary information.*

Quay County, New Mexico
Schedule of County's Contributions
Public Employees Retirement Association (PERA) Plan
PERA Fund Municipal Police Division
Last 10 Fiscal Years*


	As of and for the Year Ended June 30, 2019	As of and for the Year Ended June 30, 2018
Contractually required contribution	\$ 53,316	\$ 46,650
Contributions in relation to the contractually required contribution	(53,316)	(46,650)
Contribution deficiency (excess)	\$ -	\$ -
Quay County's covered payroll	\$ 282,097	\$ 246,831
Contributions as a percentage of covered payroll	18.90%	18.90%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Quay County will present information for those years for which information is available.

See independent auditors' report.
See notes to required supplementary information.

As of and for the Year Ended June 30, 2017	As of and for the Year Ended June 30, 2016	As of and for the Year Ended June 30, 2015
\$ 48,620	\$ 49,269	\$ 38,985
(48,620)	(49,269)	(38,985)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 257,252	\$ 260,681	\$ 206,271
18.90%	18.90%	18.90%

*See independent auditors' report.
See notes to required supplementary information.*



Quay County, New Mexico
Notes to Required Supplementary Information
For the Year Ended June 30, 2019

Changes of benefit terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY18 CAFR available at <https://www.saonm.org>

Changes of assumptions. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2017 report is available at <http://www.nmpera.org/>

See independent auditors' report.

Supplementary Information

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Nonmajor Governmental Funds

Quay County, New Mexico
Nonmajor Governmental Fund Descriptions
June 30, 2019

SPECIAL REVENUE FUNDS

Farm and Range Fund (403) – To account for funds received to finance predator, weed, rodent, and parasite control on County farms and ranges. Funds are generated from the Taylor Grazing Act fees. This fund was created by the authority of State Statute NMSA 6-11-6.

County Indigent Fund (406) – 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. County is required to remit 1/12th of the Indigent Gross Receipts Tax to the Safety Net Care Pool Fund. This fund was created by the authority of Joint Powers Agreement, NMSA 1978, Sections 11-1-1 through 11-1-7 and approved by the State of New Mexico Department of Finance & Administration.

Fire District Funds (407-413, 415-418, 420) – 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
- Forestry Fire Fund
- Porter Fire District
- Quay County Fire Marshall

Emergency Medical Services (EMS) Fund (414) – 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.

Quay County Emergency Manager (419) – Funding used to pay the manager 50% from Homeland Security and 50% from County Funds. This fund was created by the authority of H.R. 3355-Department of Homeland Security Appropriations Act.

Safety Net Care Pool (430) – State requirement that counties pay 1/12 of their gross receipts tax to this fund. The fund supports hospital uncollected patient bills. This fund was created by the authority of New Mexico Senate Bills 268, 314, and 368.

County Emergency Communications (431) – Used to record gross receipts tax that pays for the County's consolidated dispatch. The dispatch center is operated by a board that is represented by Logan, House, San Jon, Tucumcari, and Quay County. This fund was created by the authority of County Ordinance 47.

Quay County, New Mexico
Nonmajor Governmental Fund Descriptions
June 30, 2019

SPECIAL REVENUE FUNDS (Continued)

Reappraisal Fund (499) – 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 (503) – 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 (516) – To account for monies received under a grant from the New Mexico Department of Health. Program activities include awareness and prevention of substance abuse. This fund was authorized by Section 43-3-13, NMSA 1978. As of fiscal 2012, the State no longer funds this grant, but other donations are received for it.

Tucumcari Domestic Violence Program Fund (520) – To account for funds received which are restricted by grantor, the State of New Mexico. This fund provides assistance to low income areas in New Mexico in which violence is most frequent. The authority for creation of this fund was the County Resolution.

Sheriff Seizure and Confiscation / Seizure Funds (601/602) – To account for monies seized in drug-related crimes, but not available for current expenditure until the forfeiture process has been completed. Authorized by County Commission Resolution 17, pursuant to Section 4-37-1, NMSA 1978.

Drug Enforcement Fund (603) – 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 (607) – 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 (610) – 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 (613) – 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 (621) – To account for an additional \$7 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 (622) – 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.

Quay County, New Mexico
Nonmajor Governmental Fund Descriptions
June 30, 2019

SPECIAL REVENUE FUNDS (Continued)

Environmental Gross Receipts Tax Fund (623) – To account for a gross receipts tax imposed to fund environmental activities, mainly sanitary landfills, water systems and environmental services. Authority is local ordinance authorized by NMSA 1978 7-20E-17.

DWI Grant Fund (624) – To account for state grants to further combat driving while intoxicated in the community. Authority for the establishment of this fund is by Quay County Commissioners. These funds are restricted by various grant agreements

Underage Drinking Prevention Fund (626) – To provide funding for underage drinking prevention in schools located in the County. This is funding directly allocated from the State and is subject to an allocation from liquor sales.

Misdemeanor Court Compliance Fund (628) – To account for probation fees imposed by Magistrate Court, to be used for Court-approved programs. Authority is County Commission Resolution 03-43.

DWI Fees Fund (631-634) – 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 UA Fees

Wildlife Services Fund (639) – To account for funds used for services related to Wildlife within Quay County. This fund was initially state appropriated, and is now funded by donations.

Community Development Block Grant (CDBG) Planning Grant Fund (656) – To account for funds received and spending related to updating the County's Comprehensive Plan and Asset Management Plan. Authority is the Federal Government.

DEBT SERVICE FUNDS

Debt Service Fund (562/563) – To account for the debt service payments on the County's NMFA loans. Funding is provided by intercepted fire allotments and interest income. The intercept is authorized by loan agreements signed with the NM Finance Authority. Authority for establishment of this fund is by Quay County Commission.



Quay County, New Mexico
Nonmajor Governmental Fund Descriptions
June 30, 2019

CAPITAL PROJECTS FUNDS

Road Equipment Fund (650) – To account for money transferred from the Road Fund as a reserve to purchase road equipment at a later date. Authorized by County resolution.

Community Development Block Grant (CDBG) Fund (655) – Quay Road 63 – To account for funds for roads. Authority is the Federal Government.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2019

	Special Revenue		
	Farm and Range	County Indigent	Fire District
	403	406	No. 1
			407
Assets			
Cash and cash equivalents	\$ 308	\$ 332,205	\$ 162,524
Investments	-	-	-
Current receivables:			
Other taxes	-	65,827	-
Other receivables	-	-	-
Total assets	\$ 308	\$ 398,032	\$ 162,524
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ -	\$ 2,566	\$ 3,452
Accrued payroll	-	-	-
Total liabilities	-	2,566	3,452
Fund balances			
Spendable			
Restricted for:			
General county operations	-	-	-
Fire departments	-	-	159,072
Forest health	308	-	-
Environmental	-	-	-
Public safety	-	-	-
Health and welfare	-	395,466	-
Capital improvements	-	-	-
Debt service expenditures	-	-	-
Total fund balances	308	395,466	159,072
Total liabilities, deferred inflows of resources, and fund balances	\$ 308	\$ 398,032	\$ 162,524

See independent auditors' report.

Special Revenue

Fire District No. 2 408		Fire District No. 3 409		Nara Visa Fire 410		Forrest Fire 411		Jordan Fire 412		Bard Endee Fire 413	
\$	159,378	\$	203,847	\$	95,773	\$	42,946	\$	202,972	\$	414,036
	-		-		-		-		-		116,367
	-		-		-		-		-		-
	-		-		-		-		-		-
\$	159,378	\$	203,847	\$	95,773	\$	42,946	\$	202,972	\$	530,403
\$	573	\$	-	\$	-	\$	178	\$	476	\$	-
	-		-		-		-		-		-
	573		-		-		178		476		-
	-		-		-		-		-		-
	158,805		203,847		95,773		42,768		202,496		530,403
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	158,805		203,847		95,773		42,768		202,496		530,403
\$	159,378	\$	203,847	\$	95,773	\$	42,946	\$	202,972	\$	530,403

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2019

	Special Revenue		
	Emergency Medical Services 414	Quay Fire District 415	Forestry Fire 416
Assets			
Cash and cash equivalents	\$ 457	\$ 84,412	\$ 137,073
Investments	-	-	-
Current receivables:			
Other taxes	-	-	-
Other receivables	-	-	8,164
Total assets	\$ 457	\$ 84,412	\$ 145,237
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ 138	\$ 165	\$ 16
Accrued payroll	-	-	-
Total liabilities	138	165	16
Fund balances			
Spendable			
Restricted for:			
General county operations	-	-	-
Fire departments	-	84,247	145,221
Forest health	-	-	-
Environmental	-	-	-
Public safety	319	-	-
Health and welfare	-	-	-
Capital improvements	-	-	-
Debt service expenditures	-	-	-
Total fund balances	319	84,247	145,221
Total liabilities, deferred inflows of resources, and fund balances	\$ 457	\$ 84,412	\$ 145,237

See independent auditors' report.

Special Revenue

Porter Fire 418	Quay County Emergency Manager 419	Quay County Fire Marshall 420	Safety Net Care Pool 430	County Emergency Communications 431	Reappraisal 499
\$ 62,841	\$ 14,463	\$ 10,804	\$ -	\$ 625,806	\$ 105,965
-	-	-	-	-	-
-	-	-	-	72,159	-
-	3,357	-	-	6,013	-
<u>\$ 62,841</u>	<u>\$ 17,820</u>	<u>\$ 10,804</u>	<u>\$ -</u>	<u>\$ 703,978</u>	<u>\$ 105,965</u>
\$ 105	\$ 48	\$ 52	\$ -	\$ 1,745	\$ -
-	992	-	-	12,441	-
<u>105</u>	<u>1,040</u>	<u>52</u>	<u>-</u>	<u>14,186</u>	<u>-</u>
-	-	-	-	-	105,965
62,736	-	10,752	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	16,780	-	-	689,792	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>62,736</u>	<u>16,780</u>	<u>10,752</u>	<u>-</u>	<u>689,792</u>	<u>105,965</u>
<u>\$ 62,841</u>	<u>\$ 17,820</u>	<u>\$ 10,804</u>	<u>\$ -</u>	<u>\$ 703,978</u>	<u>\$ 105,965</u>

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2019

	Special Revenue		
	Rural Addressing 503	ASAP Other Charges 516	Tucumcari Domestic Violence Program 520
Assets			
Cash and cash equivalents	\$ 50,726	\$ 7,687	\$ 9,725
Investments	-	-	-
Current receivables:			
Other taxes	-	-	-
Other receivables	-	-	-
Total assets	\$ 50,726	\$ 7,687	\$ 9,725
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ -	\$ 10	\$ -
Accrued payroll	432	-	-
Total liabilities	432	10	-
Fund balances			
Spendable			
Restricted for:			
General county operations	50,294	-	-
Fire departments	-	-	-
Forest health	-	-	-
Environmental	-	-	-
Public safety	-	7,677	9,725
Health and welfare	-	-	-
Capital improvements	-	-	-
Debt service expenditures	-	-	-
Total fund balances	50,294	7,677	9,725
Total liabilities, deferred inflows of resources, and fund balances	\$ 50,726	\$ 7,687	\$ 9,725

See independent auditors' report.

Special Revenue

Sheriff Seizure 601	Shreff Confiscated/ Seizure 602	Drug Enforcement 603	Law Environment Protection 607	Juvenile Detention Officer 610	Primary Care Clinic 613
\$ 58	\$ 103	\$ 367	\$ -	\$ 62,416	\$ 147,568
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	6,199
\$ 58	\$ 103	\$ 367	\$ -	\$ 62,416	\$ 153,767
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
58	103	367	-	62,416	-
-	-	-	-	-	153,767
-	-	-	-	-	-
-	-	-	-	-	-
58	103	367	-	62,416	153,767
\$ 58	\$ 103	\$ 367	\$ -	\$ 62,416	\$ 153,767

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2019

	Special Revenue		
	Clerk's Equipment 621	DWI Distribution 622	Environmental Gross Receipts Tax 623
Assets			
Cash and cash equivalents	\$ 27,885	\$ 2,881	\$ 49,141
Investments	-	-	-
Current receivables:			
Other taxes	-	-	5,572
Other receivables	-	-	-
Total assets	\$ 27,885	\$ 2,881	\$ 54,713
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ -	\$ 100	\$ 74
Accrued payroll	-	377	-
Total liabilities	-	477	74
Fund balances			
Spendable			
Restricted for:			
General county operations	27,885	-	-
Fire departments	-	-	-
Forest health	-	-	-
Environmental	-	-	54,639
Public safety	-	2,404	-
Health and welfare	-	-	-
Capital improvements	-	-	-
Debt service expenditures	-	-	-
Total fund balances	27,885	2,404	54,639
Total liabilities, deferred inflows of resources, and fund balances	\$ 27,885	\$ 2,881	\$ 54,713

See independent auditors' report.

Special Revenue

DWI Grant 624	Underage Drinking Prevention 626	Misdemeanor Court Compliance 628	DWI Probation Fees 631	DWI Screening Fees 632	DWI Treatment Fees 633
\$ 6,767	\$ -	\$ 36,069	\$ 18,172	\$ 7,954	\$ 1,524
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 6,767</u>	<u>\$ -</u>	<u>\$ 36,069</u>	<u>\$ 18,172</u>	<u>\$ 7,954</u>	<u>\$ 1,524</u>
\$ -	\$ -	\$ 103	\$ 86	\$ 185	\$ -
-	-	312	-	-	-
-	-	415	86	185	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,767	-	35,654	18,086	7,769	1,524
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>6,767</u>	<u>-</u>	<u>35,654</u>	<u>18,086</u>	<u>7,769</u>	<u>1,524</u>
<u>\$ 6,767</u>	<u>\$ -</u>	<u>\$ 36,069</u>	<u>\$ 18,172</u>	<u>\$ 7,954</u>	<u>\$ 1,524</u>

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2019

	Special Revenue		
	DWI UA Fees	Wildlife	CDBG Planning
	634	Services	Grant
	634	639	656
Assets			
Cash and cash equivalents	\$ 11,414	\$ 221	\$ 30,464
Investments	-	-	-
Current receivables:			
Other taxes	-	-	-
Other receivables	-	-	-
Total assets	\$ 11,414	\$ 221	\$ 30,464
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll	-	-	-
Total liabilities	-	-	-
Fund balances			
Spendable			
Restricted for:			
General county operations	-	221	-
Fire departments	-	-	-
Forest health	-	-	-
Environmental	-	-	-
Public safety	11,414	-	-
Health and welfare	-	-	-
Capital improvements	-	-	30,464
Debt service expenditures	-	-	-
Total fund balances	11,414	221	30,464
Total liabilities, deferred inflows of resources, and fund balances	\$ 11,414	\$ 221	\$ 30,464

See independent auditors' report.

<u>Debt Service</u>		<u>Capital Projects</u>		
<u>Debt Service</u>	<u>Road</u>	<u>CDBG</u>	<u>Nonmajor</u>	
<u>562/563</u>	<u>Equipment</u>	<u>655</u>	<u>Governmental</u>	<u>Funds</u>
	<u>650</u>			
\$ 500	\$ 389,434	\$ 154	\$ 3,517,040	
2,841	-	-	119,208	
-	-	-	143,558	
-	-	50,000	73,733	
<u>\$ 3,341</u>	<u>\$ 389,434</u>	<u>\$ 50,154</u>	<u>\$ 3,853,539</u>	
\$ -	\$ -	\$ -	\$ 10,072	
-	-	-	14,554	
-	-	-	24,626	
-	-	-	184,365	
-	-	-	1,696,120	
-	-	-	308	
-	-	-	54,639	
-	-	-	870,855	
-	-	-	549,233	
-	389,434	50,154	470,052	
3,341	-	-	3,341	
<u>3,341</u>	<u>389,434</u>	<u>50,154</u>	<u>3,828,913</u>	
<u>\$ 3,341</u>	<u>\$ 389,434</u>	<u>\$ 50,154</u>	<u>\$ 3,853,539</u>	

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2019

	<u>Special Revenue</u>		
	Farm and Range 403	County Indigent 406	Fire District No. 1 407
Revenues			
Taxes:			
Gross receipts	\$ -	\$ 356,141	\$ -
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	-	-
State operating grants	-	-	216,620
Local sources	-	-	-
Charges for services	-	-	-
Investment income	-	4,112	2,629
Miscellaneous	-	-	-
Total revenues	-	360,253	219,249
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	65,061
Public works	-	-	-
Health and welfare	-	210,271	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	-	210,271	65,061
Excess (deficiency) of revenues over expenditures	-	149,982	154,188
Other financing sources (uses)			
Loan proceeds	-	-	-
Proceeds from sale of equipment	-	-	-
Transfers in	-	-	-
Transfers (out)	-	-	(25,131)
Total other financing sources (uses)	-	-	(25,131)
Net change in fund balances	-	149,982	129,057
Fund balances - beginning of year	308	245,484	30,015
Fund balances - end of year	\$ 308	\$ 395,466	\$ 159,072

See independent auditors' report.

Special Revenue

Fire District No. 2 408	Fire District No. 3 409	Nara Visa Fire 410	Forrest Fire 411	Jordan Fire 412	Bard Endee Fire 413
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
75,352	75,294	53,945	72,443	123,580	270,348
-	-	-	-	-	-
-	-	-	-	-	-
3,194	4,330	1,790	4,420	4,799	4,316
-	-	-	-	-	-
78,546	79,624	55,735	76,863	128,379	274,664
-	-	-	-	-	-
42,300	22,156	17,051	39,141	27,905	45,320
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	274,962	-	-
-	-	-	-	-	-
-	-	-	-	-	-
42,300	22,156	17,051	314,103	27,905	45,320
36,246	57,468	38,684	(237,240)	100,474	229,344
-	-	-	-	-	150,000
-	-	-	-	-	-
-	-	-	-	833	1,015
(13,764)	(18,715)	(13,343)	(8,619)	(17,138)	(22,263)
(13,764)	(18,715)	(13,343)	(8,619)	(16,305)	128,752
22,482	38,753	25,341	(245,859)	84,169	358,096
136,323	165,094	70,432	288,627	118,327	172,307
\$ 158,805	\$ 203,847	\$ 95,773	\$ 42,768	\$ 202,496	\$ 530,403

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2019

	Special Revenue		
	Emergency	Quay Fire	
	Medical Services	District	Forestry Fire
	414	415	416
Revenues			
Taxes:			
Gross receipts	\$ -	\$ -	\$ -
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	-	-
State operating grants	26,014	72,043	25,549
Local sources	-	-	-
Charges for services	-	-	-
Investment income	-	1,244	6
Miscellaneous	-	223	-
Total revenues	26,014	73,510	25,555
Expenditures			
Current:			
General government	-	-	-
Public safety	36,520	24,868	32,648
Public works	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	36,520	24,868	32,648
Excess (deficiency) of revenues over expenditures	(10,506)	48,642	(7,093)
Other financing sources (uses)			
Loan proceeds	-	-	-
Proceeds from sale of equipment	-	-	-
Transfers in	-	-	-
Transfers (out)	-	(18,453)	-
Total other financing sources (uses)	-	(18,453)	-
Net change in fund balances	(10,506)	30,189	(7,093)
Fund balances - beginning of year	10,825	54,058	152,314
Fund balances - end of year	\$ 319	\$ 84,247	\$ 145,221

See independent auditors' report.

Special Revenue

Porter Fire 418	Quay County Emergency Manager 419	Quay County Fire Marshall 420	Safety Net Care Pool 430	County Emergency Communications 431	Reappraisal 499
\$ -	\$ -	\$ -	\$ -	422,464	\$ -
-	20,629	-	-	-	-
-	-	-	-	-	-
101,445	-	72,762	-	10,825	-
-	-	-	-	42,717	-
-	-	-	-	-	61,418
1,365	-	1,648	-	5,730	2,068
-	-	-	-	-	-
102,810	20,629	74,410	-	481,736	63,486
-	-	-	-	-	37,057
72,542	37,153	17,185	-	388,613	-
-	-	-	-	-	-
-	-	-	122,263	-	-
-	-	83,001	-	26,403	1,552
-	-	-	-	-	-
-	-	-	-	-	-
72,542	37,153	100,186	122,263	415,016	38,609
30,268	(16,524)	(25,776)	(122,263)	66,720	24,877
-	-	-	-	-	-
2,931	-	-	-	-	-
-	29,493	-	122,263	-	-
(12,346)	-	(17,137)	-	-	-
(9,415)	29,493	(17,137)	122,263	-	-
20,853	12,969	(42,913)	-	66,720	24,877
41,883	3,811	53,665	-	623,072	81,088
\$ 62,736	\$ 16,780	\$ 10,752	\$ -	\$ 689,792	\$ 105,965

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2019

	Special Revenue		
	Rural Addressing 503	ASAP Other Charges 516	Tucumcari Domestic Violence Program 520
Revenues			
Taxes:			
Gross receipts	\$ -	\$ -	\$ -
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	-	-
State operating grants	-	-	-
Local sources	-	-	-
Charges for services	140	-	-
Investment income	1,886	146	420
Miscellaneous	404	1,864	4,188
Total revenues	2,430	2,010	4,608
Expenditures			
Current:			
General government	36,020	-	-
Public safety	-	1,621	6,648
Public works	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	263
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	36,020	1,621	6,911
Excess (deficiency) of revenues over expenditures	(33,590)	389	(2,303)
Other financing sources (uses)			
Loan proceeds	-	-	-
Proceeds from sale of equipment	-	-	-
Transfers in	11,250	-	-
Transfers (out)	-	-	-
Total other financing sources (uses)	11,250	-	-
Net change in fund balances	(22,340)	389	(2,303)
Fund balances - beginning of year	72,634	7,288	12,028
Fund balances - end of year	\$ 50,294	\$ 7,677	\$ 9,725

See independent auditors' report.

Special Revenue						
Sheriff Seizure 601	Shreiff Confiscated/ Seizure 602	Drug Enforcement 603	Law Environment Protection 607	Juvenile Detention Officer 610	Primary Care Clinic 613	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
-	-	-	-	-	-	-
-	-	-	23,600	-	98,399	-
-	-	-	-	-	-	-
1	-	9	-	-	3,202	-
-	-	-	-	-	-	-
1	-	9	23,600	-	101,601	-
-	-	-	-	-	-	-
-	-	-	-	37,183	-	-
-	-	-	-	-	-	-
-	-	-	-	-	88,101	-
-	-	-	23,600	-	-	-
-	-	-	-	-	-	-
-	-	-	23,600	37,183	88,101	-
1	-	9	-	(37,183)	13,500	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	50,000	-	-
-	-	-	-	-	-	-
-	-	-	-	50,000	-	-
1	-	9	-	12,817	13,500	-
57	103	358	-	49,599	140,267	-
\$ 58	\$ 103	\$ 367	\$ -	\$ 62,416	\$ 153,767	-

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2019

	<u>Special Revenue</u>		
	Clerk's Equipment 621	DWI Distribution 622	Environmental Gross Receipts Tax 623
Revenues			
Taxes:			
Gross receipts	\$ -	\$ -	\$ 43,484
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	-	-
State operating grants	-	85,325	-
Local sources	-	-	-
Charges for services	11,648	-	-
Investment income	729	-	2,576
Miscellaneous	-	-	-
Total revenues	12,377	85,325	46,060
Expenditures			
Current:			
General government	7,054	-	-
Public safety	-	89,132	-
Public works	-	-	-
Health and welfare	-	-	1,678
Capital outlay	-	-	127,251
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	7,054	89,132	128,929
Excess (deficiency) of revenues over expenditures	5,323	(3,807)	(82,869)
Other financing sources (uses)			
Loan proceeds	-	-	-
Proceeds from sale of equipment	-	-	-
Transfers in	-	-	-
Transfers (out)	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	5,323	(3,807)	(82,869)
Fund balances - beginning of year	22,562	6,211	137,508
Fund balances - end of year	\$ 27,885	\$ 2,404	\$ 54,639

See independent auditors' report.

Special Revenue

DWI Grant 624	Underage Drinking Prevention 626	Misdemeanor Court Compliance 628	DWI Probation Fees 631	DWI Screening Fees 632	DWI Treatment Fees 633
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
19,680	10,182	-	-	-	-
-	-	-	-	-	-
-	-	15,956	11,737	1,575	-
-	-	905	671	114	73
-	-	-	-	-	-
19,680	10,182	16,861	12,408	1,689	73
-	-	-	-	-	-
13,797	11,000	18,144	15,447	290	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
13,797	11,000	18,144	15,447	290	-
5,883	(818)	(1,283)	(3,039)	1,399	73
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,883	(818)	(1,283)	(3,039)	1,399	73
884	818	36,937	21,125	6,370	1,451
\$ 6,767	\$ -	\$ 35,654	\$ 18,086	\$ 7,769	\$ 1,524

See independent auditors' report.

Quay County, New Mexico
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2019

	<u>Special Revenue</u>		
	DWI UA Fees 634	Wildlife Services 639	CDBG Planning Grant 656
Revenues			
Taxes:			
Gross receipts	\$ -	\$ -	\$ -
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	-	9,940
State operating grants	-	-	-
Local sources	-	-	-
Charges for services	1,092	-	-
Investment income	209	-	-
Miscellaneous	-	-	-
Total revenues	1,301	-	9,940
Expenditures			
Current:			
General government	-	4,500	-
Public safety	1,432	-	-
Public works	-	-	10,464
Health and welfare	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	1,432	4,500	10,464
Excess (deficiency) of revenues over expenditures	(131)	(4,500)	(524)
Other financing sources (uses)			
Loan proceeds	-	-	-
Proceeds from sale of equipment	-	-	-
Transfers in	-	-	15,000
Transfers (out)	-	-	-
Total other financing sources (uses)	-	-	15,000
Net change in fund balances	(131)	(4,500)	14,476
Fund balances - beginning of year	11,545	4,721	15,988
Fund balances - end of year	\$ 11,414	\$ 221	\$ 30,464

See independent auditors' report.

<u>Debt Service</u>		<u>Capital Project</u>		
<u>Debt Service 562/563</u>	<u>Road Equipment 650</u>	<u>CDBG 655</u>	<u>Nonmajor Governmental Funds</u>	
\$ -	\$ -	\$ -	\$ -	822,089
-	-	-	-	20,629
-	-	50,000	-	59,940
-	-	-	-	1,433,406
-	-	-	-	42,717
-	-	-	-	103,566
650	-	-	-	53,242
-	-	-	-	6,679
650	-	50,000	-	2,542,268
-	-	-	-	84,631
-	-	-	-	1,063,157
-	-	83,745	-	94,209
-	-	-	-	422,313
-	-	-	-	537,032
326,721	-	-	-	326,721
3,855	-	-	-	3,855
330,576	-	83,745	-	2,531,918
(329,926)	-	(33,745)	-	10,350
-	-	-	-	150,000
-	-	-	-	2,931
332,030	200,000	51,000	-	812,884
(26,094)	-	-	-	(193,003)
305,936	200,000	51,000	-	772,812
(23,990)	200,000	17,255	-	783,162
27,331	189,434	32,899	-	3,045,751
\$ 3,341	\$ 389,434	\$ 50,154	\$ -	\$ 3,828,913

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Supporting Schedules

Quay County, New Mexico
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2019

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2019	Name and Location of Safekeeper
First National Bank					
	FNMA Pool #MA1037	4/1/2032	31418AEK0	\$ 340,694	Freeport Parkway South Irving, TX
	FNMA Pool #MA1138	8/1/2032	31418AHQ4	570,550	
	FHLMC Pool #C91719	8/1/2033	3128P74C4	584,087	
	FHLMC Pool #G60193	4/1/2042	31335AGA0	698,496	
	FNMA Pool #AL7804	1/1/2043	3138EQU67	913,009	
				3,106,836	
Tucumcari Federal Savings and Loan Association					
	FH 847174	9/1/2033	3128HD6K0	61,510	Freeport Parkway South Irving, TX
	FHLMC 847036	12/1/2031	3128HDY94	60,950	
	FH 847981	12/1/2034	3128JR2N5	56,654	
	FH ARM 847247	2/1/2034	3128JRBQ8	66,807	
	FHR 1J1214	9/1/2035	3128NKH36	89,747	
	FHLMC	8/1/2034	3128Q2KL6	275,819	
	FHR ARM 410744	11/1/2025	31337AZH2	59,147	
	FH 865653	4/1/2030	31348UH69	76,111	
	FHLMC	9/1/2032	31349GX53	26,998	
	FNMA 361481	6/1/2026	31376PRA5	141,821	
	FNMA ARM 751694	11/1/2033	31403LC74	159,908	
	FNMA ARM 881959	2/1/2036	31409XZY8	74,775	
				1,150,247	
Total pledged collateral				\$ 4,257,083	

See independent auditors' report.

Quay County, New Mexico
Schedule of Deposit and Investment Accounts
June 30, 2019

Bank Account Type/Name	Everyone's Federal Credit Union	First National Bank	Tucumcari Federal Savings and Loan	NMFA Restricted Cash	Totals
Checking - operational	\$ -	\$ 5,914,068	\$ -	\$ -	\$ 5,914,068
Checking- Road Department Grant	-	2,485	-	-	2,485
Certificate of deposit	250,000	300,000	2,100,000	-	2,650,000
Program funds	-	-	-	149,188	149,188
Debt servicing funds	-	-	-	3,341	3,341
Total	250,000	6,216,553	2,100,000	152,529	8,719,082
Reconciling items	-	(349,434)	-	-	(349,434)
Reconciled balance	\$ 250,000	\$ 5,867,119	\$ 2,100,000	\$ 152,529	8,369,648
Petty cash					775
Less: agency funds cash					(46,853)
Less: restricted cash and cash equivalents					(33,321)
Less: investments					(2,650,000)
Less: restricted investments					(119,208)
Total unrestricted cash and cash equivalents					\$ 5,521,041

See independent auditors' report.

Quay County, New Mexico
Reconciliation of Property Tax Rolls
For the Year Ended June 30, 2019

Uncollected taxes, July 1, 2018	\$	1,043,175
Net taxes charged to treasurer for current year		5,951,291
Current year tax collections		(5,977,429)
Charges and Adjustments		(21,213)
Adjustments (tax year 2008 receivables)		(20,381)

Uncollected taxes June 30, 2019	\$	975,443
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Detail of taxes distributed by agency:

School districts

Tucumcari Schools	\$	1,065,598
House Schools		37,150
Logan Schools		466,443
Nara Vista Schools		88,373
San Jon Schools		115,353
Grady Schools		7,923
Melrose Schools		25,263

Municipalities

City of Tucumcari		410,602
Village of House		5,566
Village of Logan		240,553
Village of San Jon		83,716

Other

State of New Mexico		472,854
County of Quay		1,931,088
State Debt Service		281,076
Cattle		58,588
Sheep		152
Goats		94
Equine		1,341
Hospital		310,007
Mesalands Community College		286,400
Ute Lake PID 2 OP		19,412
Ute Lake Ranch PID 2 DR		69,877

Total distributed taxes	\$	5,977,429
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See independent auditors' report.

Schedule of receivables - delinquent property tax by year

2018	\$	466,447
2017		167,930
2016		94,509
2015		44,259
2014		46,676
2013		37,650
2012		29,301
2011		26,788
2010		31,257
2009		30,626
<hr/>		
Total	\$	975,443

Reconciliation of undistributed taxes

Undistributed taxes July 1, 2018	\$	-
Current year collections		5,977,429
Current year collections distributed		(5,977,429)
<hr/>		
Undistributed taxes June 30, 2019	\$	-

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

Statement of net position	\$	339,636
Statement of fiduciary assets and Liabilities - agency funds		635,807
<hr/>		
Total property taxes receivable	\$	975,443

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Quay County				
County Operational	2009	\$ 1,210,946	\$ -	\$ 1,210,946
County Operational	2010	1,336,669	-	1,336,669
County Operational	2011	1,426,724	-	1,426,724
County Operational	2012	1,488,261	-	1,488,261
County Operational	2013	1,641,239	-	1,641,239
County Operational	2014	1,771,352	-	1,771,352
County Operational	2015	1,842,476	-	1,842,476
County Operational	2016	1,900,865	-	1,900,865
County Operational	2017	1,881,360	-	1,881,360
County Operational	2018	1,951,867	-	1,951,867
Total Quay County		\$ 16,451,759	\$ -	\$ 16,451,759
State of New Mexico				
Debt Service	2009	\$ 176,021	\$ -	\$ 176,021
Debt Service	2010	247,029	-	247,029
Debt Service	2011	234,194	-	234,194
Debt Service	2012	240,939	-	240,939
Debt Service	2013	256,924	-	256,924
Debt Service	2014	252,037	-	252,037
Debt Service	2015	262,498	-	262,498
Debt Service	2016	273,710	-	273,710
Debt Service	2017	277,171	-	277,171
Debt Service	2018	283,544	-	283,544
Total State of NM		\$ 2,504,067	\$ -	\$ 2,504,067

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ 21	\$ 1,201,611	\$ 21	\$ 1,201,611	\$ 9,335
29	1,326,485	29	1,326,485	10,184
954	1,418,560	954	1,418,560	8,164
1,500	1,479,036	1,500	1,479,036	9,225
1,612	1,629,536	1,612	1,629,536	11,703
2,464	1,758,118	2,464	1,758,118	13,234
10,700	1,829,681	10,700	1,829,681	12,795
23,668	1,872,958	23,668	1,872,958	27,907
77,050	1,832,894	77,050	1,832,894	48,466
1,813,090	1,813,090	1,813,090	1,813,090	138,777
\$ 1,931,088	\$ 16,161,969	\$ 1,931,088	\$ 16,161,969	\$ 289,790
\$ 5	\$ 174,439	\$ 5	\$ 174,439	\$ 1,582
7	244,898	7	244,898	2,131
209	232,775	209	232,775	1,419
290	239,352	290	239,352	1,587
306	255,034	306	255,034	1,890
377	250,209	377	250,209	1,828
1,579	260,678	1,579	260,678	1,820
3,606	269,620	3,606	269,620	4,090
12,452	269,673	12,452	269,673	7,498
262,245	262,245	262,245	262,245	21,299
\$ 281,076	\$ 2,458,923	\$ 281,076	\$ 2,458,923	\$ 45,144

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Livestock				
Cattle	2009	\$ 57,526	\$ -	\$ 57,526
Cattle	2010	49,814	-	49,814
Cattle	2011	51,768	-	51,768
Cattle	2012	52,916	-	52,916
Cattle	2013	50,137	-	50,137
Cattle	2014	52,450	-	52,450
Cattle	2015	62,619	-	62,619
Cattle	2016	81,925	-	81,925
Cattle	2017	54,359	-	54,359
Cattle	2018	61,773	-	61,773
Total Livestock		\$ 575,287	\$ -	\$ 575,287
Equine				
Equine	2009	\$ 1,459	\$ -	\$ 1,459
Equine	2010	1,331	-	1,331
Equine	2011	1,270	-	1,270
Equine	2012	1,216	-	1,216
Equine	2013	1,136	-	1,136
Equine	2014	1,060	-	1,060
Equine	2015	1,219	-	1,219
Equine	2016	1,206	-	1,206
Equine	2017	1,253	-	1,253
Equine	2018	1,445	-	1,445
Total Equine		\$ 12,595	\$ -	\$ 12,595
Goats				
Goats	2009	\$ 12	\$ -	\$ 12
Goats	2010	13	-	13
Goats	2011	17	-	17
Goats	2012	19	-	19
Goats	2013	29	-	29
Goats	2014	24	-	24
Goats	2015	24	-	24
Goats	2016	70	-	70
Goats	2017	85	-	85
Goats	2018	98	-	98
Total Goats		\$ 391	\$ -	\$ 391

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 57,526	\$ -	\$ 57,526	\$ -
-	49,814	-	49,814	-
-	51,768	-	51,768	-
-	52,916	-	52,916	-
57	50,029	57	50,029	108
58	52,341	58	52,341	109
119	62,225	119	62,225	394
166	81,240	166	81,240	685
1,140	53,239	1,140	53,239	1,120
57,048	57,048	57,048	57,048	4,725
\$ 58,588	\$ 568,146	\$ 58,588	\$ 568,146	\$ 7,141
\$ -	\$ 1,459	\$ -	\$ 1,459	\$ -
-	1,331	-	1,331	-
-	1,265	-	1,265	5
-	1,211	-	1,211	5
3	1,127	3	1,127	9
3	1,051	3	1,051	9
(8)	1,208	(8)	1,208	11
9	1,189	9	1,189	17
67	1,212	67	1,212	41
1,267	1,267	1,267	1,267	178
\$ 1,341	\$ 12,320	\$ 1,341	\$ 12,320	\$ 275
\$ -	\$ 12	\$ -	\$ 12	\$ -
-	13	-	13	-
-	17	-	17	-
-	19	-	19	-
-	29	-	29	-
-	24	-	24	-
-	24	-	24	-
-	70	-	70	-
-	84	-	84	1
94	94	94	94	4
\$ 94	\$ 386	\$ 94	\$ 386	\$ 5

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Hogs				
Hogs	2009	\$ 6	\$ -	\$ 6
Hogs	2010	6	-	6
Hogs	2011	8	-	8
Hogs	2012	5	-	5
Hogs	2013	7	-	7
Hogs	2014	12	-	12
Hogs	2015	9	-	9
Hogs	2016	7	-	7
Hogs	2017	-	-	-
Hogs	2018	-	-	-
Total Hogs		\$ 60	\$ -	\$ 60
Sheep				
Sheep	2009	\$ 70	\$ -	\$ 70
Sheep	2010	37	-	37
Sheep	2011	55	-	55
Sheep	2012	71	-	71
Sheep	2013	92	-	92
Sheep	2014	78	-	78
Sheep	2015	119	-	119
Sheep	2016	203	-	203
Sheep	2017	162	-	162
Sheep	2018	121	-	121
Total Sheep		\$ 1,008	\$ -	\$ 1,008
City of Tucumcari				
City of Tucumcari	2009	\$ 300,381	\$ -	\$ 300,381
City of Tucumcari	2010	326,529	-	326,529
City of Tucumcari	2011	338,302	-	338,302
City of Tucumcari	2012	352,578	-	352,578
City of Tucumcari	2013	386,445	-	386,445
City of Tucumcari	2014	416,164	-	416,164
City of Tucumcari	2015	427,098	-	427,098
City of Tucumcari	2016	427,566	-	427,566
City of Tucumcari	2017	416,538	-	416,538
City of Tucumcari	2018	424,707	-	424,707
Total City of Tucumcari		\$ 3,816,308	\$ -	\$ 3,816,308

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 6	\$ -	\$ 6	\$ -
-	6	-	6	-
-	8	-	8	-
-	5	-	5	-
-	7	-	7	-
-	12	-	12	-
-	9	-	9	-
-	7	-	7	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ 60	\$ -	\$ 60	\$ -
\$ -	\$ 70	\$ -	\$ 70	\$ -
-	37	-	37	-
-	55	-	55	-
-	71	-	71	-
-	92	-	92	-
-	78	-	78	-
-	119	-	119	-
-	203	-	203	-
32	162	32	162	-
120	120	120	120	1
\$ 152	\$ 1,007	\$ 152	\$ 1,007	\$ 1
\$ -	\$ 297,589	\$ -	\$ 297,589	\$ 2,792
-	323,506	-	323,506	3,023
7	334,998	7	334,998	3,304
380	348,933	380	348,933	3,645
261	381,501	261	381,501	4,944
397	408,491	397	408,491	7,673
4,041	420,713	4,041	420,713	6,385
8,048	415,705	8,048	415,705	11,861
15,797	398,124	15,797	398,124	18,414
381,671	381,671	381,671	381,671	43,036
\$ 410,602	\$ 3,711,231	\$ 410,602	\$ 3,711,231	\$ 105,077

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Village of House				
Village of House	2009	\$ 2,923	\$ -	\$ 2,923
Village of House	2010	5,037	-	5,037
Village of House	2011	4,312	-	4,312
Village of House	2012	4,310	-	4,310
Village of House	2013	4,698	-	4,698
Village of House	2014	4,884	-	4,884
Village of House	2015	5,726	-	5,726
Village of House	2016	5,226	-	5,226
Village of House	2017	5,240	-	5,240
Village of House	2018	5,900	-	5,900
Total Village of House		\$ 48,256	\$ -	\$ 48,256
Village of Logan				
Village of Logan	2009	\$ 125,652	\$ -	\$ 125,652
Village of Logan	2010	150,821	-	150,821
Village of Logan	2011	164,429	-	164,429
Village of Logan	2012	173,699	-	173,699
Village of Logan	2013	208,229	-	208,229
Village of Logan	2014	204,670	-	204,670
Village of Logan	2015	214,635	-	214,635
Village of Logan	2016	220,412	-	220,412
Village of Logan	2017	229,373	-	229,373
Village of Logan	2018	241,342	-	241,342
Total Village of Logan		\$ 1,933,262	\$ -	\$ 1,933,262
Village of San Jon				
Village of San Jon	2009	\$ 9,597	\$ -	\$ 9,597
Village of San Jon	2010	10,424	-	10,424
Village of San Jon	2011	12,571	-	12,571
Village of San Jon	2012	12,313	-	12,313
Village of San Jon	2013	17,749	-	17,749
Village of San Jon	2014	16,081	-	16,081
Village of San Jon	2015	15,857	-	15,857
Village of San Jon	2016	16,358	-	16,358
Village of San Jon	2017	16,070	-	16,070
Village of San Jon	2018	90,204	-	90,204
Total Village of San Jon		\$ 217,224	\$ -	\$ 217,224

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 2,923	\$ -	\$ 2,923	\$ -
-	5,037	-	5,037	-
-	4,312	-	4,312	-
-	4,310	-	4,310	-
-	4,698	-	4,698	-
-	4,884	-	4,884	-
-	5,711	-	5,711	15
31	5,212	31	5,212	14
206	5,225	206	5,225	15
5,329	5,329	5,329	5,329	571
<u>\$ 5,566</u>	<u>\$ 47,641</u>	<u>\$ 5,566</u>	<u>\$ 47,641</u>	<u>\$ 615</u>
\$ 23	\$ 125,632	\$ 23	\$ 125,632	\$ 20
27	150,806	27	150,806	15
68	164,409	68	164,409	20
70	173,647	70	173,647	52
106	208,058	106	208,058	171
323	204,354	323	204,354	316
622	214,111	622	214,111	524
2,507	219,561	2,507	219,561	851
20,911	224,235	20,911	224,235	5,138
215,896	215,896	215,896	215,896	25,446
<u>\$ 240,553</u>	<u>\$ 1,900,709</u>	<u>\$ 240,553</u>	<u>\$ 1,900,709</u>	<u>\$ 32,553</u>
\$ -	\$ 9,169	\$ -	\$ 9,169	\$ 428
-	10,068	-	10,068	356
-	12,205	-	12,205	366
-	11,931	-	11,931	382
-	17,359	-	17,359	390
24	15,693	24	15,693	388
72	15,396	72	15,396	461
125	15,787	125	15,787	571
794	15,358	794	15,358	712
82,701	82,701	82,701	82,701	7,503
<u>\$ 83,716</u>	<u>\$ 205,667</u>	<u>\$ 83,716</u>	<u>\$ 205,667</u>	<u>\$ 11,557</u>

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Tucumcari Schools				
Operational	2009	\$ 34,400	\$ -	\$ 34,400
Operational	2010	36,796	-	36,796
Operational	2011	37,667	-	37,667
Operational	2012	39,629	-	39,629
Operational	2013	42,974	-	42,974
Operational	2014	45,856	-	45,856
Operational	2015	47,238	-	47,238
Operational	2016	48,658	-	48,658
Operational	2017	47,792	-	47,792
Operational	2018	48,488	-	48,488
Total Operational		\$ 429,498	\$ -	\$ 429,498
Tucumcari Schools				
Capital Improvements	2009	\$ 163,944	\$ -	\$ 163,944
Capital Improvements	2010	171,014	-	171,014
Capital Improvements	2011	175,639	-	175,639
Capital Improvements	2012	184,527	-	184,527
Capital Improvements	2013	199,172	-	199,172
Capital Improvements	2014	209,796	-	209,796
Capital Improvements	2015	215,701	-	215,701
Capital Improvements	2016	221,774	-	221,774
Capital Improvements	2017	216,266	-	216,266
Capital Improvements	2018	218,407	-	218,407
Total Capital Improvements		\$ 1,976,240	\$ -	\$ 1,976,240
Tucumcari Schools				
Debt Service	2009	\$ 592,459	\$ -	\$ 592,459
Debt Service	2010	610,949	-	610,949
Debt Service	2011	638,631	-	638,631
Debt Service	2012	662,451	-	662,451
Debt Service	2013	711,842	-	711,842
Debt Service	2014	759,464	-	759,464
Debt Service	2015	778,723	-	778,723
Debt Service	2016	804,415	-	804,415
Debt Service	2017	818,491	-	818,491
Debt Service	2018	818,066	-	818,066
Total Debt Service		\$ 7,195,491	\$ -	\$ 7,195,491

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 34,208	\$ -	\$ 34,208	\$ 192
-	36,593	-	36,593	203
-	37,448	-	37,448	219
25	39,384	25	39,384	245
21	42,640	21	42,640	334
45	45,326	45	45,326	530
377	46,769	377	46,769	469
763	47,661	763	47,661	997
1,645	46,262	1,645	46,262	1,530
44,732	44,732	44,732	44,732	3,756
\$ 47,608	\$ 421,023	\$ 47,608	\$ 421,023	\$ 8,475
\$ -	\$ 163,112	\$ -	\$ 163,112	\$ 832
-	170,142	-	170,142	872
3	174,697	3	174,697	942
113	183,473	113	183,473	1,054
108	197,743	108	197,743	1,429
245	207,535	245	207,535	2,261
1,823	213,596	1,823	213,596	2,105
3,826	217,092	3,826	217,092	4,682
8,295	208,912	8,295	208,912	7,354
200,232	200,232	200,232	200,232	18,175
\$ 214,645	\$ 1,936,534	\$ 214,645	\$ 1,936,534	\$ 39,706
\$ -	\$ 589,441	\$ -	\$ 589,441	\$ 3,018
-	607,832	-	607,832	3,117
9	635,204	9	635,204	3,427
404	658,669	404	658,669	3,782
384	706,734	384	706,734	5,108
897	751,323	897	751,323	8,141
6,618	771,136	6,618	771,136	7,587
14,081	787,348	14,081	787,348	17,067
32,912	789,888	32,912	789,888	28,603
748,040	748,040	748,040	748,040	70,026
\$ 803,345	\$ 7,045,615	\$ 803,345	\$ 7,045,615	\$ 149,876

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
House Schools				
Operational	2009	\$ 2,566	\$ -	\$ 2,566
Operational	2010	2,697	-	2,697
Operational	2011	2,745	-	2,745
Operational	2012	2,741	-	2,741
Operational	2013	2,690	-	2,690
Operational	2014	2,805	-	2,805
Operational	2015	2,863	-	2,863
Operational	2016	2,743	-	2,743
Operational	2017	2,759	-	2,759
Operational	2018	3,141	-	3,141
Total Operational		\$ 27,750	\$ -	\$ 27,750
House Schools				
Capital Improvements	2009	\$ 10,931	\$ -	\$ 10,931
Capital Improvements	2010	11,458	-	11,458
Capital Improvements	2011	11,804	-	11,804
Capital Improvements	2012	11,788	-	11,788
Capital Improvements	2013	11,482	-	11,482
Capital Improvements	2014	11,961	-	11,961
Capital Improvements	2015	12,201	-	12,201
Capital Improvements	2016	11,718	-	11,718
Capital Improvements	2017	13,367	-	13,367
Capital Improvements	2018	14,452	-	14,452
Total Capital Improvements		\$ 121,162	\$ -	\$ 121,162
House Schools				
Debt Service	2009	\$ 35,627	\$ -	\$ 35,627
Debt Service	2010	27,869	-	27,869
Debt Service	2011	24,121	-	24,121
Debt Service	2012	33,983	-	33,983
Debt Service	2013	24,753	-	24,753
Debt Service	2014	25,506	-	25,506
Debt Service	2015	26,061	-	26,061
Debt Service	2016	23,732	-	23,732
Debt Service	2017	27,429	-	27,429
Debt Service	2018	18,527	-	18,527
Total Debt Service		\$ 267,608	\$ -	\$ 267,608

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 2,566	\$ -	\$ 2,566	\$ -
-	2,697	-	2,697	-
-	2,745	-	2,745	-
-	2,741	-	2,741	-
-	2,690	-	2,690	-
-	2,804	-	2,804	1
1	2,861	1	2,861	2
17	2,741	17	2,741	2
111	2,756	111	2,756	3
3,054	3,054	3,054	3,054	87
\$ 3,183	\$ 27,655	\$ 3,183	\$ 27,655	\$ 95
\$ -	\$ 10,931	\$ -	\$ 10,931	\$ -
-	11,458	-	11,458	-
-	11,804	-	11,804	-
-	11,788	-	11,788	-
-	11,482	-	11,482	-
-	11,959	-	11,959	2
6	12,193	6	12,193	8
80	11,709	80	11,709	9
544	13,353	544	13,353	14
14,051	14,051	14,051	14,051	401
\$ 14,681	\$ 120,728	\$ 14,681	\$ 120,728	\$ 434
\$ -	\$ 35,627	\$ -	\$ 35,627	\$ -
-	27,869	-	27,869	-
-	24,121	-	24,121	-
-	33,983	-	33,983	-
-	24,753	-	24,753	-
-	25,501	-	25,501	5
12	26,044	12	26,044	17
146	23,715	146	23,715	17
1,116	27,400	1,116	27,400	29
18,012	18,012	18,012	18,012	515
\$ 19,286	\$ 267,025	\$ 19,286	\$ 267,025	\$ 583

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Logan Schools				
Operational	2009	\$ 15,666	\$ -	\$ 15,666
Operational	2010	18,759	-	18,759
Operational	2011	20,647	-	20,647
Operational	2012	21,732	-	21,732
Operational	2013	24,617	-	24,617
Operational	2014	22,902	-	22,902
Operational	2015	24,024	-	24,024
Operational	2016	24,976	-	24,976
Operational	2017	26,337	-	26,337
Operational	2018	27,432	-	27,432
Total Operational		\$ 227,092	\$ -	\$ 227,092
Logan Schools				
Capital Improvements	2009	\$ 76,986	\$ -	\$ 76,986
Capital Improvements	2010	92,907	-	92,907
Capital Improvements	2011	106,403	-	106,403
Capital Improvements	2012	109,782	-	109,782
Capital Improvements	2013	115,379	-	115,379
Capital Improvements	2014	91,627	-	91,627
Capital Improvements	2015	96,118	-	96,118
Capital Improvements	2016	99,985	-	99,985
Capital Improvements	2017	105,712	-	105,712
Capital Improvements	2018	109,729	-	109,729
Total Capital Improvements		\$ 1,004,628	\$ -	\$ 1,004,628
Logan Schools				
Debt Service	2009	\$ 251,287	\$ -	\$ 251,287
Debt Service	2010	185,605	-	185,605
Debt Service	2011	216,902	-	216,902
Debt Service	2012	180,043	-	180,043
Debt Service	2013	211,275	-	211,275
Debt Service	2014	215,185	-	215,185
Debt Service	2015	181,352	-	181,352
Debt Service	2016	203,664	-	203,664
Debt Service	2017	276,279	-	276,279
Debt Service	2018	326,553	-	326,553
Total Debt Service		\$ 2,248,145	\$ -	\$ 2,248,145

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ 1	\$ 15,408	\$ 1	\$ 15,408	\$ 258
1	18,461	1	18,461	298
53	20,473	53	20,473	174
54	21,531	54	21,531	201
65	24,378	65	24,378	239
68	22,839	68	22,839	63
91	23,946	91	23,946	78
244	24,848	244	24,848	128
1,722	25,852	1,722	25,852	485
25,524	25,524	25,524	25,524	1,908
\$ 27,823	\$ 223,260	\$ 27,823	\$ 223,260	\$ 3,832
\$ 6	\$ 75,561	\$ 6	\$ 75,561	\$ 1,425
8	91,259	8	91,259	1,648
304	105,395	304	105,395	1,008
313	108,620	313	108,620	1,162
331	114,154	331	114,154	1,225
272	91,374	272	91,374	253
368	95,808	368	95,808	310
976	99,472	976	99,472	513
6,922	103,762	6,922	103,762	1,950
102,098	102,098	102,098	102,098	7,631
\$ 111,598	\$ 987,503	\$ 111,598	\$ 987,503	\$ 17,125
\$ 22	\$ 246,305	\$ 22	\$ 246,305	\$ 4,982
14	182,252	14	182,252	3,353
620	214,848	620	214,848	2,054
513	178,137	513	178,137	1,906
603	209,034	603	209,034	2,241
635	214,599	635	214,599	586
691	180,769	691	180,769	583
1,989	202,617	1,989	202,617	1,047
18,090	271,182	18,090	271,182	5,097
303,845	303,845	303,845	303,845	22,708
\$ 327,022	\$ 2,203,588	\$ 327,022	\$ 2,203,588	\$ 44,557

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
San Jon Schools				
Operational	2009	\$ 5,038	\$ -	\$ 5,038
Operational	2010	5,010	-	5,010
Operational	2011	6,425	-	6,425
Operational	2012	6,409	-	6,409
Operational	2013	6,944	-	6,944
Operational	2014	6,881	-	6,881
Operational	2015	7,294	-	7,294
Operational	2016	7,307	-	7,307
Operational	2017	54,942	-	54,942
Operational	2018	14,509	-	14,509
Total Operational		\$ 120,759	\$ -	\$ 120,759
San Jon Schools				
Capital Improvements	2009	\$ 21,661	\$ -	\$ 21,661
Capital Improvements	2010	21,524	-	21,524
Capital Improvements	2011	27,278	-	27,278
Capital Improvements	2012	27,202	-	27,202
Capital Improvements	2013	29,125	-	29,125
Capital Improvements	2014	28,904	-	28,904
Capital Improvements	2015	30,229	-	30,229
Capital Improvements	2016	30,293	-	30,293
Capital Improvements	2017	29,891	-	29,891
Capital Improvements	2018	31,106	-	31,106
Total Capital Improvements		\$ 277,213	\$ -	\$ 277,213
San Jon Schools				
Debt Service	2009	\$ 102,566	\$ -	\$ 102,566
Debt Service	2010	72,631	-	72,631
Debt Service	2011	69,137	-	69,137
Debt Service	2012	69,324	-	69,324
Debt Service	2013	69,391	-	69,391
Debt Service	2014	67,321	-	67,321
Debt Service	2015	74,952	-	74,952
Debt Service	2016	67,793	-	67,793
Debt Service	2017	20,948	-	20,948
Debt Service	2018	74,888	-	74,888
Total Debt Service		\$ 688,951	\$ -	\$ 688,951

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 5,009	\$ -	\$ 5,009	\$ 29
-	4,981	-	4,981	29
-	6,396	-	6,396	29
-	6,380	-	6,380	29
-	6,915	-	6,915	29
2	6,851	2	6,851	30
6	7,258	6	7,258	36
41	7,172	41	7,172	135
1,231	53,700	1,231	53,700	1,242
13,336	13,336	13,336	13,336	1,173
\$ 14,616	\$ 117,998	\$ 14,616	\$ 117,998	\$ 2,761
\$ -	\$ 21,545	\$ -	\$ 21,545	\$ 116
-	21,407	-	21,407	117
-	27,159	-	27,159	119
-	27,083	-	27,083	119
-	29,006	-	29,006	119
10	28,782	10	28,782	122
26	30,083	26	30,083	146
173	29,745	173	29,745	548
1,079	29,196	1,079	29,196	695
28,610	28,610	28,610	28,610	2,496
\$ 29,898	\$ 272,616	\$ 29,898	\$ 272,616	\$ 4,597
\$ -	\$ 102,015	\$ -	\$ 102,015	\$ 551
-	72,239	-	72,239	392
-	68,836	-	68,836	301
-	69,021	-	69,021	303
-	69,108	-	69,108	283
23	67,038	23	67,038	283
65	74,591	65	74,591	361
389	66,568	389	66,568	1,225
1,484	20,428	1,484	20,428	520
68,878	68,878	68,878	68,878	6,010
\$ 70,839	\$ 678,722	\$ 70,839	\$ 678,722	\$ 10,229

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Melrose Schools				
Operational	2009	\$ 1,410	\$ -	\$ 1,410
Operational	2010	1,534	-	1,534
Operational	2011	1,538	-	1,538
Operational	2012	1,544	-	1,544
Operational	2013	1,597	-	1,597
Operational	2014	1,654	-	1,654
Operational	2015	1,720	-	1,720
Operational	2016	1,749	-	1,749
Operational	2017	1,789	-	1,789
Operational	2018	1,960	-	1,960
Total Operational		\$ 16,495	\$ -	\$ 16,495
Melrose Schools				
Capital Improvements	2009	\$ 5,641	\$ -	\$ 5,641
Capital Improvements	2010	6,133	-	6,133
Capital Improvements	2011	6,271	-	6,271
Capital Improvements	2012	6,287	-	6,287
Capital Improvements	2013	6,500	-	6,500
Capital Improvements	2014	6,728	-	6,728
Capital Improvements	2015	6,997	-	6,997
Capital Improvements	2016	7,115	-	7,115
Capital Improvements	2017	7,380	-	7,380
Capital Improvements	2018	8,061	-	8,061
Total Capital Improvements		\$ 67,113	\$ -	\$ 67,113
Melrose Schools				
Debt Service	2009	\$ -	\$ -	\$ -
Debt Service	2010	-	-	-
Debt Service	2011	13,258	-	13,258
Debt Service	2012	13,471	-	13,471
Debt Service	2013	13,296	-	13,296
Debt Service	2014	13,299	-	13,299
Debt Service	2015	13,454	-	13,454
Debt Service	2016	13,367	-	13,367
Debt Service	2017	13,678	-	13,678
Debt Service	2018	15,276	-	15,276
Total Debt Service		\$ 109,099	\$ -	\$ 109,099

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 1,410	\$ -	\$ 1,410	\$ -
-	1,534	-	1,534	-
-	1,538	-	1,538	-
-	1,544	-	1,544	-
-	1,596	-	1,596	1
1	1,652	1	1,652	2
2	1,718	2	1,718	2
1	1,744	1	1,744	5
24	1,784	24	1,784	5
1,928	1,928	1,928	1,928	32
\$ 1,956	\$ 16,448	\$ 1,956	\$ 16,448	\$ 47
-	5,641	-	5,641	-
-	6,133	-	6,133	-
-	6,271	-	6,271	-
-	6,287	-	6,287	-
-	6,496	-	6,496	4
5	6,719	5	6,719	9
7	6,988	7	6,988	9
10	7,096	10	7,096	19
103	7,358	103	7,358	22
7,927	7,927	7,927	7,927	134
\$ 8,052	\$ 66,916	\$ 8,052	\$ 66,916	\$ 197
-	-	-	-	-
-	-	-	-	-
-	13,258	-	13,258	-
-	13,471	-	13,471	-
-	13,287	-	13,287	9
10	13,281	10	13,281	18
14	13,436	14	13,436	18
19	13,330	19	13,330	37
190	13,637	190	13,637	41
15,022	15,022	15,022	15,022	254
\$ 15,255	\$ 108,722	\$ 15,255	\$ 108,722	\$ 377

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Grady Schools				
Operational	2009	\$ 323	\$ -	\$ 323
Operational	2010	327	-	327
Operational	2011	345	-	345
Operational	2012	362	-	362
Operational	2013	368	-	368
Operational	2014	407	-	407
Operational	2015	397	-	397
Operational	2016	396	-	396
Operational	2017	446	-	446
Operational	2018	441	-	441
Total Operational		\$ 3,812	\$ -	\$ 3,812
Grady Schools				
Capital Improvements	2009	\$ 1,293	\$ -	\$ 1,293
Capital Improvements	2010	1,306	-	1,306
Capital Improvements	2011	1,386	-	1,386
Capital Improvements	2012	1,451	-	1,451
Capital Improvements	2013	1,474	-	1,474
Capital Improvements	2014	1,628	-	1,628
Capital Improvements	2015	1,586	-	1,586
Capital Improvements	2016	1,586	-	1,586
Capital Improvements	2017	1,846	-	1,846
Capital Improvements	2018	1,818	-	1,818
Total Capital Improvements		\$ 15,374	\$ -	\$ 15,374
Grady Schools				
Debt Service	2009	\$ 4,063	\$ -	\$ 4,063
Debt Service	2010	4,511	-	4,511
Debt Service	2011	4,682	-	4,682
Debt Service	2012	5,081	-	5,081
Debt Service	2013	5,001	-	5,001
Debt Service	2014	5,212	-	5,212
Debt Service	2015	5,483	-	5,483
Debt Service	2016	4,712	-	4,712
Debt Service	2017	5,540	-	5,540
Debt Service	2018	5,853	-	5,853
Total Debt Service		\$ 50,138	\$ -	\$ 50,138

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 323	\$ -	\$ 323	\$ -
-	327	-	327	-
-	345	-	345	-
-	362	-	362	-
-	368	-	368	-
-	407	-	407	-
-	397	-	397	-
-	396	-	396	-
41	446	41	446	-
392	392	392	392	49
\$ 433	\$ 3,763	\$ 433	\$ 3,763	\$ 49
\$ -	\$ 1,293	\$ -	\$ 1,293	\$ -
-	1,306	-	1,306	-
-	1,386	-	1,386	-
-	1,451	-	1,451	-
-	1,474	-	1,474	-
-	1,628	-	1,628	-
-	1,586	-	1,586	-
-	1,586	-	1,586	-
170	1,846	170	1,846	-
1,614	1,614	1,614	1,614	204
\$ 1,784	\$ 15,170	\$ 1,784	\$ 15,170	\$ 204
\$ -	\$ 4,063	\$ -	\$ 4,063	\$ -
-	4,511	-	4,511	-
-	4,682	-	4,682	-
-	5,081	-	5,081	-
-	5,001	-	5,001	-
-	5,212	-	5,212	-
-	5,483	-	5,483	-
-	4,712	-	4,712	-
510	5,539	510	5,539	1
5,196	5,196	5,196	5,196	657
\$ 5,706	\$ 49,480	\$ 5,706	\$ 49,480	\$ 658

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Nara Visa Schools				
Operational	2009	\$ 2,488	\$ -	2,488
Operational	2010	2,738	-	2,738
Operational	2011	2,847	-	2,847
Operational	2012	3,077	-	3,077
Operational	2013	3,323	-	3,323
Operational	2014	3,604	-	3,604
Operational	2015	4,155	-	4,155
Operational	2016	4,689	-	4,689
Operational	2017	4,701	-	4,701
Operational	2018	5,334	-	5,334
Total Operational		\$ 36,956	\$ -	36,956
Nara Visa Schools				
Capital Improvements	2009	\$ 10,302	\$ -	10,302
Capital Improvements	2010	11,359	-	11,359
Capital Improvements	2011	12,442	-	12,442
Capital Improvements	2012	12,847	-	12,847
Capital Improvements	2013	13,695	-	13,695
Capital Improvements	2014	14,422	-	14,422
Capital Improvements	2015	16,627	-	16,627
Capital Improvements	2016	18,767	-	18,767
Capital Improvements	2017	18,815	-	18,815
Capital Improvements	2018	21,336	-	21,336
Total Capital Improvements		\$ 150,612	\$ -	150,612
Nara Visa Schools				
Debt Service	2009	\$ 29,548	\$ -	29,548
Debt Service	2010	21,925	-	21,925
Debt Service	2011	25,363	-	25,363
Debt Service	2012	21,069	-	21,069
Debt Service	2013	25,125	-	25,125
Debt Service	2014	34,576	-	34,576
Debt Service	2015	31,634	-	31,634
Debt Service	2016	38,163	-	38,163
Debt Service	2017	49,174	-	49,174
Debt Service	2018	63,496	-	63,496
Total Debt Service		\$ 340,073	\$ -	340,073

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 2,488	\$ -	\$ 2,488	\$ -
-	2,738	-	2,738	-
-	2,847	-	2,847	-
-	3,077	-	3,077	-
3	3,323	3	3,323	-
3	3,597	3	3,597	7
13	4,139	13	4,139	16
13	4,670	13	4,670	19
56	4,629	56	4,629	72
5,152	5,152	5,152	5,152	182
\$ 5,240	\$ 36,660	\$ 5,240	\$ 36,660	\$ 296

\$ -	\$ 10,302	\$ -	\$ 10,302	\$ -
1	11,359	1	11,359	-
1	12,442	1	12,442	-
1	12,847	1	12,847	-
13	13,695	13	13,695	-
13	14,395	13	14,395	27
50	16,562	50	16,562	65
52	18,692	52	18,692	75
223	18,528	223	18,528	287
20,609	20,609	20,609	20,609	727
\$ 20,963	\$ 149,431	\$ 20,963	\$ 149,431	\$ 1,181

\$ -	\$ 29,548	\$ -	\$ 29,548	\$ -
1	21,925	1	21,925	-
1	25,363	1	25,363	-
1	21,069	1	21,069	-
24	25,125	24	25,125	-
31	34,512	31	34,512	64
93	31,510	93	31,510	124
105	38,010	105	38,010	153
582	48,423	582	48,423	751
61,332	61,332	61,332	61,332	2,164
\$ 62,170	\$ 336,817	\$ 62,170	\$ 336,817	\$ 3,256

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Dr. Dan C. Trigg Memorial Hospital				
Hospital	2009	\$ 229,593	\$ -	\$ 229,593
Hospital	2010	242,186	-	242,186
Hospital	2011	257,923	-	257,923
Hospital	2012	265,742	-	265,742
Hospital	2013	283,372	-	283,372
Hospital	2014	277,982	-	277,982
Hospital	2015	289,520	-	289,520
Hospital	2016	301,886	-	301,886
Hospital	2017	305,703	-	305,703
Hospital	2018	312,732	-	312,732
Total Hospital		\$ 2,766,639	\$ -	\$ 2,766,639
Arch Hurley Conservancy District				
Conservancy District	2009	\$ 241,052	\$ -	\$ 241,052
Conservancy District	2010	280,491	-	280,491
Conservancy District	2011	314,414	-	314,414
Conservancy District	2012	300,564	-	300,564
Conservancy District	2013	346,937	-	346,937
Conservancy District	2014	343,563	-	343,563
Conservancy District	2015	382,505	-	382,505
Conservancy District	2016	388,795	-	388,795
Conservancy District	2017	398,797	-	398,797
Conservancy District	2018	381,099	-	381,099
Total Conservancy District		\$ 3,378,217	\$ -	\$ 3,378,217
Mesalands Community College				
College	2009	\$ 205,992	\$ -	\$ 205,992
College	2010	220,370	-	220,370
College	2011	225,718	-	225,718
College	2012	235,943	-	235,943
College	2013	255,978	-	255,978
College	2014	274,738	-	274,738
College	2015	282,839	-	282,839
College	2016	291,615	-	291,615
College	2017	287,572	-	287,572
College	2018	291,754	-	291,754
Total College		\$ 2,572,519	\$ -	\$ 2,572,519

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ 7	\$ 227,530	\$ 7	\$ 227,530	\$ 2,063
6	240,096	6	240,096	2,090
226	256,361	226	256,361	1,562
320	263,991	320	263,991	1,751
338	281,288	338	281,288	2,084
416	275,966	416	275,966	2,016
1,742	287,513	1,742	287,513	2,007
3,978	297,375	3,978	297,375	4,511
13,734	297,433	13,734	297,433	8,270
289,240	289,240	289,240	289,240	23,492
\$ 310,007	\$ 2,716,793	\$ 310,007	\$ 2,716,793	\$ 49,846
\$ -	\$ 239,205	\$ -	\$ 239,205	\$ 1,847
-	278,279	-	278,279	2,212
-	312,052	-	312,052	2,362
280	298,168	280	298,168	2,396
189	343,595	189	343,595	3,342
700	338,040	700	338,040	5,523
4,315	377,399	4,315	377,399	5,106
10,508	377,441	10,508	377,441	11,354
115,244	378,465	115,244	378,465	20,332
341,618	341,618	341,618	341,618	39,481
\$ 472,854	\$ 3,284,262	\$ 472,854	\$ 3,284,262	\$ 93,955
\$ -	\$ 204,836	\$ -	\$ 204,836	\$ 1,156
-	219,153	-	219,153	1,217
3	224,405	3	224,405	1,313
151	234,486	151	234,486	1,457
122	253,990	122	253,990	1,988
265	271,562	265	271,562	3,176
2,255	280,034	2,255	280,034	2,805
4,566	285,645	4,566	285,645	5,970
9,929	278,350	9,929	278,350	9,222
269,109	269,109	269,109	269,109	22,645
\$ 286,400	\$ 2,521,570	\$ 286,400	\$ 2,521,570	\$ 50,949

See independent auditors' report.

Quay County, New Mexico
County Treasurer's Property Tax Schedule
For the Year Ended June 30, 2019

Agency	Year	Property Taxes Levied	Current Changes To Taxes Levied	Adjusted Property Taxes Levied
Ute Lake Public Improvement District				
Public Improvement District	2009	\$ 26,365	\$ -	\$ 26,365
Public Improvement District	2010	29,880	-	29,880
Public Improvement District	2011	30,232	-	30,232
Public Improvement District	2012	30,203	-	30,203
Public Improvement District	2013	33,088	-	33,088
Public Improvement District	2014	15,115	-	15,115
Public Improvement District	2015	15,275	-	15,275
Public Improvement District	2016	15,275	-	15,275
Public Improvement District	2017	16,036	-	16,036
Public Improvement District	2018	16,486	-	16,486
Total District		\$ 227,955	\$ -	\$ 227,955
Ute Lake Ranch Public Improvement District				
Public Improvement District	2009	\$ 237,281	\$ -	\$ 237,281
Public Improvement District	2010	107,565	-	107,565
Public Improvement District	2011	108,833	-	108,833
Public Improvement District	2012	108,730	-	108,730
Public Improvement District	2013	119,111	-	119,111
Public Improvement District	2014	54,415	-	54,415
Public Improvement District	2015	54,989	-	54,989
Public Improvement District	2016	54,989	-	54,989
Public Improvement District	2017	57,735	-	57,735
Public Improvement District	2018	59,346	-	59,346
Total District		\$ 962,994	\$ -	\$ 962,994
Fiscal Year Total	2009	\$ 4,193,075	\$ -	\$ 4,193,075
Fiscal Year Total	2010	4,315,254	-	4,315,254
Fiscal Year Total	2011	4,576,301	-	4,576,301
Fiscal Year Total	2012	4,682,309	-	4,682,309
Fiscal Year Total	2013	5,125,194	-	5,125,194
Fiscal Year Total	2014	5,254,363	-	5,254,363
Fiscal Year Total	2015	5,436,217	-	5,436,217
Fiscal Year Total	2016	5,617,710	-	5,617,710
Fiscal Year Total	2017	5,691,036	-	5,691,036
Fiscal Year Total	2018	5,951,291	-	5,951,291
Grand Total		\$ 50,842,750	\$ -	\$ 50,842,750

See independent auditors' report.

Collected In Current Year	Collected To Date	Distributed In Current Year	Distributed To Date	County Receivable at Year End
\$ -	\$ 26,365	\$ -	\$ 26,365	\$ -
-	29,880	-	29,880	-
409	30,232	409	30,232	-
409	30,203	409	30,203	-
452	33,088	452	33,088	-
452	15,115	452	15,115	-
452	15,275	452	15,275	-
452	15,275	452	15,275	-
300	16,036	300	16,036	-
16,486	16,486	16,486	16,486	-
\$ 19,412	\$ 227,955	\$ 19,412	\$ 227,955	\$ -
\$ -	\$ 237,281	\$ -	\$ 237,281	\$ -
-	107,565	-	107,565	-
1,473	108,833	1,473	108,833	-
1,473	108,730	1,473	108,730	-
1,626	119,111	1,626	119,111	-
1,626	54,415	1,626	54,415	-
1,626	54,989	1,626	54,989	-
1,626	54,989	1,626	54,989	-
1,081	57,735	1,081	57,735	-
59,346	59,346	59,346	59,346	-
\$ 69,877	\$ 962,994	\$ 69,877	\$ 962,994	\$0
\$ 85	\$ 4,162,449	\$ 85	\$ 4,162,449	\$ 30,626
94	4,283,997	94	4,283,997	31,257
4,340	4,549,513	4,340	4,549,513	26,788
6,297	4,653,008	6,297	4,653,008	29,301
6,624	5,087,544	6,624	5,087,544	37,650
9,365	5,207,687	9,365	5,207,687	46,676
37,778	5,391,958	37,778	5,391,958	44,259
82,215	5,523,201	82,215	5,523,201	94,509
345,787	5,523,106	345,787	5,523,106	167,930
5,484,844	5,484,844	5,484,844	5,484,844	466,447
\$ 5,977,429	\$ 49,867,307	\$ 5,977,429	\$ 49,867,307	\$ 975,443

See independent auditors' report.

Quay County, New Mexico
Schedule of Changes in Fiduciary Assets and Liabilities - Agency Funds
For the Year Ended June 30, 2019

	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
Children's Trust Fund				
Assets				
Current assets				
Cash	\$ 105	\$ 498	\$ 558	\$ 45
Total current assets	105	498	558	45
Liabilities				
Deposits held in trust	105	498	558	45
Total liabilities	\$ 105	\$ 498	\$ 558	\$ 45
Taxes Paid in Advance				
Assets				
Current assets				
Cash	\$ 4,923	\$ 5,419	\$ -	\$ 10,342
Total current assets	4,923	5,419	-	10,342
Liabilities				
Deposits held in trust	4,923	5,419	-	10,342
Total liabilities	\$ 4,923	\$ 5,419	\$ -	\$ 10,342
Cost to State				
Assets				
Current assets				
Cash	\$ 2,856	\$ 37,671	\$ 38,490	\$ 2,037
Total current assets	2,856	37,671	38,490	2,037
Liabilities				
Deposits held in trust	2,856	37,671	38,490	2,037
Total liabilities	\$ 2,856	\$ 37,671	\$ 38,490	\$ 2,037

See independent auditors' report.

	Balance				Balance			
	July 1, 2018		Additions		Deductions		June 30, 2019	
Overpayment of Taxes								
Assets								
Current assets								
Cash	\$	2,722	\$	9,685	\$	9,513	\$	2,894
Total current assets		2,722		9,685		9,513		2,894
Liabilities								
Deposits held in trust		2,722		9,685		9,513		2,894
Total liabilities	\$	2,722	\$	9,685	\$	9,513	\$	2,894
Undistributed Property Taxes								
Assets								
Current assets								
Cash	\$	32,765	\$	3,694,686	\$	3,695,916	\$	31,535
Property taxes receivable		711,719		3,686,692		3,762,604		635,807
Other taxes receivable		1,007		971		1,007		971
Total current assets		745,491		7,382,349		7,459,527		668,313
Liabilities								
Due to other taxing entities		745,491		7,382,349		7,459,527		668,313
Total liabilities	\$	745,491	\$	7,382,349	\$	7,459,527	\$	668,313
Total Agency Funds								
Assets								
Current assets								
Cash	\$	43,371	\$	3,747,959	\$	3,744,477	\$	46,853
Property taxes receivable		711,719		3,686,692		3,762,604		635,807
Other taxes receivable		1,007		971		1,007		971
Total current assets		756,097		7,435,622		7,508,088		683,631
Liabilities								
Deposits held in trust		10,606		53,273		48,561		15,318
Due to other taxing entities		745,491		7,382,349		7,459,527		668,313
Total liabilities	\$	756,097	\$	7,435,622	\$	7,508,088	\$	683,631

See independent auditors' report.

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Compliance Section

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

INDEPENDENT AUDITORS' REPORT

Brian S. Colón, Esq.
New Mexico State Auditor
The Quay County Commission
Quay County
Tucumcari, New Mexico

We have audited, 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, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the general fund and major special revenue funds with legally adopted annual budgets of Quay County (the "County") as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 2, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item FS 2019-001 that we consider to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain matters that are required to be reported per section 12-6-5 NMSA 1978 which are described in the accompanying schedule of findings and responses pursuant to Section 12-6-5 NMSA 1978 as items NM 2018-001, NM 2019-001, NM 2019-002, and NM 2019-003.

County's Responses to Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Albuquerque, New Mexico
December 2, 2019

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Quay County, New Mexico
Schedule of Findings and Responses
June 30, 2019

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditors’ report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | None Noted |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes |
| c. Noncompliance material to the financial statements noted? | None Noted |

SECTION II – FINANCIAL STATEMENT FINDINGS

FS 2019-001 Capital Leases – Significant Deficiency

Condition: A capital lease totaling \$168,160, effective 3/28/2018, was not identified and added to the capital assets and lease liabilities until June 2019.

Criteria: Section 2.20.1 NMAC requires agencies to properly account for capital assets; including implementing a capital asset accounting system, proper internal controls over the capital assets, and properly accounting for capital assets disposed of during the year.

GASB Statement No. 62 states that a lease should be classified as capital if at the inception of the lease, any of the following four criteria are met:

1. The lease transfers ownership of the property to the lessee by the end of the lease term
2. The lease contains a bargain purchase option
3. The lease term is equal to 75 percent or more of the estimated economic life of the leased property
4. The present value at the beginning of the lease term of the minimum lease payment equals 90 percent of the fair value of the leased property

Effect: Capital leases and lease liabilities were understated for fiscal year 2018.

Cause: The County administration does not track capital leases as part of capital assets. They are only tracked through GASB entries made by the auditor. The lease was not provided to the auditors during the fiscal year 2018 audit.

Quay County, New Mexico
Schedule of Findings and Responses
June 30, 2019

SECTION II – FINANCIAL STATEMENT FINDINGS (continued)

FS 2019-001 Capital Leases – Significant Deficiency (continued)

Auditors' Recommendation: We recommend the County review its list of capital leases and add them to the capital asset list. Additionally, the County should review all leases when signed, determine if they qualify for capitalization, and provide documentation of the lease and determination to the auditors as part of each fiscal year audit.

Views of Responsible Officials and Planned Corrective Action: The County Manager agrees the County should add any leases to their asset list as soon as the lease agreement is signed. The County Manager will make sure the lease agreements will be added to the capital asset listing as soon as the County Commissioners approve the lease. This procedure has already been implemented.

SECTION III – SECTION 12-6-5 NMSA 1978 FINDINGS

NM 2018-001 Travel and Per Diem – Other Noncompliance (Repeated/Modified)

Condition: The County's personnel policy allows employees to be paid a \$135 overnight per diem rate for areas not consider "special areas" under state statute through November 2018. In November 2018, when the noncompliance was originally identified, the County Commission approved an adjustment to their travel policy to resolve the issue. As such, the correct rate was used for the remainder of the 2019 fiscal year.

Criteria: Section 10-8-4 NMSA 1978 stipulates a per diem rate of \$85 for each day spent in the discharge of official duties for a salaried public officers or employees. Travel to special areas, as designated by the Secretary of Finance and Administration, may pay a rate up to \$135. Santa Fe is designated as the only special area in New Mexico for this purpose.

Effect: Employees were paid overnight per diem of \$135 per night instead of \$85 per night for travel to non-special areas through November 2018.

Cause: The County Commission designated special areas to allow an overnight per diem rate of \$135 within their personnel policy, which is higher than is allowed under New Mexico state statute. This rate was then applied for per diem payments to employees through November 2018.

Auditors' Recommendation: The auditor recommends that the County Commission amend the personnel policy to comply with state statute.

Views of Responsible Officials and Planned Corrective Action: The County Manager is responsible for any per diem requests. He initials all requests and will make sure they comply with state statute. This was a finding last year and since the time this was brought to the County's attention in November of 2018 they have been compliant.

Quay County, New Mexico
Schedule of Findings and Responses
June 30, 2019

SECTION III – SECTION 12-6-5 NMSA 1978 FINDINGS (continued)

NM 2019-001 Certification of Capital Asset Listing – Other Noncompliance

Condition: The County did not have their capital asset listing certified by the Board of County Commissioners as required by state statute.

Criteria: Section 2.20.1.16.E NMAC requires agencies to properly account for capital assets; including having physical inventory being recorded in a written inventory report, certified and signed by the governing authority of the agency.

Effect: The County did not comply with the state statute referenced above.

Cause: The County administration submitted capital asset listings to department heads for review rather than to the County Commission for certification.

Auditors' Recommendation: We recommend the County have the capital asset listing certified by the County Commission at the end of each fiscal year.

Views of Responsible Officials and Planned Corrective Action: Quay County has had the department heads approve the capital asset lists for their department when the insurance company updates their files. The County Manager will make sure the County Commissioners approve the capital asset listing at the same time the County updates their files for insurance. This will be done by resolution.

NM 2019-002 Capital Asset Dispositions – Other Noncompliance

Condition: Dispositions of capital asset inventory occurred without the approvals required by the New Mexico State statute.

Criteria: The Sale of Public Property Act is laid out by 13-6-1 NMSA. The requirements of 13-6-1(B) NMSA 1978 state the following: Government authority (with exception of municipalities) shall, as a prerequisite to the disposition of any items of tangible personal property (1) designate a committee of at least 3 officials of the entity to approve and oversee the dispositions (2) give notification to the appropriate authority (state auditor)

Effect: Dispositions of inventory occurred without the appropriate approvals required by the statute referenced above.

Cause: The Finance Director was not aware of the disposition until after the fact.

Auditors' Recommendation: The County should maintain constant form of communication surrounding the status of all capital asset inventory and ensure that all County personnel responsible for custody of capital assets are aware of the state requirement.

Quay County, New Mexico
Schedule of Findings and Responses
June 30, 2019

SECTION III – SECTION 12-6-5 NMSA 1978 FINDINGS (continued)

NM 2019-002 Capital Asset Dispositions – Other Noncompliance (continued)

Views of Responsible Officials and Planned Corrective Action: Quay County has department meetings every month and will have one on December 4, 2019. The County Manager will instruct all department heads the proper procedure to dispose of capital assets. He will make sure the proper approvals will be made before any asset is disposed of.

NM 2019-003 Cash Appropriations in Excess of Available Cash Balances - Other Noncompliance

Condition: The below funds displayed cash appropriations in excess of available cash balances.

		Budgeted	Beginning Year	Cash
		Deficit	Cash & AR	Appropriation
			Available	in Excess of
				Available
420	Quay County Fire Marshall Fund	\$ 63,785	\$ 53,962	\$ 9,823
562/563	Debt Service Fund	157,000	27,331	129,669


Criteria: Section 2.2.2.10. (Q) and (R), NMAC, state that budgeted expenditures cannot exceed budgeted revenues in an amount more than prior year cash balance and any applicable federal receivables.

Effect: The effect of a budget with inadequate designated cash available to cover the excess of budgeted expenditures over budgeted revenue could result in the County incurring debt to pay for current year budgeted expenditures or transfer resources from other funds to cover deficits.

Cause: The County did not identify that the budgeted deficit in the funds listed above were not covered by the balance of prior year cash and federal receivables.

Auditors' Recommendation: The County should review its 2020 budget for budgeted deficits that are not covered by ending cash and federal receivables as of June 30, 2019. Additionally, the County should review for adequate coverage of budget deficits as part of the budgeting process throughout the fiscal year.

Views of Responsible Officials and Planned Corrective Action: The County Manager is responsible to see that all budgeted expenses do not exceed the available budget and cash. He will look at the income and expense reports monthly to verify any budget deficiencies and see if a BAR is required beginning in December 2019.



Quay County, New Mexico
Schedule of Findings and Responses
June 30, 2019

SECTION IV – PRIOR YEAR AUDIT FINDINGS

NM 2017-001 Recording of Debt Related Cash Accounts – Finding that does not rise to the level of a Significant Deficiency – Resolved

NM 2018-001 Travel and Per Diem – Other Noncompliance - Repeated/Modified

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EXIT CONFERENCE

The contents of this report were discussed on November 25, 2019 at Quay County's Tucumcari offices in a closed executive session in compliance with the Open Meetings Act. The following individuals were in attendance:

Representing Quay County:

Mike Cherry	Commissioner
Sue Dowell	Commissioner
Patsy Gresham	County Treasurer
Richard Primrose	County Manager
Cheryl Simpson	Finance Director

Representing Carr, Riggs & Ingram, LLC:

Eric Spurlin, CPA, CITP	Senior Manager
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AUDITOR PREPARED FINANCIAL STATEMENTS

Carr, Riggs & Ingram, LLC prepared the GAAP-basis financial statements and footnotes of Quay County from the original books and records provided to them by the management of the County. The responsibility for the financial statements remains with the County.