

**STATE OF NEW MEXICO**  
**RIO ARRIBA COUNTY**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2007**

(This page intentionally left blank)

## **INTRODUCTORY SECTION**

(This page intentionally left blank)

STATE OF NEW MEXICO  
Rio Arriba County  
Official Roster  
June 30, 2007

<u>Name</u>		<u>Title</u>
	<b><u>Board of County Commissioners</u></b>	
Felipe D. Martinez		Chairman
Elias Coriz		Commissioner
Alfredo L Montoya		Commissioner
	<b><u>Elected Officials</u></b>	
Ron Smith		County Assessor
J. Fred Vigil		County Clerk
Livia Olguin		County Treasurer
Joe Mascarenas		County Sheriff
	<b><u>Administrative Officials</u></b>	
Lorenzo Valdez		County Manager
Mary Louise Martinez		Comptroller
Christine Montano		Director of Finance

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Table of Contents  
 June 30, 2007

	<u>Exhibit</u>	<u>Page</u>
<b>INTRODUCTORY SECTION</b>		
Official Roster		3
Table of Contents		4-6
<b>FINANCIAL SECTION</b>		
Independent Auditors' Report		8-9
Management's Discussion and Analysis		10-20
<b>BASIC FINANCIAL STATEMENTS</b>		
Government-wide Financial Statements:		
Statement of Net Assets	A-1	22-23
Statement of Activities	A-2	24-25
Fund Financial Statements:		
Balance Sheet – Governmental Funds	B-1	26-27
Reconciliation of the Balance Sheet to the Statement of Net Assets		28
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	B-2	29-30
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities		31
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual – General Fund	C-1	32
Statement of Fiduciary Assets and Liabilities – Agency Funds	D-1	33
<b>NOTES TO THE FINANCIAL STATEMENTS</b>		34-52
<b>SUPPLEMENTARY INFORMATION</b>		
Nonmajor Fund Descriptions		55-59
Combining and Individual Fund Statements and Schedules		
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	60-75
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	A-2	76-91
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Jail Operations - Special Revenue Fund	B-1	92
Solid Waste – Special Revenue Fund	B-2	93
County Property Valuation - Special Revenue Fund	B-3	94
Road Projects - Special Revenue Fund	B-4	95
Emergency Comm/EMS - Special Revenue Fund	B-5	96
Farm and Range Improvement - Special Revenue Fund	B-6	97
Forest Reserve Title III – Special Revenue Fund	B-7	98
Law Enforcement - Special Revenue Fund	B-8	99
Lodgers' Tax Act - Special Revenue Fund	B-9	100
Recreation - Special Revenue Fund	B-10	101
Senior Citizen Program - Special Revenue Fund	B-11	102
Indigent - Special Revenue Fund	B-12	103
County Fire Protection - Special Revenue Fund	B-13	104
Clerk Recording & Filing - Special Revenue Fund	B-14	105
DWI Grant - Special Revenue Fund	B-15	106
Fire Departments Fund - Special Revenue Fund	B-16	107
EMS Fund – Special Revenue Fund	B-17	108
RAC Fire & Rescue Association – Special Revenue Fund	B-18	109

STATE OF NEW MEXICO

Rio Arriba County

Table of Contents

June 30, 2007

	<u>Statement</u>	<u>Page</u>
Combining and Individual Fund Statements and Schedules (Continued)		
Statement of Revenues, Expenditures, and Changes in Fund Balance –		
Budget (Non-GAAP Budgetary Basis) and Actual: (Continued)		
New Mexico State Library – Special Revenue Fund	B-19	110
Wildlife Reduction Plan – Special Revenue Fund	B-20	111
Summer Food Program – Special Revenue Fund	B-21	112
SCAAP – Special Revenue Fund	B-22	113
Local Law Enforcement Block Grant – Special Revenue Fund	B-23	114
Department of Transportation Check Points – Special Revenue Fund	B-24	115
Water Study Grant – Special Revenue Fund	B-25	116
Farmland Protection – Special Revenue Fund	B-26	117
Acequia Tech Assistance – Special Revenue Fund	B-27	118
NMSHTD Road Project – Special Revenue Fund	B-28	119
RAC Just. BD/LANL Grant – Special Revenue Fund	B-29	120
CYFD 2007 – Special Revenue Fund	B-30	121
Public Education Department – Special Revenue Fund	B-31	122
DOH – Special Revenue Fund	B-32	123
NMCYFD – Special Revenue Fund	B-33	124
Espanola Schools Truancy – Special Revenue Fund	B-34	125
CEM – Emergency Preparedness – Special Revenue Fund	B-35	126
Federal Transport A 5311 Grant – Special Revenue Fund	B-36	127
CYFD 2006 – Special Revenue Fund	B-37	128
05-06 Welfare Reform Tr. - Special Revenue Fund	B-38	129
05-06 LVT/SFE Pojoaque Co – Special Revenue Fund	B-39	130
LVT/SFE Pojoaque Corrid – Special Revenue Fund	B-40	131
5311 Grant 06-07 – Special Revenue Fund	B-41	132
Maternal/Child Health – Special Revenue Fund	B-42	133
CYFD 2004 – Special Revenue Fund	B-43	134
DOH CHI CNSL – Special Revenue Fund	B-44	135
Region 2 Behavioral Health/Value Options – Special Revenue Fund	B-45	136
Region 2 Behavioral Health – Special Revenue Fund	B-46	137
SW Region Carson Nat. F. – Special Revenue Fund	B-47	138
ENMRD WildLand Fire Co. – Special Revenue Fund	B-48	139
Bird Flue Planning – Special Revenue Fund	B-49	140
RDC Department of Energy Grant – Special Revenue Fund	B-50	141
RAJJB 07-690-3057 – Special Revenue Fund	B-51	142
Inmate Evercom Phone – Special Revenue Fund	B-52	143
Inmate Fund – Special Revenue Fund	B-53	144
Debt Service Fund	B-54	145
CDBG Comprehensive Plan – Capital Projects Fund	B-55	146
CDBG Health Comment – Capital Projects Fund	B-56	147
CDBG Grants Match Funds – Capital Projects Fund	B-57	148
Senior Appropriations – Capital Projects Fund	B-58	149
Coyote Land Closures – Capital Projects Fund	B-59	150
Regional Landfill Development – Capital Projects Fund	B-60	151
Landfill Closure – Capital Projects Fund	B-61	152
SWFGFP 96 – 20 Construction Program – Capital Projects Fund	B-62	153
Alcalde Multipurpose – Capital Projects Fund	B-63	154
North Central Solid Waste – Capital Projects Fund	B-64	155
Fire District Bond Fund – Capital Projects Fund	B-65	156
EMS Bond Fund – Capital Projects Fund	B-66	157
2006 Projects – Capital Projects Fund	B-67	158



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Table of Contents  
 June 30, 2007

Ojo Sarco Fire Department – Capital Projects Fund	B-68	159
State Appropriations – Capital Projects Fund	B-69	160
County Funded – Capital Projects Fund	B-70	161
2005 Projects – Capital Projects Fund	B-71	162

**SUPPORTING SCHEDULES**

	<u>Schedule</u>	<u>Page</u>
Schedule of Collateral Pledged by Depository for Public Funds	I	164
Schedule of Deposit and Investment Accounts	II	165
Tax Roll Reconciliation – Changes in Property Taxes Receivable	III	166
Taxes Receivable by Agency	IV	167-171
Schedule of Changes in Fiduciary Assets and Liabilities – Agency Funds	V	172
Financial Data Schedule	VI	173-175

**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 <i>Government Auditing Standards</i>		177-178
---	--	---------

**FEDERAL FINANCIAL ASSISTANCE**

Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133		180-181
Schedule of Expenditures of Federal Awards	VII	182-183
Schedule of Findings and Questioned costs	VIII	184-193

**OTHER DISCLOSURES**

194

(This page intentionally left blank)

**FINANCIAL SECTION**

## INDEPENDENT AUDITORS' REPORT

Hector Balderas  
New Mexico State Auditor  
To the County Manager and County Commissioners  
Rio Arriba County  
Tierra Amarilla, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, budgetary comparison for the general fund and the aggregate remaining fund information of Rio Arriba County, New Mexico, as of and for the year ended June 30, 2007, which collectively comprise Rio Arriba County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds, and the budgetary comparisons for the major capital projects funds and the nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2007 as listed in the table of contents. These financial statements are the responsibility of Rio Arriba County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly we express no opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Rio Arriba County, New Mexico, as of June 30, 2007, and the respective budgetary comparisons for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of Rio Arriba County, New Mexico, as of June 30, 2007, and the respective changes in financial position thereof and the budgetary comparisons for the major capital projects funds, and the nonmajor governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 2, 2008 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The *Management's Discussion and Analysis* on pages 10 through 20 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United State of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. The accompanying information listed as supporting schedules I through VI are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and each of the County's nonmajor governmental funds and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on it.

*Accounting & Consulting Group, L.L.P.*

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
July 2, 2008

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2007

The discussion and analysis of Rio Arriba County's financial performance provides an overview of the County's financial activities for the year ended June 30, 2007. The intent of this discussion and analysis is to look at the County's financial performance as a whole.

**Financial Highlights**

Key financial highlights for the 2006-07 fiscal year are as follows:

- The government-wide assets of the County exceed its liabilities as of June 30, 2007 by \$68,059,494 (net assets) for the primary government. Of this amount \$44,031,364 is invested in capital assets (net of related debt). Of the remaining balance, \$21,907,204 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.
- The County's total net assets for the primary government increased by \$4,556,758 or by 7% during the fiscal year. The County's only component unit, Rio Arriba Housing Authority is reporting a reduction of net assets of \$137,709 or by 5%.
- The County's general fund increased fund balance \$718,237 from \$15,753,972 in FY06 to \$16,472,209, an increase of 4.5%.
- The County has outstanding debt of \$1,945,000 for the annex building in Espanola and \$235,000 for capital outlay costs of independent fire district and ambulance services. This debt is payable from gross receipts tax revenue. The County has no general obligation bonds outstanding.
- The County has the required of 3/12<sup>th</sup> of budgeted expenditures reserved for use for the 2006-07 fiscal year.
- Oil and gas tax revenues \$14,417,123 comprise 62% of the total revenues for general fund use. Property taxes of \$3,987,939 at 17% are the next major source of revenue.
- The County created a fund titled *County Funded Capital Projects* for major capital projects. This fund is part of the general fund expenditures but grouped with the other capital project funds. This fund comprises of 9% of the total expenditures for general fund. The major projects completed were the El Rito Community Center and Agua Sana Fire Department. Gross Receipts monies were used to update technology and purchase and maintain road equipment.

**Overview of the Financial Statements**

This annual report consists of a series of financial statements. These statements are organized so the reader can understand of the county as a financial whole or as an entire operating entity.

The County's basic financial statements are comprised of three components: the County-wide financial statements, fund financial statements, and the notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2007

**County-Wide Financial Statements**

The County-wide financial statement is designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. The statement of activities presents information showing how the County's net assets changed during the current year. These statements are prepared using the accrual basis of accounting similar to the accounting method used by private sector companies. This basis of accounting takes into consideration all of the current year's revenues and expenses, regardless of when the cash is received or paid.

The change in net assets is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, non-financial information such as changes in the County's tax base and the condition of the County's capital assets will also need to be evaluated.

Governmental Activities-Most of the County's programs and services are reported here, including general government, public safety, public works, health and human services, and the economic development. Primarily taxes and intergovernmental revenues, including federal and state grants and other shared revenues, fund these services.

**Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories; governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the multitude of services provided to our residents. The County's major governmental fund is the General Fund. Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds that focus on how money flows into and out of the funds and the year-end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services being provided, along with the financial resources available. Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements. By doing so, readers may better understand the long-term effect of the government's short-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected on the government-wide financial statements because the resources from those funds are not available to support County's programs. The accounting method used for fiduciary funds is much like that used for proprietary funds.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided on the government-wide fund financial statements. Other information – In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statement and schedules



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2007

**Government-Wide Financial Analysis**

As of June 30, 2006 and 2007, net assets shown in thousands are as follows:

**Table 1**  
**Net Assets**

	2006 Activity	2007 Activity
	Governmental	Governmental
<b>Assets:</b>		
Current and Other Assets	\$24,948	\$27,813
Capital Assets, Net	32,617	44,211
Total Assets	\$57,565	\$72,024
<b>Liabilities:</b>		
Current and Other Liabilities	\$1,777	\$1,235
Long-Term Liabilities	2,977	2,730
Total Liabilities	4,754	3,965
<b>New Assets:</b>		
Invested in Capital Assets,		
Net of related Debt	30,037	42,031
Restricted	8,030	4,121
Unrestricted	14,744	21,907
Total Net Assets	\$52,811	\$68,059
Total liabilities and net assets	\$57,565	\$72,024

By far, the largest portion of the County's net assets is in the investment in capital assets less the related debt to acquire these assets that is still outstanding. Although the County's investment in its capital assets is reported net of related debt, it would be noted that the resources needed to repay this debt must be provided from other sources (gross receipts) since the capital assets themselves cannot be used to liquidate these liabilities.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2007

Table 2 shows the changes in net assets for 2007 compared to changes in net assets for 2006 in thousands.

**Table 2**  
**Changes in Net Assets**

	2006 Activity	2007 Activity
	Governmental	Governmental
Revenues:		
Charges for Services	\$670	\$555
Operating Grants and Contributions	7,678	5,006
Capital Grants and Contributions	312	360
Total Program Revenues	8,660	5,921
General Revenues		
Property Taxes	4,737	4,257
Gross receipts and Oil & Gas	21,048	19,862
Lodger's Tax	46	36
Other Taxes	587	231
Interest on Investments	402	741
Gain on Sale of Capital Equipment	—	67
Miscellaneous	656	505
Total General Revenues	27,476	25,699
Total Revenue	\$36,136	\$31,620
Program Expenses:		
General Government	\$13,211	\$10,852
Public Safety	7,376	8,442
Culture and Recreation	2,312	2,491
Health and Welfare	3,031	1,837
Public Works	2,162	3,323
Interest Expense	156	118
Total Expenses	\$28,248	\$27,063
Increase (Decrease in Net Assets)	\$7,888	\$4,557

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2007

**Governmental Activities**

The General Fund received the majority of the County's program revenue, accounting for \$23,333 thousand or 74 percent of total governmental revenues. The primary recipients of these revenues are general government followed by public safety.

The County's direct charges to users of governmental services made up \$531 thousand or 2% of total governmental revenues. These charges are for fees, fines and forfeitures, and licenses and permits.

Property Tax revenues account for \$4,110 thousand or 13% of total governmental revenues. Another major component of General revenues was oil and gas and gross receipt taxes, which accounted for \$14,879 thousand or 47 % of total revenues.

Table 3, for governmental activities, indicates the total cost of services and the net cost of services. The total cost of services reflects the cost of program services and charges for services, and grants and contributions offsetting those services. The net cost of services equals the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

**Table 3**  
**Governmental Activities**  
**(In Thousands)**

	Total Cost of Services 2006	Net Cost of Services 2006	Total Cost of Services 2007	Net Cost of Services 2007
General Government	\$13,211	\$10,766	\$10,852	\$8,241
Public Safety	\$7,376	\$4,174	\$8,442	\$7,185
Culture and Recreation	\$2,312	\$1,223	\$2,491	\$1,475
Health and Welfare	\$3,031	\$1,920	\$1,837	\$1,497
Public Works	\$2,162	\$1,349	\$3,323	\$2,626
Solid Waste	-	-	-	-
Interest Expense	\$156	\$155	\$118	\$118
	<u>\$28,248</u>	<u>\$19,587</u>	<u>\$27,063</u>	<u>\$21,142</u>

**Business-Type Activities**

Business type activities were eliminated when the Solid Waste activity was transferred to the Solid Waste Authority.

**Financial Analysis of County Funds**

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

**Governmental Funds**

The focus of the County's governmental funds is to provide information on current revenues, expenditures, transfers and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year.

As of June 30, 2007 the County's governmental funds reported a combined ending fund balance of \$25,851 thousand, an increase of \$3,262 thousand in comparison with the prior year. Approximately 63 percent of this total (16,472 thousand) constitutes unreserved fund balance, which is available for spending at the County's discretion. The remainder of the fund balance is for restricted activities on program funds.

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2007

The General Fund is the primary operating fund of the County. At the end of the 2007 fiscal year, unreserved fund balance was \$20,038 thousand. This includes fund 3400 County Fund Projects which available for distribution, if not spent, for the subsequent year. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures and transfers.

The fund balance of the County's General Fund increased by \$718 thousand during the fiscal year 2007, key factors in this increase is due to an increase in oil and gas production taxes.

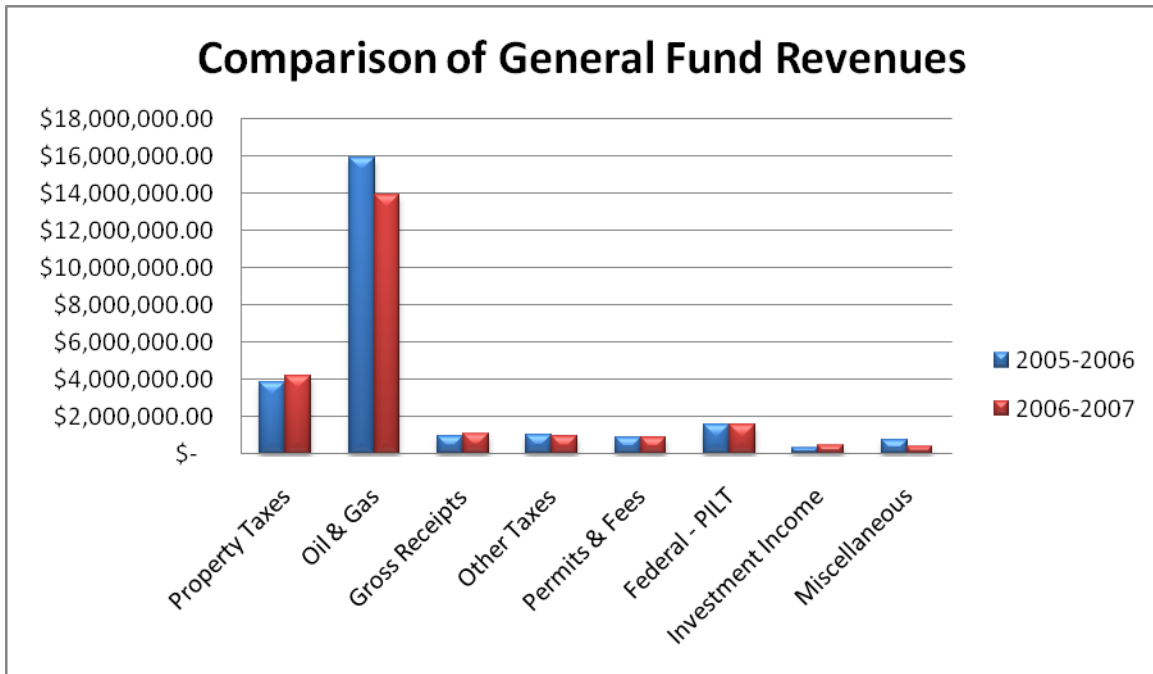
**Enterprise Funds**

This fund was eliminated with the transfer of Solid Waste operations to the Solid Waste Authority. The County continues to receive Gross Receipt Taxes which is transferred to the Solid Waste Authority along with county support funds. Revenues and Expenditures are budgeted in a general operating fund.

**Budgetary Highlights**

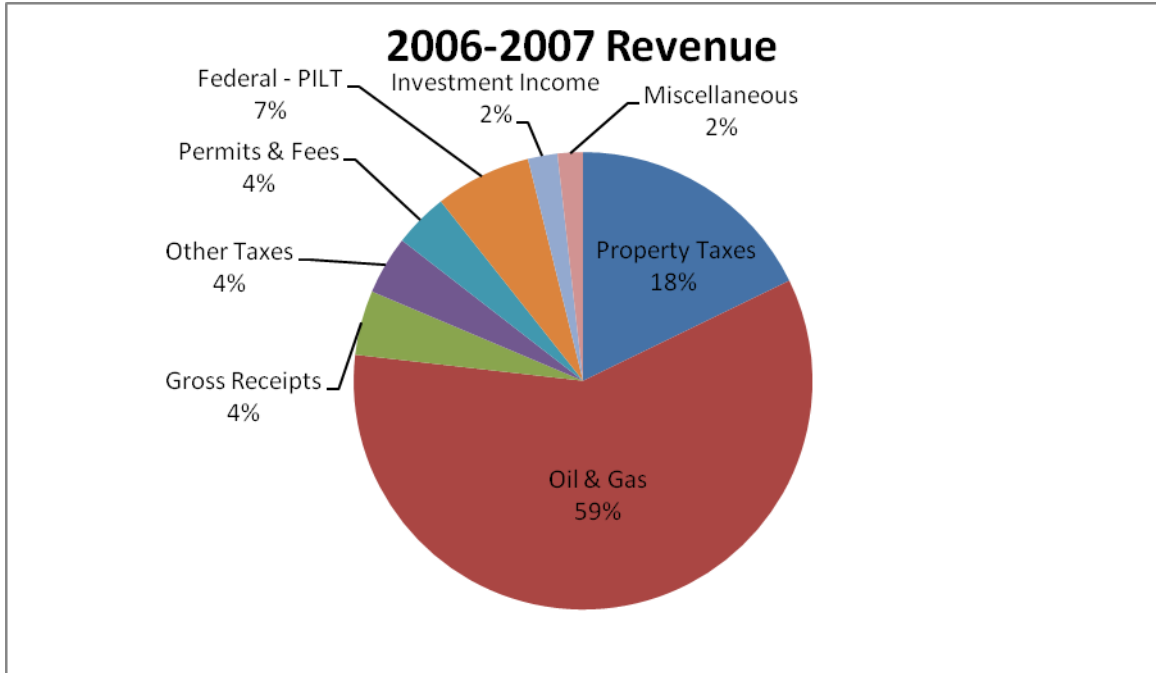
**Comparison between 2005-06 fiscal year and 2006-07 fiscal year**

The Rio Arriba County Fiscal Year 2006-2007 Budget totaled \$47,098,593 including \$5,184,609 budgeted for county funded capital projects. The total budget includes General Fund for day-to-day operations of county government; Special Revenue Funds which use is restricted to specific projects and/or programs; Capital Projects which are used for specific capital projects in the County-revenues from Federal, State and Local sources; Debt Service which accounts for revenue bond payments; Enterprise Funds which are used to account for solid waste collections; and Trust Funds which are used to account for recreation fees and donations for the seniors programs. There are no significant budget variations between the original and final budgets in the general fund. There was a favorable variance when comparing the final budget and actual due to increased gasoline, gross receipt and property tax revenues. There was also a favorable budget variance in general government function of expenditures. This was due to strict oversight of expenditures and cutting costs when possible.

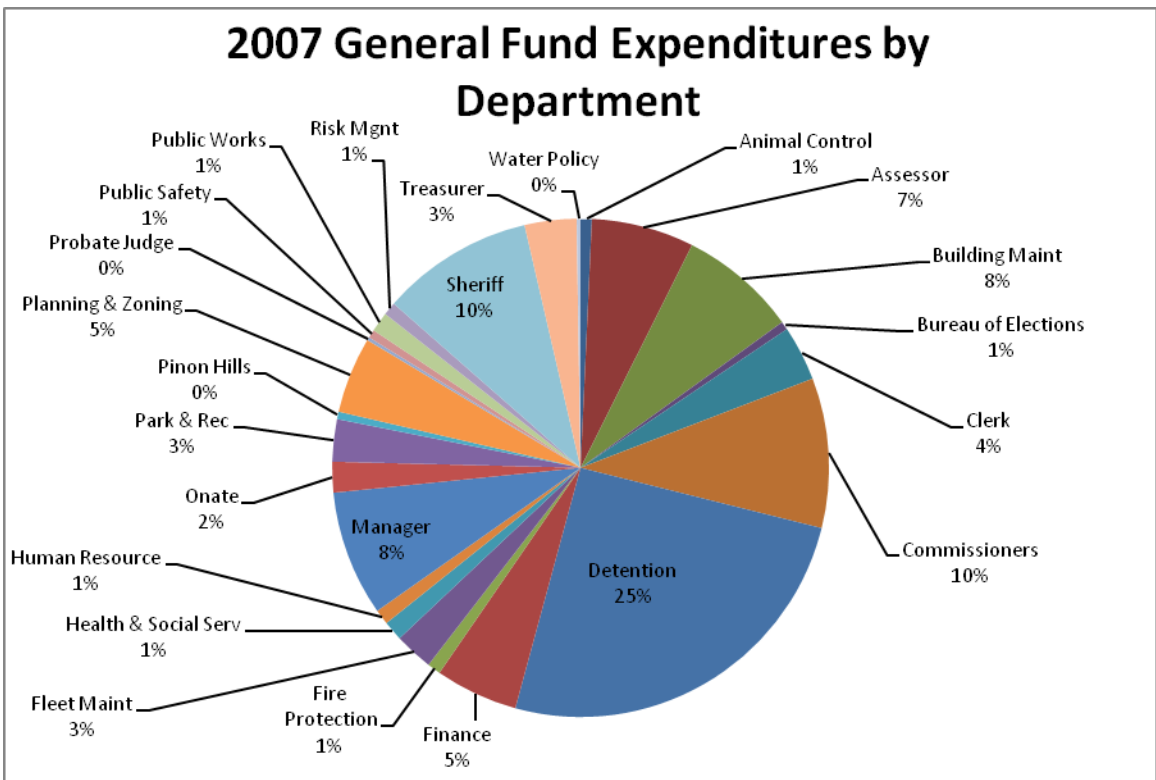


The General Fund operating budget revenue for fiscal year 2007 totaled \$20,168,618, up from \$17,727,300 for fiscal year 2006. The actual revenues received for FY 2007 was \$23,548,049, \$3,379,432 over budget. Actual Revenue information is reflected in these two illustrations.

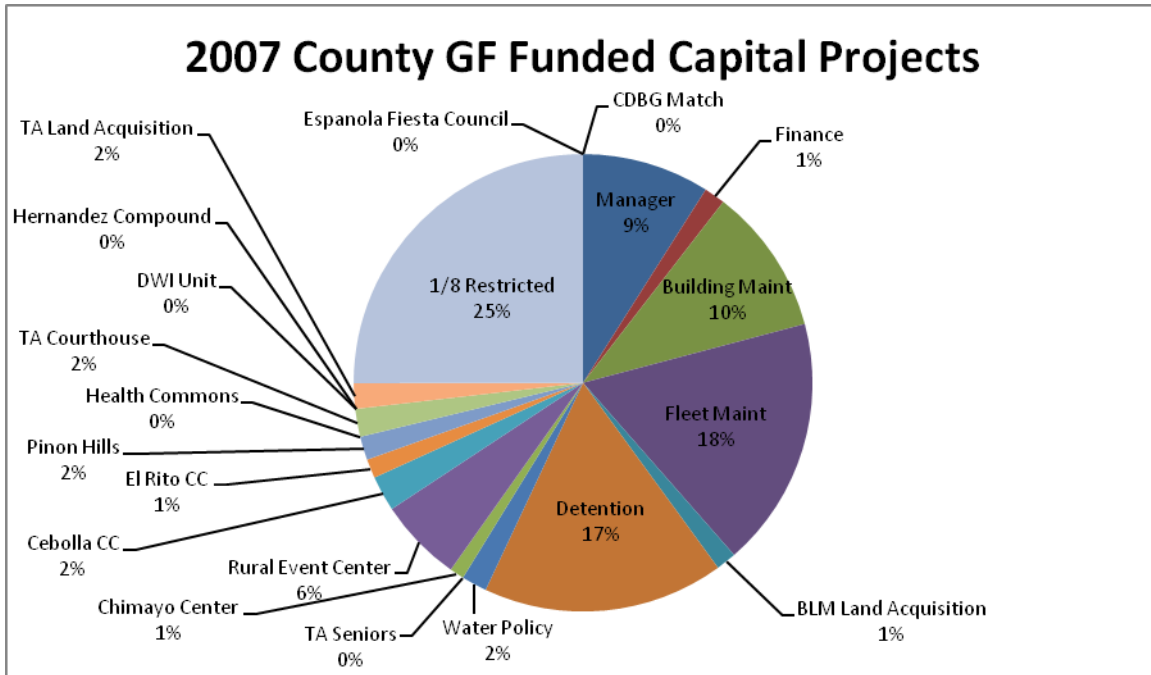
**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2007



General Fund operating budgeted expenditures for fiscal year 2007 totaled \$15,838,625 up from \$14,103,728 fiscal year 2006. An increase in the Detention Center budget continues to be the contributing factor to the increases year to year.



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2007



Special Projects operating budget revenues for fiscal year 2007 totaled \$8,600 thousand compared to \$8,776 thousand for fiscal year 2006. The increase in revenue was due to prior year revenues collected. The Special Projects expenditures for fiscal year 2007, totaled \$8,927 thousand compared to \$8,651 thousand for 2006. Expenditure activity increased with additional intergovernmental grants received.

Capital Projects operating budget revenues for fiscal year 2007 totaled \$6,554 thousand as compared to \$4,430 thousand for 2006. Revenues for prior year projects were received in the 2007. The Capital Projects expenditures for fiscal year 2007 totaled \$3,517 thousands compared to \$3,479 thousand in 2006. The increase was due to expenditures for county fund projects.

Debt Service Funds operating expenditures for fiscal year 2007 totaled \$521 thousand as compared to \$521 in 2006. Expenditures are comparable per payment schedules.

Trust Fund operating revenues for fiscal year 2007 was \$28,068 compared to \$32,620 for 2006. Revenues generated from dues, donations and vending revenues. The Trust Fund operating expenditures for fiscal 2006 were \$18,519 as compared to \$9,933 in 2006.

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2007

Projected Budgetary Changes for 2007-08

Major changes in revenues are due to Increases in Oil & Gas ADV tax and increase in state funded capital projects.

<b>Revenue Budget -All Funds</b>	<b>2006-07 Budget</b>	<b>2007-08 Budget</b>	<b>Increases (Decrease)</b>
Property Taxes	3,090,000	4,208,915	1,118,915
Gross Receipts Tax	4,009,082	4,125,000	115,918
Oil & Gas ADV	12,500,000	13,231,345	731,345
Other Taxes	906,617	1,394,600	487,983
Fees/Licenses/Permits	968,400	1,046,545	78,145
Other Revenues	1,405,902	5,697,824	4,291,922
State Grants	14,924,561	12,551,215	-2,373,346
Federal PILT	1,500,000	1,500,000	0
Other Federal Grants	1,404,090	1,917,915	513,825
Other Grants	50,000	0	-50,000
	<u>40,758,652</u>	<u>45,673,359</u>	<u>4,914,707</u>
<b>Expenditure Budget- All Funds</b>	<b>2006-07 Budget</b>	<b>2007-08 Budget</b>	<b>Increases (Decrease)</b>
General Government	10,648,679	13,966,191	3,317,512
Public Safety	10,752,384	8,849,485	-1,902,899
Roads	4,270,685	4,373,878	103,193
Health/Welfare	6,949,686	6,414,507	-535,179
Trust Accts	49,327	45,025	-4,302
Cultural/Recreation	734,786	768,800	34,014
Capital Projects	13,169,311	17,020,170	3,850,859
Debt Services	523,735	523,735	0
	<u>47,098,593</u>	<u>51,961,791</u>	<u>4,863,199</u>

**Capital Assets and Debt Administration**

**Capital Assets**

The County's investment in capital assets for governmental as of June 30, 2007, was \$44,211 thousand (net of accumulated depreciation). This investment in capital assets includes land and improvements, buildings and improvements, machinery and equipment, vehicles, and infrastructure.

Major capital asset events during 2007 include

- Road additions
- Canopy and Bleachers for Rodeo Arena
- Purchase of Road Equipment
- Replace Sheriff Vehicles
- Purchase Fire Trucks
- Renovations at Las Cumbres Center

**Long-Term Debt**

At June 30, 2007, the County had gross receipts tax refunding revenue bonds outstanding of \$1,945 thousand, and Fire Protection Revenue bonds outstanding of \$235 thousand. The County's long term debt decreased by \$395 thousand during fiscal year ending 2007. In addition to bonded debt, the County's long-term obligations include compensated absences. Additional information on the County's long-term debt can be found in the Notes to Financial Statement

**STATE OF NEW MEXICO**  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2007

**Economic Factors**

The County of Rio Arriba, like much of New Mexico, continues to prosper through the fiscal year ending 2006-2007 covered by this audit. This is happening despite a number of troubling factors in the local economy and national economic trends that will eventually impact this region of the country because of the global nature of modern economics. While Rio Arriba County and the State of New Mexico are not experiencing the full impact of the recessive economic trends which are prevalent in other parts of the nation, there are reasons for concern. The County Manager is making observations that may be troublesome economic indicators and also some positive phenomenon and what may be around the corner in fiscal year 2007 and beyond.

**Energy Revenues**

The County continues to benefit from the Oil and Gas Industry revenue; taxes on equipment and production that go into State, County and School coffers. The County produces primarily natural gas. Oil accounts for about 10% of the revenue. Production is expanding with new well fields in the Jicarilla Ranger District and in the north western part of the County. Applications for drilling east of the Rio Chama are pending at the NM Oil and Conservation Division. This is an area that has no current producing wells. Residents of this area are concerned about the negative impact on wildlife and water resources. The Board of County Commissioners is being asked to regulate its development. As the development occurs, production will increase and it is reasonable to expect the county's budget will see increases in revenue. There exists considerable underground gas reserves in the San Juan Basin and production levels are not expected to decrease for at least the next 25 years.

The County continues to budget Oil and Gas Ad-valorem tax revenues carefully. It has been the County's Budgeting Policy for the past 10 years to utilize only 50% of this revenue source for recurring expenditures. 10% is carried over to maintain a healthy fund balance for unforeseen fluctuations in other revenue resources and 40% is used for Capital Projects.

**Alternative Energy Initiatives**

The County of Rio Arriba and the entire state are experiencing interest and in some areas significant development of alternative energy production. Bio-mass electric plants are in the permitting stages, wind turbines are in the permitting stages. Wind turbines are deployed on the eastern plains of the State. Rio County has three hydro-electric power plants and there is discussion on increasing capacity. Northern New Mexico College has now become a four year degree granting institution and is expecting to include graduate level degrees within the next five years. There is support from the State Legislature and the Governor for a Solar Energy Research Park (SERPA) on campus that will focus on alternative energy production.

**Work Force Development and Employment**

Plans at Northern New Mexico College include degrees in Environmental Sciences, Engineering and Alternative Energy. The emphasis is to prepare a workforce for future developments in solar, wind, and other alternative energy technologies. Rio Arriba County, the City of Espanola, and Los Alamos National Laboratory are combining efforts to create diversity in our economy.

**Retail**

Large retail stores and franchises like Lowes and Wal-Mart have moved into the City of Espanola. For the past four years there has been a steady growth in Gross Receipts Taxes which has allowed the County to invest in water planning and water issues in general. The County passed the New Mexico Economic Development Ordinance which permits, under certain conditions, private/public investment for business development and job creation. The County has recently completed and adopted a Comprehensive Plan with a 25 year horizon. The document will guide development of the County to meet the goals and objectives of the community. These activities feed the retail sector and encourage people to develop their own industry. Arts and Crafts and agricultural produce such as fruits, vegetables, Chile are significant markets in the Upper Rio Grande Valley.



**STATE OF NEW MEXICO**  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2007

**Natural Resource Protection and Utilization**

The County's primary focus is the protection of the quality and quantity of water resources in the County. Regional water plans have been developed and a number of watershed restoration projects are moving forward. Recreation and Tourism industries are dependant on the scenic, historic and cultural assets of the area. Lodgers Taxes show modest but positive growth trends. The County has constructed a new fairground/rodeo facility to attract more visitors to the area. Although timber harvesting has declined in the recent years, an effort is being made to establish additional activity in this sector. The cattle industry continues on private and public lands. Public lands cover approximately 70% of the County. These lands were previously Spanish and Mexican Land Grants. The communities continue to hold a large investment in assets in the cattle industry

**Health Care**

The County is moving forward with initiatives to reduce substance abuse with prevention and treatment programs both in the community and the detention center. Jail costs are still too high and efforts at alternatives to incarceration are high on the County's agenda. Our hospital mill levy was extended in 06-07 for 8 more years and will improve local hospital facilities. A large project was just completed at the Espanola Hospital for doctors' offices and specialized therapeutic facilities. This will help us recruit more health professionals to the area. Better health services are critical to our ability to attract businesses to our communities. Northern New Mexico Community College already offers numerous degree programs to train locals in the health profession. The County generates nearly \$7mil in tax revenues for health care and many additional dollars are brought in through grant program

**Transportation**

Rio Arriba County is a member of the North Central Regional Transit District. Four counties under Joint Power Agreements seek to bring public transit to a large area of North Central New Mexico being explored and could drive some of these developments. Attraction of outside business is slow. The City of Espanola has been working to attract outside business to their Industrial Park with limited success.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of Rio Arriba County's finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, Rio Arriba County, P. O. Box 127, Tierra Amarilla, New Mexico.

(This page intentionally left blank)

**BASIC  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**

Rio Arriba County  
Statement of Net Assets  
June 30, 2007

	<u>Governmental Activities</u>	<u>Component Unit</u>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 23,533,363	\$ 170,748
Receivables (net of allowance for uncollectibles)		
Property taxes	1,337,735	-
State grants	1,466,889	-
Interest receivable	239,024	-
Other receivables	1,230,252	6,952
Prepaid expenses	-	8,187
Total current assets	<u>27,807,263</u>	<u>185,887</u>
Noncurrent assets		
Restricted assets:		
Restricted cash and cash equivalents	5,712	3,294
Capital assets	72,925,402	5,449,571
Less: accumulated depreciation	<u>(24,210,934)</u>	<u>(3,053,719)</u>
Total noncurrent assets	<u>48,720,180</u>	<u>2,399,146</u>
Total assets	<u>\$ 76,527,443</u>	<u>\$ 2,585,033</u>

The accompanying notes are integral part of these financial statements

	<b>Governmental Activities</b>	<b>Component Unit</b>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable	\$ 307,247	\$ 6,375
Accrued payroll	480,795	1,744
Accrued interest	23,258	-
Deferred revenue	-	11
Security deposits	-	3,294
Current portion of accrued compensated absences	13,717	3,593
Current portion of long-term debt	415,000	-
Total current liabilities	<u>1,240,017</u>	<u>15,017</u>
Noncurrent liabilities		
Noncurrent portion of accrued compensated absences	959,828	4,205
Noncurrent portion of long-term debt	1,827,000	-
Total noncurrent liabilities	<u>2,786,828</u>	<u>4,205</u>
Total liabilities	<u>4,026,845</u>	<u>19,222</u>
Invested in capital assets, net of related debt	46,472,468	2,395,852
Restricted for:		
Debt service	6,972	-
Capital projects	2,535,994	-
Other purposes	1,577,960	-
Unrestricted	<u>21,907,204</u>	<u>169,959</u>
Total net assets	<u>72,500,598</u>	<u>2,565,811</u>
Total liabilities and net assets	<u>\$ 76,527,443</u>	<u>\$ 2,585,033</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Statement of Activities  
For the year ended June 30, 2007

<u>Functions/Programs</u>	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 10,851,689	\$ 355,244	\$ 2,113,427	\$ 141,976
Public safety	8,442,127	140,174	1,117,145	-
Public works	3,323,253	-	697,443	-
Culture and recreation	2,491,262	5,771	792,527	217,927
Health and welfare	1,836,992	53,656	285,807	-
Interest and other charges	121,306	-	-	-
Total governmental activities	<u>27,066,629</u>	<u>554,845</u>	<u>5,006,349</u>	<u>359,903</u>
Housing Authority	<u>\$ 469,472</u>	<u>\$ 46,693</u>	<u>\$ 188,680</u>	<u>\$ 34,428</u>

**General Revenues:**

- Property taxes
- Gross receipts taxes
- Motor vehicle and fuel taxes
- Lodgers taxes
- Other taxes
- Miscellaneous revenue
- Unrestricted investment earnings
- Gain on sale of capital asset

Total general revenues and transfers

Change in net assets

- Beginning net assets
- Restatement (Note 16)
- Beginning net assets as restated

Ending net assets

The accompanying notes are an integral part of these financial statements

<b>Net (Expenses) Revenue and Changes in Net Assets</b>	
<b>Governmental Activities</b>	
<b>Total</b>	<b>Component Unit</b>
\$ (8,241,042)	\$ -
(7,184,808)	-
(2,625,810)	-
(1,475,037)	-
(1,497,529)	-
(121,306)	-
<u>(21,145,532)</u>	<u>-</u>
	<u>(199,671)</u>
4,257,487	-
4,983,701	-
14,878,665	-
35,701	-
231,467	-
512,732	62,342
740,559	2,924
66,978	(3,307)
<u>25,707,290</u>	<u>61,959</u>
<u>4,561,758</u>	<u>(137,712)</u>
52,810,485	2,703,523
15,128,355	-
<u>67,938,840</u>	<u>2,703,523</u>
<u>\$ 72,500,598</u>	<u>\$ 2,565,811</u>

**STATE OF NEW MEXICO**

Rio Arriba County

Balance Sheet

Governmental Funds

June 30, 2007

	General Fund	State Appropriations Capital Projects	County Funded Capital Projects
<b>ASSETS</b>			
<i>Current</i>			
Cash and cash equivalents	\$ 11,967,007	\$ -	\$ 3,599,825
Accounts receivable			
Property taxes	1,337,735	-	-
Other taxes	1,181,628	-	-
Intergovernmental	-	165,000	-
Other receivables	296,183	-	-
Due from other funds	3,413,199	-	-
	<u>\$ 18,195,752</u>	<u>\$ 165,000</u>	<u>\$ 3,599,825</u>
<i>Total current assets</i>	<u>\$ 18,195,752</u>	<u>\$ 165,000</u>	<u>\$ 3,599,825</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<i>Current liabilities</i>			
Accounts payable	\$ 208,233	\$ -	\$ 33,655
Accrued payroll	349,647	-	-
Accrued compensated absences	5,617	-	-
Deferred revenue - property taxes	1,160,046	-	-
Due to other funds	-	1,157,734	-
	<u>1,723,543</u>	<u>1,157,734</u>	<u>33,655</u>
<i>Total current liabilities</i>	<u>1,723,543</u>	<u>1,157,734</u>	<u>33,655</u>
<i>Fund balances</i>			
Reserved for:			
Debt service	-	-	-
Unreserved, reported in			
General fund	16,472,209	-	-
Special revenue funds	-	-	-
Capital projects funds	-	(992,734)	3,566,170
	<u>16,472,209</u>	<u>(992,734)</u>	<u>3,566,170</u>
<i>Total fund balances</i>	<u>16,472,209</u>	<u>(992,734)</u>	<u>3,566,170</u>
 <i>Total liabilities and fund balances</i>	<u>\$ 18,195,752</u>	<u>\$ 165,000</u>	<u>\$ 3,599,825</u>

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



2005 Projects Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 7,972,243	\$ 23,539,075
-	-	1,337,735
-	285,261	1,466,889
40,000	417,694	622,694
-	550,399	846,582
-	-	3,413,199
<u>\$ 40,000</u>	<u>\$ 9,225,597</u>	<u>\$ 31,226,174</u>
\$ 2,840	\$ 62,519	\$ 307,247
-	131,148	480,795
-	8,100	13,717
-	-	1,160,046
637,174	1,618,291	3,413,199
<u>640,014</u>	<u>1,820,058</u>	<u>5,375,004</u>
-	6,972	6,972
-	-	16,472,209
-	7,050,832	7,050,832
(600,014)	347,735	2,321,157
<u>(600,014)</u>	<u>7,405,539</u>	<u>25,851,170</u>
<u>\$ 40,000</u>	<u>\$ 9,225,597</u>	<u>\$ 31,226,174</u>

(This page intentionally left blank)

STATE OF NEW MEXICO

Rio Arriba County  
Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Assets  
June 30, 2007

Exhibit B-1  
(Page 2 of 2)

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

Fund balances - total governmental funds	\$ 25,851,170
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	48,714,468
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statement, but are considered revenue in the Statement of Activities	1,160,046
Accrued interest expense	(23,258)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
General obligation and revenue bonds	(2,242,000)
Compensated absences	<u>(959,828)</u>
Total net assets	<u>\$ 72,500,598</u>

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

**STATE OF NEW MEXICO**  
Rio Arriba County  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Governmental Funds  
For the year ended June 30, 2007

	General Fund	State Appropriations Capital Projects	County Funded Capital Projects
<i>Revenues</i>			
Taxes:			
Property	\$ 3,987,939	\$ -	\$ -
Gross receipts	1,704,713	-	-
Gasoline and motor vehicle taxes	14,417,123	-	-
Other	230,906	-	-
Intergovernmental:			
Federal operating grants	1,597,763	-	-
Federal capital grants	-	-	-
State operating grants	148,059	-	-
State capital grants	-	191,976	-
Charges for services	4,000	-	-
Licenses and fees	293,313	-	-
Investment income	731,112	-	-
Miscellaneous	218,192	-	750
<i>Total revenues</i>	<u>23,333,120</u>	<u>191,976</u>	<u>750</u>
<i>Expenditures</i>			
Current			
General government	8,159,748	-	-
Public safety	5,292,306	-	-
Public works	187,560	-	-
Culture and recreation	689,775	-	-
Health and welfare	287,467	-	-
Capital outlay	33,396	592,365	1,402,602
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>14,650,252</u>	<u>592,365</u>	<u>1,402,602</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>8,682,868</u>	<u>(400,389)</u>	<u>(1,401,852)</u>
<i>Other financing sources (uses)</i>			
Proceeds on sale of capital asset	70,978	-	-
Operating transfers in	18,795	-	4,410,628
Operating transfers out	(8,054,404)	-	-
<i>Total other financing sources (uses)</i>	<u>(7,964,631)</u>	<u>-</u>	<u>4,410,628</u>
<i>Net change in fund balances</i>	<u>718,237</u>	<u>(400,389)</u>	<u>3,008,776</u>
<i>Fund balances - beginning of year</i>	15,753,972	(592,345)	557,394
<i>Fund balances - end of year</i>	<u>\$ 16,472,209</u>	<u>\$ (992,734)</u>	<u>\$ 3,566,170</u>

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

2005 Projects Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 122,760	\$ 4,110,699
-	3,278,988	4,983,701
-	461,542	14,878,665
-	36,262	267,168
-	624,796	2,222,559
-	16,000	16,000
-	2,128,650	2,276,709
54,347	628,905	875,228
-	167,003	171,003
-	66,285	359,598
-	9,447	740,559
-	293,790	512,732
<u>54,347</u>	<u>7,834,428</u>	<u>31,414,621</u>
-	758,425	8,918,173
-	2,840,412	8,132,718
-	3,057,814	3,245,374
-	1,723,348	2,413,123
-	1,447,878	1,735,345
252,728	968,091	3,249,182
-	400,000	400,000
-	129,781	129,781
<u>252,728</u>	<u>11,325,749</u>	<u>28,223,696</u>
<u>(198,381)</u>	<u>(3,491,321)</u>	<u>3,190,925</u>
-	-	70,978
108	4,441,505	8,871,036
-	(816,632)	(8,871,036)
<u>108</u>	<u>3,624,873</u>	<u>70,978</u>
<u>(198,273)</u>	<u>133,552</u>	<u>3,261,903</u>
(401,741)	7,271,987	22,589,267
<u>\$ (600,014)</u>	<u>\$ 7,405,539</u>	<u>\$ 25,851,170</u>

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Reconciliation of the Statement of Revenues  
 Expenditures and Changes in Fund Balance of Governmental  
 Funds to the Statement of Activities  
 For the year ended June 30, 2007

Exhibit B-2  
 (Page 2 of 2)

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

Net change in fund balances - total governmental funds	\$	3,261,903
--	----	-----------

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 assets reported as capital outlay expenditures		3,249,182
Depreciation expense		(2,338,086)

In the statement of activities, only the loss on the disposition of fixed assets is reported, whereas in the governmental funds, the proceeds from the disposition increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the fixed assets disposed.

(4,000)

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

Change in deferred revenue related to the property taxes receivable		146,788
---	--	---------

The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

Increase in accrued compensated absences		(162,504)
Increase in accrued interest expense		8,475
Principal payments on bonds		400,000

Changes in net assets	\$	<u>4,561,758</u>
-----------------------	----	------------------

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

(This page intentionally left blank)



## STATE OF NEW MEXICO

Exhibit C-1

Rio Arriba County

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

	Budgeted Amounts		Actual (Non-GAAP Basis)	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ 3,000,000	\$ 3,000,000	\$ 4,191,306	\$ 1,191,306
Gross receipts	1,400,000	1,400,000	1,695,389	295,389
Gasoline and motor vehicle	13,069,000	13,069,000	14,636,730	1,567,730
Other	271,000	256,942	231,376	(25,566)
<i>Intergovernmental:</i>				
Federal operating grants	1,500,000	1,505,000	1,597,763	92,763
Federal capital grants	-	-	-	-
State operating grants	122,000	155,676	149,563	(6,113)
Charges for services	3,000	3,000	4,400	1,400
Licenses and fees	374,500	374,500	278,177	(96,323)
Investment income	400,000	400,000	492,088	92,088
Miscellaneous	4,500	4,500	200,280	195,780
<i>Total revenues</i>	<u>20,144,000</u>	<u>20,168,618</u>	<u>23,477,072</u>	<u>3,308,454</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	8,923,935	8,908,039	8,052,398	855,641
Public safety	5,178,004	5,627,082	5,315,840	311,242
Public works	200,742	204,266	187,560	16,706
Culture and recreation	718,730	724,898	691,345	33,553
Health and welfare	338,407	339,288	292,467	46,821
Capital outlay	10,000	35,053	34,078	975
<i>Total expenditures</i>	<u>15,369,818</u>	<u>15,838,626</u>	<u>14,573,688</u>	<u>1,264,938</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>4,774,182</u>	<u>4,329,992</u>	<u>8,903,384</u>	<u>4,573,392</u>
<i>Other financing sources (uses)</i>				
Designated cash	(4,774,182)	3,920,454	-	(3,920,454)
Transfers in	-	18,794	18,795	1
Transfers out	-	(8,269,240)	(8,269,241)	(1)
Gain on sale of asset	-	-	70,978	70,978
<i>Total other financing sources (uses)</i>	<u>(4,774,182)</u>	<u>(4,329,992)</u>	<u>(8,179,468)</u>	<u>(3,849,476)</u>
<i>Net change in fund balances</i>	-	-	723,916	723,916
<i>Fund balances - beginning of year</i>	-	-	14,306,643	14,306,643
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,030,559</u>	<u>\$ 15,030,559</u>
Net change in fund balances (GAAP)				\$ 503,400
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(143,952)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				(76,564)
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 723,916</u>

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

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Statement of Fiduciary Assets and Liabilities  
Agency Funds  
Year ended June 30, 2007

Exhibit D-1

**ASSETS**

Cash and cash equivalents	91,124
Property taxes receivables	4,266,748
Other receivables	<u>524,663</u>
<i>Total assets</i>	<u>\$ 4,882,535</u>

**LIABILITIES**

Due to other taxing units	<u>4,882,535</u>
<i>Total liabilities</i>	<u>\$ 4,882,535</u>

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

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 1. Summary of Significant Accounting Policies**

Rio Arriba County is a political sub-division of the State of New Mexico established and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commission-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.

The Rio Arriba 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 a 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 Rio Arriba County is presented to assist in the understanding of Rio Arriba County's financial statements. The financial statements and notes are the representation of Rio Arriba 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 (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The governmental has elected not to follow subsequent private-sector guidance. The County has elected not to follow subsequent private-sector guidance.

The more significant of the government's accounting policies are described below.

**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 No. 14 and No. 39. Blended component units, although 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.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 1. Summary of Significant Accounting Policies** (continued)

*A. Financial Reporting Entity (continued)*

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 following is a brief review of each potential component unit addressed in defining the County's reporting entity.

*Discretely Presented Component Unit*

Rio Arriba Housing Authority (The Authority): This component unit has separate elected and/or appointed board and provides services to residents, generally within the geographic boundaries of the government. The Generally Accepted Accounting Principles requires the inclusion of this unit in the reporting entity. A separate audited financial statement is available for the Authority's fiscal year ended June 30, 2007.

Separately issued financial statements may be obtained directly from the Agency's administrative office by writing to Executive Director, Rio Arriba County Housing Authority, PO Box 310 Espanola, NM 87532.

*B. Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets 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 Assets 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, regardless of the timing of the related cash flows. 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*. Property taxes are recognized as revenues in the year for which they are billed. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

In the government-wide Statement of Net Assets, the governmental columns (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognized all long-term assets and receivables as well as long-term debt obligations. The County's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 1. Summary of Significant Accounting Policies (continued)**

*B. Government-wide and fund financial statements (continued)*

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 or segment such as motor vehicle registration and correction fees; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment such as small counties assistance grant. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise 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 proprietary fund and 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. 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.

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. Property taxes are recognized, net of estimated refunds and estimated uncollectible amounts in the period for which taxes are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

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.

The County reports the following major governmental funds:

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.

The *State Appropriations Capital Projects Fund* accounts for revenues and expenditures relative to various County facilities construction projects financed by State Appropriations.

The *County Funded Capital Projects Fund* accounts for capital acquisitions funded by cash transfers from the General Fund.

The *2005 Projects Capital Projects Fund* accounts for revenue and expenditures relative to various 2005 County facility constructions projects. Funding is provided by a General Fund Appropriation

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 1. Summary of Significant Accounting Policies** (continued)

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

The government reports the following fund types:

*Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The *Debt Service Funds* account for the services of general long-term debt not being financed by proprietary or nonexpendable trust funds.

The *Capital Projects Funds* account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary or non expendable trust funds.

*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.

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. Elimination of these charges would distort the direct costs and program revenues reported for the various function concerned.

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 such as state appropriations 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 government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. *Assets, Liabilities and Net Assets or 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.

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.



**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 1. Summary of Significant Accounting Policies** (continued)

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

**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 or between proprietary 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.

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 November 10<sup>th</sup> and April 10<sup>th</sup> are considered delinquent and the County may assess penalties and interest. The taxes attach as an enforceable lien on property thirty (30) days thereafter, at which time they become delinquent.

**Prepaid Items:** Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and proprietary financial statements.

**Restricted Assets:** Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended.

**Capital Assets:** Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type 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. Rio Arriba County was a phase II government for purpose of recording the historical cost (or estimate) of infrastructure assets retroactively to 1979. Those infrastructure costs are included in the capital assets. New infrastructure built since GASB 34 was implemented in fiscal year 2003 has also been capitalized. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). Donated capital assets are recorded at estimated fair market value at the date of donation.

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.

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**NOTE 1. Summary of Significant Accounting Policies** (continued)

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

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

<u>Assets</u>	<u>Years</u>
Land improvements	30
Buildings and building improvements	25-50
Infrastructure	25-50
Machinery and equipment	5-10

**Accrued Expenses:** Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2007, along with applicable PERA and Retiree Health Care.

**Deferred Revenues:** Accounting principles generally accepted in the United States of America require that grant revenue be recognized at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are shown as deferred revenues. In addition, property taxes receivable but uncollected within sixty (60) days of year-end are classified as deferred revenue. In accordance with GASB No. 33, property tax revenues have been decreased by deferred revenues in the amount of \$1,160,046 on the Governmental Fund Financial Statements.

**Compensated Absences:** Qualified employees may accumulate limited amounts of vacation pay which are payable to the employee upon termination or retirement. Employee will accrue annual leave at the rate of 6.6667 hours per pay period for a total of 20 days per year. Annual leave may carryover from one fiscal year to another up to a maximum of 30 days. The employee or the employee's estate will be paid for each day of the unused annual leave at the time of the employee's voluntary or involuntary termination, retirement, death, or total disability up to a maximum of 30 days plus the number of days accrued and unused during the current calendar year.

Qualified employees are entitled to accumulate sick leave at a rate of 18 days per year, and may be accrued from year to year until the employee's termination or retirement.

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

**Long-term Obligations:** In the government-wide fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. For bonds issued after GASB 34 was implemented in Fiscal Year 2003, bond premiums and discounts, as well as issuance costs, will be deferred and amortized over the life of the bonds using the effective interest method. Bonds Payable will be reported net of the applicable bond premium or discount. For fund financial reporting, bond premiums, discounts as well as issuance costs, will be recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 1. Summary of Significant Accounting Policies** (continued)

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

**Net Assets or Fund Equity:** In the fund financial statements, governmental funds report reservation of funds balance that are not available for appropriations or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The government-wide statement of net assets reports \$4,120,926 of restricted net assets, of which \$1,577,960 is restricted by enabling legislation.

**Equity Classifications**

*Government –Wide Statements*

Equity is classified as net assets and displayed in three components:

- a. **Invested in Capital Assets:**  
Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. **Restricted Net Assets:**  
Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. The total amount of restricted net assets is \$4,120,926, all of which is restricted by enabling legislation. Descriptions for the related restrictions for net assets restricted for “special revenue, debt service, and capital projects: are described on pages 55-59.
- c. **Unrestricted Net assets:**  
All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

**Interfund Transactions:** Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

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

**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.

**Reclassifications:** Certain amounts included in the financial statements have been reclassified to conform to the current year presentation.

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**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 by fund. These budgets are prepared on the Non-GAAP budgetary basis, excluding encumbrances, and secure 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:	
General Fund	\$ 4,774,182	\$ 4,329,992
State Appropriations	\$ 1,012,720	\$ 1,012,720
County Funded	\$ (4,096,667 )	\$ (5,131,859 )
2005 Projects	\$ 625,237	\$ 625,237
Nonmajor Funds	\$ (7,611,152 )	\$ (8,614,588 )

**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.

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 by collateral deposited as security or by bond given by the financial institution as required by statute.

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

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

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**NOTE 3. Deposits and Investments (continued)**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the government’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 put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2007, \$21,503,582 of the County’s bank balances total \$21,803,582 were exposed to custodial credit risk. \$11,343,624 was uninsured and collateralized by collateral held by the pledging bank’s trust department, not in the County’s name and \$10,159,958 was uninsured and uncollateralized. At June 30, 2007, the carrying amount of all deposits was \$23,630,199.

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the County for at least one half of the deposit with the institution.

	<u>Community Bank</u>	<u>Valley National Bank</u>	<u>Total</u>
Amount of Deposits	\$ 17,403,582	\$ 4,400,000	\$ 21,803,582
FDIC Coverage	200,000	100,000	300,000
Total uninsured public funds	17,203,582	4,300,000	21,503,582
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>9,210,734</u>	<u>2,132,890</u>	<u>11,343,624</u>
Uninsured and uncollateralized	<u>\$ 7,992,848</u>	<u>\$ 2,167,110</u>	<u>\$ 10,159,958</u>
Collateral requirement (50%)	\$ 8,601,791	\$ 2,150,000	\$ 10,751,791
Pledged Securities	<u>(9,210,734)</u>	<u>(2,132,890)</u>	<u>(11,343,624)</u>
Over (under) collateralized	<u>\$ 608,943</u>	<u>\$ (17,110)</u>	<u>\$ 591,833</u>

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

**Investments in State Treasurer LGIP**

The New Mexico State Treasurer is authorized to invest deposits from New Mexico governmental entities in the short-term investment fund, known as the Local Government Investment Pool (LGIP), with the advice and consent of the State Board of Finance, in accordance with Section 6-10-10 I through 6-10-10 P and 6-10-1.1 A and E, NMSA 1978. Per Section 6-10-10.1 F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. The LGIP is not registered with the Securities and Exchange Commission. The LGIP does not have unit shares. The LGIP investments are valued at fair value based on quoted market prices as of the valuation date. Participation in the LGIP is voluntary. As March 31, 2007 the LGIP maintained 99 percent of its holdings as investment grade (A-1+ or AAA) or better, with average maturity of less than 50 days. Investments were in U.S. agencies’ commercial paper and institutional money market funds. Standards and Poor’s rated the LGIP as AAAM

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**NOTE 3. Deposits and Investments (continued)**

**Interest Rate Risk**

The County's investments at June 30, 2007 include the following:

Investments	Weighted Average Maturity	Fair Value
State Treasurer Local Government Investment Pool	<50 Days	3,674,304
Total		<u>\$ 3,674,304</u>

**Reconciliation of Cash and Cash Equivalents**

**Primary Government**

Reconciliation to Statement of Net Assets

Cash and cash equivalents per Exhibit A-1	\$ 23,533,363
Restricted cash and cash equivalents per Exhibit A-1	5,712
	<u>23,539,075</u>
Add outstanding checks and other reconciling items	1,848,462
Add: Agency cash per Exhibit A-1	91,124
Less petty cash	(775)
Less investment in state pool	<u>(3,674,304)</u>
Bank balance of deposits	<u>\$ 21,803,582</u>

**NOTE 4. Receivables**

Receivables as of June 30, 2007, are as follows:

	General	State Appropriations Capital Projects	County Funded Capital Projects	2005 Projects Capital Projects	Subtotal
Property taxes	\$ 1,393,030	\$ -	\$ -	\$ -	\$ 1,393,030
Other taxes:					
Oil and gas taxes	1,181,628	-	-	-	1,181,628
Other	-	-	-	-	-
Other receivables:					
Intergovernmental-grants:					
State	-	165,000	-	40,000	205,000
Federal	-	-	-	-	-
Interest	239,024	-	-	-	239,024
Miscellaneous	57,159	-	-	-	57,159
Allowance for doubtful accounts	(55,295)	-	-	-	(55,295)
Totals	<u>\$ 2,815,546</u>	<u>\$ 165,000</u>	<u>\$ -</u>	<u>\$ 40,000</u>	<u>\$ 3,020,546</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 4. Receivables (continued)**

	Subtotal	Nonmajor Funds	Total	Agency Funds
Property taxes	\$ 1,393,030	\$ -	\$ 1,393,030	\$ 4,453,105
Other taxes:				
Oil and gas taxes	1,181,628	-	1,181,628	-
Other	-	285,261	285,261	-
Other receivables:				
Intergovernmental-grants:				
State	205,000	632,531	837,531	-
Federal	-	-	-	-
Interest	239,024	-	239,024	524,663
Miscellaneous	57,159	550,399	607,558	-
Allowance for doubtful accounts	(55,295)	-	(55,295)	(186,357)
Totals	<u>\$ 3,020,546</u>	<u>\$ 1,468,191</u>	<u>\$ 4,488,737</u>	<u>\$ 4,791,411</u>

**NOTE 5. Interfund Receivables, Payables, and Transfers**

Net operating transfers, made to close out funds and to supplement other funding sources, were as follows:

Transfers Out	Transfers In	Amount
<b>Primary Government</b>		
General Fund	Road Projects	\$ 1,824,823
General Fund	Farm & Range Improvement	23,287
General Fund	Senior Citizen Program	750,000
General Fund	DWI Grant	54,330
General Fund	Senior Appropriations	2,420
General Fund	Fire Departments Fund	17,500
General Fund	County Funded Capital Projects	4,410,628
General Fund	Federal Transport A 5311 Grant	66,594
General Fund	5311 grant 06-07	207,713
General Fund	2005 Projects	108
General Fund	Solid Waste	620,570
General Fund	Debt Service	272,977
General Fund	Water Study Grant	18,291
County Protection	Debt Fire Bonds	247,475
Fire Departments Fund	Fire District Bond Fund	156,128
EMS Fund	Fire Departments Fund	55,517
Summer Food Program	Summer Food Program	13,244
Department of Transportation	General Fund	7,614
Department of Transportation	Department of Transportation	3,731
Acequia Tech Assistance	General Fund	79
Federal Transport A 5311 Grant	General Fund	3,747
LVT/SFE Pojoaque Co	General Fund	423
CYFD 2004	General Fund	99
Subtotal		<u>8,757,298</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 5. Interfund Receivables, Payables, and Transfers (continued)**

Transfers Out	Transfers In	Amount
<b>Primary Government</b>		
Subtotal		8,757,298
Region 2 Behavioral Health	General Fund	2,601
SW Region Carson Nat. F	General Fund	1,299
ENMRD Wildland Fire Co	General Fund	1,388
Senior Appropriations	Senior Appropriations	1,905
Coyote Land Closures	General Fund	1,520
05-06 Welfare Reform Tr	General Fund	16
05-06LVT/SFE Pojoaque Co	General Fund	9
CDBG Grants Match Funds	CDBG Rural Event Center	5,000
CDBG Grants Match Funds	DWI Grant Capital Projects	100,000
		<u>100,000</u>
Total		<u>\$ 8,871,036</u>

Negative cash balances in individual funds that were part of the pooled accounts were reclassified as due to/from accounts in the combining balance sheet as of June 30, 2007. The County records temporary interfund receivables and payables to reflect temporary loans between funds. The purpose of the loans was to cover cash shortages until grant monies are received or other sources of funds could be obtained. The following individual funds had negative cash balances as of June 30, 2007.

The composition of interfund balances as of June 30, 2007 is as follows:

Due from other fund	Due to Other fund	Amount
<b>Primary Government</b>		
General Fund	Farm & Range Improvement	\$ 29,338
General Fund	DWI Grant	59,022
General Fund	New Mexico State Library	15,349
General Fund	Wildlife Reduction Plan	16,179
General Fund	Summer Food Program	20,965
General Fund	Department of Transportation Check Points	225,855
General Fund	Public Education Department	1,162
General Fund	CEM - Emergency Preparedness	113,266
General Fund	DOH CHI CNSL	28,467
General Fund	RAJJB 07-690-3057	40,473
General Fund	CDBG Comprehensive Plan	13,000
General Fund	CDBG Health Comments	56,117
General Fund	Senior Appropriations	453,361
General Fund	2006 Projects	545,737
General Fund	State Appropriations	1,157,734
General Fund	2005 Projects	637,174
		<u>637,174</u>
Total		<u>\$ 3,413,199</u>

All interfund balances are expected to be repaid within one year



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**NOTE 6. Capital Assets**

The following is a summary of capital assets and changes occurring during the year ended June 30, 2007 including those changes pursuant to the implementations of GASB Statement No. 34. Land, works of art, and book collections are not subject to depreciation.

**Governmental Activities:**

	Balance June 30, 2006	Additions	Deletions	Restatement	Balance June 30, 2007
Capital assets not being depreciated:					
Land	\$ 1,079,060	\$ 169,951	\$ -	\$ 4,619,810	\$ 5,868,821
Works of Art	180,000	-	-	-	180,000
Book collections	-	10,000	-	-	10,000
Total capital assets, not depreciated	<u>1,259,060</u>	<u>179,951</u>	<u>-</u>	<u>4,619,810</u>	<u>6,058,821</u>
Capital assets being depreciated:					
Land Improvements	-	50,997	-	1,362,373	1,413,370
Buildings and building improvements	27,396,180	1,709,944	-	11,563,344	40,669,468
Infrastructure	13,246,119	302,051	-	(3,393,481)	10,154,689
Machinery and equipment	6,558,150	1,006,239	556,494	7,621,159	14,629,054
	<u>47,200,449</u>	<u>3,069,231</u>	<u>556,494</u>	<u>17,153,395</u>	<u>66,866,581</u>
Total capital assets	<u>48,459,509</u>	<u>3,249,182</u>	<u>556,494</u>	<u>21,773,205</u>	<u>72,925,402</u>
Accumulated depreciation:					
Land improvements	-	18,129	-	84,207	102,336
Buildings and building improvements	4,864,103	1,037,113	-	4,488,391	10,389,607
Infrastructure	8,693,616	195,508	-	(3,729,289)	5,159,835
Machinery and equipment	2,289,773	1,087,336	552,494	5,734,541	8,559,156
Total accumulated depreciation	<u>15,847,492</u>	<u>2,338,086</u>	<u>552,494</u>	<u>6,577,850</u>	<u>24,210,934</u>
Total capital assets net of depreciation	<u>\$ 32,612,017</u>	<u>\$ 911,096</u>	<u>\$ 4,000</u>	<u>\$ 15,195,355</u>	<u>\$ 48,714,468</u>

Depreciation expense for the year ended June 30, 2007 was charged to the following functions:

Governmental activities:	
General Government	\$ 1,775,525
Public Safety	342,074
Public Works	65,925
Health and Welfare	97,595
Culture and Recreation	56,967
	<u>\$ 2,338,086</u>

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**NOTE 7. Long-term Debt**

During the year ended June 30, 2007, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance <u>June 30, 2006</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>June 30, 2007</u>	Due Within <u>One Year</u>
Governmental Activities:					
1998 GRT Revenue Bond	\$ 2,115,000	\$ —	\$ 170,000	\$ 1,945,000	\$ 175,000
1997 Fire Protection Bond	460,000	—	225,000	235,000	235,000
Compensated absences	829,105	586,296	441,856	973,545	13,717
Total Governmental	<u>\$ 3,404,105</u>	<u>\$ 586,296</u>	<u>\$ 836,856</u>	<u>\$ 3,153,545</u>	<u>\$ 423,717</u>

The annual requirements to amortize the Bonds as of June 30, 2007, including interest payments are as follows:

Fiscal Year <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2008	\$ 410,000	\$ 101,355	\$ 511,355
2009	185,000	85,668	270,668
2010	195,000	77,065	272,065
2011	205,000	67,802	272,802
2012	215,000	58,065	273,065
2013-2017	970,000	121,765	1,091,765
	<u>\$ 2,180,000</u>	<u>\$ 511,720</u>	<u>\$ 2,691,720</u>

The annual requirements to amortize the Revenue Bonds as of June 30, 2007, including interest payments are as follows:

Original amount - \$3,230,000  
 Series 1998 GRT Revenue Bond  
 Dated 4/15/1998  
 Principal payable – May 1  
 Interest payable – May 1 and November 1  
 Interest rates – 4.00% to 6.90%

<u>Due in Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payments</u>
2008	\$ 175,000	\$ 93,718	\$ 268,718
2009	185,000	85,668	270,668
2010	195,000	77,065	272,065
2011	205,000	67,802	272,802
2012	215,000	58,065	273,065
2013-2017	970,000	121,765	1,091,765
	<u>\$ 1,945,000</u>	<u>\$ 504,083</u>	<u>\$ 2,449,083</u>

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**NOTE 7. Long-term Debt (continued)**

Original amount - \$1,800,000  
 Series 1997 Fire Protection Revenue Bonds  
 Dated 4/2/1997  
 Principal payable – May 1  
 Interest payable – July 1 and January 1  
 Interest rates – 4.60% to 6.50%

<u>Due in</u> <u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u> <u>Payments</u>
2008	\$ 235,000	\$ 7,638	\$ 242,638
	<u>\$ 235,000</u>	<u>\$ 7,638</u>	<u>\$ 242,638</u>

The debt payments are paid by the debt service fund.

Capital Leases

The County leases office space under annual operating leases. The County's expenditures on those leases for the fiscal year ended June 30, 2007, were \$56,760.

<u>Operating Lease</u>	<u>Number of Months</u>	<u>Monthly Payments</u>	<u>Annual</u> <u>Payments</u>
Los Valles Transit-Storage Building	12	\$ 1,980	\$ 23,760
Rio Arriba County Health Building	12	850	10,200
Sr. Citizen's Center-Dixon	12	500	6,000
Well and Easement	12	450	5,400
Senior Citizen's Center-in Truchas	12	550	6,600
Rio Arriba County Sheriff- Sheriffs office	12	400	4,800

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, 2007, compensated absences increased \$144,440 over the prior year accrual. Compensated absences are paid by the fund that they are accrued in, which is mainly the general fund.

In prior years, the general fund was typically used to liquidate long-term liabilities other than debt.

**NOTE 8. 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.

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2007

**NOTE 9. 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. The following fund reflected a deficit fund balance as of June 30, 2007:

Senior Appropriations	\$ 209,762
State Appropriations	992,734
2005 Projects	600,014
New Mexico State Library	5,403
Department of Transportation	233,350
Public Education Department	1,264
CEM – Emergency Preparedness	113,266
RAJJB 07-690-3057	2,312
CDBG Comprehensive Plan	13,000
CDBG Health Comments	56,117
2006 Projects	<u>431,408</u>

Total Governmental Funds \$ 2,658,630

The County transfers funds from the general fund to cover the deficit each year. The County will transfer sufficient funds to remove the deficit fund balance in future years.

- B. Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2007:

Water Study	<u>\$ 8,456</u>
-------------	-----------------

- C. Designated cash appropriations in excess of available balances. The following funds exceeded approved budgetary authority for the year ended June 30, 2007:

Road Projects	\$ 217,708
EMS Fund	55,528
5311 Grant 06-07	106,373
County Funded	138,506
Debt Service	518,842
Inmate Fund	<u>3,979</u>

Total Governmental Funds \$ 1,040,936

The County's management exercise budget to cash controls and will correct this issue in 2007-08 fiscal year.

**NOTE 10. PERA Pension Plan**

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

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 10. PERA Pension Plan (continued)**

*Funding Policy.* Plan members are required to contribute 15.65% for municipal employees, 16.65% for detention center employees, 16.30% for law enforcement and fire protection employees. The County was required to contribute 18.50% for law enforcement and fire protection plan members and required to contribute 18.15% for municipal plan members. The contribution requirements of plan members and Rio Arriba County are established under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County's contributions to PERA for the years ended June 30, 2007, 2006 and 2005 were \$1,541,803, \$1,364,459 and \$1,896,395 respectively.

**NOTE 11. Retiree Health Care Contributions**

The Retiree Health Care Act (the "Act") (Chapter 10, Article 7C, NMSA, 1978) provides comprehensive core group health insurance for persons who have retired from certain public service in New Mexico. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into Retiree Health Care Fund and by co-payments or out-of-pocket payments of eligible retirees. Monies flow to the Retiree Health Care Fund on pay-as-you-go basis from eligible employers and eligible retirees.

Eligible employers are institutions of higher education, school districts, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities or counties, which are affiliated under or covered by the Education Retirement Act (ERA), Public Employees Retirement Association (PERA), Volunteer Firefighters Retirement Act, Judicial Retirement Act or the Magistrate Retirement Act. Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf unless that person retires before the employer's NMRHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990; and former legislators who served at least two years. Each participating employer makes contributions to the fund in the amount of 1.3 percent of each participating employee's annual salary. Each employee contributes to the fund an employee contribution in an amount equal to 0.65 percent of the employee's salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional participation fee of five dollars (\$5.00) if the eligible participant retired prior to the employer's NMRHCA effective date or is a former legislator. Participants may also enroll in optional plans of coverage.

Contributions from participating employers and participating employees become the property of the Retiree Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer's operation or participation in the Retiree Health Care Act. The employer, employee, and retiree contributions are required to be remitted to the Retiree Health Care Authority on a monthly basis.

The Retiree Health Care Authority issued a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the Retiree Health Care Authority, 4308 Carlisle Blvd N.E., Suite 104 Albuquerque, NM 87107.

For the year ended June 30, 2007, the County remitted \$107,872 in employer contributions and \$53,936 in employee contributions to the Retiree Health Care Authority.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 12. Joint Powers Agreements and Memorandums of Understanding**

The North Central Solid Waste Authority and Rio Arriba County have entered into a joint powers agreement to form a regional solid waste disposal authority in order to comply with the Solid Waste Act, to provide for disposition of solid waste and to provide for the general protection of health, welfare and safety of the public and to provide staff, management assistance, planning and facilities. The term of this agreement is indefinite. The agreement may be terminated by either party upon delivery of a written notice to the other at least 90 days prior to the intended date of termination. All payments under this agreement are on a reimbursement basis. North Central Solid Waste Authority board will serve as the fiscal agent and will be responsible for all audit requirements.

The New Mexico Energy, Minerals and Natural Resources Department (ENMRD) and Rio Arriba County have entered into a joint powers agreement for the ENMRD to acquire funding and training for the County to purchase Wildfire Protection equipment and supplies. The agreement may be terminated by either party upon delivery of a written notice to the other at least 30 days prior to the intended date of termination. All payments under this agreement are on a reimbursement basis. Two grant awards were obtained during fiscal year 2006 in the amount of \$16,500 and \$14,500 for Laguna Vista Volunteer Fire department and El Rito Volunteer Fire Department. Rio Arriba County will serve as the fiscal agent and will be responsible for all audit requirements.

**NOTE 13. Federal and State Grants**

Rio Arriba County participates in a number of federal, state, and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, Rio Arriba County may be required to reimburse the grantor government. As of June 30, 2007, significant amounts of grant expenditures have not been audited by the grantor agencies. Management believes that any disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of Rio Arriba County.

**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. Subsequent Accounting Standard Pronouncements**

In June, 2004 the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post Employment Benefits other than Pensions, an amendment to GASB Statements No. 10, 12, 27 and 26, which is effective for financial statements for periods beginning after December 15, 2006, with earlier application encouraged. The Statement establishes standards for the measurement, recognition and display of other post employment benefits expense/expenditures and related liabilities, note disclosures and, if applicable, required supplementary information in the financial reports of state and local governmental employers. The County is analyzing the effect that this statement will have on its financial statements, and currently believes it will have no significant effect on the financial statements of the upcoming year.

In September, 2006 the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 48, Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues, which is effective for all periods beginning after December 31, 2006. The statement establishes standard for reporting and disclosure of transactions involving the sale of a receivable or future revenue stream. Depending on the continuing involvement of the government, the sale could be recorded as a sale or as a collateralized borrowing. The County is analyzing the effect that this statement will have on its financial statements, and currently believes it will have no significant effect on the financial statements of the upcoming year.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2007

**NOTE 15. Subsequent Accounting Standard Pronouncements (continued)**

In November, 2006 the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 49, Accounting and financial reporting for Pollution Remediation Obligations, which is effective for periods beginning after December 15, 2007. This Statement addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of *existing* pollution by participating in pollution remediation activities such as site assessments and cleanups. The scope of the document excludes pollution *prevention* or *control* obligations with respect to current operations, and future pollution remediation activities that are required upon retirement of an asset, such as landfill closure and postclosure care and nuclear power plant decommissioning. The County is analyzing the effect that this statement will have on its financial statements, and currently believes it will have no significant effect on the financial statements of the upcoming years.

In May, 2007 the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 50, Pension Disclosures—an amendment of GASB Statements No. 25 and No. 27, which is effective for periods beginning after June 15, 2007. This Statement more closely aligns the financial reporting requirements for pensions with those for other postemployment benefits (OPEB) and, in doing so, enhances information disclosed in notes to financial statements or presented as required supplementary information (RSI) by pension plans and by employers that provide pension benefits.

The reporting changes required by this Statement amend applicable note disclosure and RSI requirements of Statements No. 25, Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans, and No. 27, Accounting for Pensions by State and Local Governmental Employers, to conform with requirements of Statements No. 43, Financial Reporting for Postemployment Benefit Plans Other Than Pensions. The County is analyzing the effect that this statement will have on its financial statements, and currently believes it will have no significant effect on the financial statements of the upcoming year.

In June, 2007 the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 51, Accounting and Financial Reporting for Intangible Assets, which is effective for periods beginning after June 15, 2009. This Statement requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. Accordingly, existing authoritative guidance related to the accounting and financial reporting for capital assets should be applied to these intangible assets, as applicable. This Statement also provides authoritative guidance that specifically addresses the nature of these intangible assets. Such guidance should be applied in addition to the existing authoritative guidance for capital assets. The County is analyzing the effect that this statement will have on its financial statements, and currently believes it will have no significant effect on the financial statements of the upcoming years.

**NOTE 16. Fund Balance and Net Assets Restatement**

The County has restated \$15,195,355 of prior year net assets. Adjustments were made for governmental capital assets to properly record beginning capital assets and accumulated depreciation balances that were understated in the prior year. As a result, beginning fund balance was increased in the amount of \$5,195,355. No funds were affected by this adjustment.

**NOTE 17. Variance between GAAP Financial Statements and Financial Data Schedule**

There is a difference of \$9,572 between the component unit GAAP financial statements and the financial data schedule as a result of a \$9,572 interprogram due to/from.

(This page intentionally left blank)



**SUPPLEMENTARY INFORMATION**

(This page intentionally left blank)

**NONMAJOR GOVERNMENTAL FUNDS**

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2007

**SPECIAL REVENUE FUNDS**

**2201 – Jail Operations** – To account for detention center expenditures. Funding is provided from correction fees. (Authority: County Commission)

**2202 and 5504 – Solid Waste**– The County, working in a Memorandum of Agreement with its North Central Solid Waste Authority to provide solid waste collection, removal and disposal services.(Authority: County Commission)

**2203 – County Property Valuation** – The County established this fund to account for expenditures for training and other expenditures pertaining to the County Evaluation Program. A 1% administrative fee on property tax distributions provides funds (Authority: NMSA 7-38-38)

**2204 – Road Projects** – To account for road projects within Rio Arriba County. (Authority: County Commission)

**2207 - Emergency Comm/EMS** – Established to account for expenditures related to 911 Center Operations and Emergency Medical Services fund by Gross Receipts Tax Revenue. (Authority: County Commission)

**2208 - Farm & Range Improvement** – To account for expenditures related to soil conservation predatory animal and insect control. Financing is provided from distributions made under the Taylor Grazing Act. (Authority: NMSA 6-11-6)

**2209 – Forest Reserve Title III** – The County established this fund to account for expenditures for community services and fire and rescue activities. Funding provided by United State Public Law 106-393.

**2211 - Law Enforcement** – To account for expenditures related to the purchase of law enforcement equipment and training. Financing is provided by a grant from New Mexico Dept. of Finance and Admin. (Authority: NMSA 33-3-25 & 35-14-11)

**2214 - Lodgers’ Tax Act** – The County established this fund to account for the administration of a County promotional effort. Financing is derived from lodgers’ tax imposed on hotels located within the unincorporated sections of the County. Rio Arriba County established the fund pursuant to Lodger’s Occupancy Tax Ordinance. (Authority: NMSA 3-38-13)

**2217 - Recreation** - The County established this fund to account for expenditures related to the operations of its recreational activities. Financing is provided by a cigarette tax and other miscellaneous sources. (Authority: NMSA 7-1-6-11)

**2219 – Senior Citizen Program** – To account for expenditures related to the operation of its senior programs. Funding is provided from federal grants and County matching funds. (Authority: NMSA 7-20-3)

**2220 - Indigent** – The County established this fund to account for expenditures that assist needy individuals with hospital expenses. Financing is provided by gross receipts tax allocation. (Authority: NMSA 7-20-3)

**2222 - County Fire Protection** – To account for expenditures of equipment, operating costs, and training for volunteer fire fighters. Funding is provided from allocations from the New Mexico Fire Protection Fund. (Authority: NMSA 59A-53-5)

**2225- Clerk Recording & Filing** – The County established this fund to account for receipts and expenditures related to the County Clerk’s Office. New Mexico law stipulates that this fund is designated “for the purpose of equipment associated with recording, filing, maintaining or reproducing documentation”. Financing is provided from County recording fees. (Authority: County Commission)

**2223-2224, 2229, and 2467- DWI Grant** – To account for expenditures incurred for prevention, screening, treatment and compliance monitoring/ Tracking for the DWI program. Funding is providing from State Grants and County Matching Funds. (Authority: County Commission)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2007

**SPECIAL REVENUE FUNDS (Continued)**

**2300- 2319, 2340, and 2380 – Fire Departments Fund** – To account for expenditures of equipment, operating costs, and training for volunteer fire fighters. The County maintains and operates eighteen (18) fire departments. Funding is provided from the State of New Mexico Fire Protection Fund Act. (Authority: County Commission)

**2350, and 2352-2368 –EMS Fund** – To account for expenditures for maintenance and operations of ambulance service in the County. The County maintains and operates seventeen (17) EMS Departments. Funding is provided from the Emergency Medical Services Act. (Authority: NMSA I OA & 1 OB)

**2399- RAC Fire & Rescue Association** – To account for expenditures related to the County’s Fire and Rescue Association. (Authority: County Commission)

**2402- New Mexico State Library** – The County established this fund to account for expenditures that assist the Public Library. The County assists three public libraries. Funding is provided from the General Obligation Bonds for the purpose of providing public library resources. County established the fund pursuant to NM Statutes Law (Authority: NMSA 1978, 4-36-2).

**2410- Wildlife Reduction Plan** – to provide professional services to prepare a community wildfire protection fund. Funding provided by New Mexico associations of counties. (Authority: County Commission)

**2418-2420- Summer Food Program** – The County established these funds to account for expenditures related to the County’s Summer Food program. Financing is provided from a grant from the Children, Youth and Families Department. (Authority: County Commission)

**2426- SCAAP** – The County established this fund to account for detention center costs related to the incarceration of undocumented criminal aliens (Costs reimbursed through the State Criminal Alien Assistance program (SCAAP). (Authority: County Commission)

**2430- Local Law Enforcement Block Grant** – To Account for expenditures incurred for acquisition of radios and riot gear. Funding provided by US Department of Justice. (Authority: County Commission)

**2439 – 2449, and 2468 – Department of Transportation Check Points** - To account for expenditures related to the Traffic Safety Education Enforcement program, super blitz sobriety checkpoints and/or saturation patrols. Funds are provided by the State of New Mexico Department of Transportation. (Authority: County Commission)

**2451 – Water Study Grant** – The County established this fund to account for expenditures for the cost of preparing a regional water plan. Funding provided by a grant from the New Mexico Interstate Stream Commission (Authority: County Commission)

**2455- Farmland Protection** – To account for expenditures for planning, collecting and presenting data on farmland protection. Funding is provided by a grant from the Sonoran Institute. (Authority: County Commission)

**2459 – Acequia Tech Assistance** – To account for funding provided in association with the technical assistance related to the County’s acequias. (Authority: County Commission)

**2464- NMSHTD Road Project** – The County established this fund to account for road projects expenditures for county roads. (Authority: County Commission)

**2469 – RAC Just. Bd. /LANL Grant** – To account for expenditures incurred for truancy training. Funding is provided from LANL grant. (Authority: County Commission)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2007

**SPECIAL REVENUE FUNDS (Continued)**

**2470- CYFD 2007** - To account for expenditures incurred for planning and training for collaboration on detention reform initiative for delinquent juveniles in the state. Rio Arriba Acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

**2471, 2472 & 2473- Public Education Department, DOH and NMCYFD Funds** – The County, working in conjunction with its Rio Arriba Juvenile Justice Board, established this fund to account for expenditures incurred for coordinating community level activities that will build the regional capacity of communities to address truancy prevention and increases community collaboration around truancy prevention through the Public Education Department. Rio Arriba Acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

**2475- Espanola Schools Truancy** – The County established this fund to provide truancy workshops for student and parents. Rio Arriba Acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

**2476 – CEM – Emergency Preparedness** - To account for expenditures incurred to develop a comprehensive strategy plan to address juvenile offender issues. Rio Arriba Acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

**2477 – Federal Transport A 5311 Grant** – The County established these funds to account for expenditures related to providing comprehensive services to transition participants from public assistance to self sufficiency. Funding is provided by the Federal and State grants from the State of New Mexico Human Services Department and the Department of Transportation. (Authority: County Commission)

**2478 –CYFD 2006** - The County, working in conjunction with its Rio Arriba Juvenile Justice Board, established this fund to account for expenditures incurred for continuum of programs for youth at high risk of delinquent behavior. Rio Arriba Acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

**2479 - 05-06 Welfare Reform Tr.** – The County established these funds to account for expenditures related to providing comprehensive services to transition participants from public assistance to self sufficiency. Funding is provided by the Federal and State grants from the State of New Mexico Human Services Department and the Department of Transportation. (Authority: County Commission)

**2480 - 05-06 LVT/SFE Pojoaque Co.** – The County established these funds to account for expenditures related to providing comprehensive services to transition participants from public assistance to self sufficiency. Funding is provided by the Federal and State grants from the State of New Mexico Human Services Department and the Department of Transportation. (Authority: County Commission)

**2482 - LVT/SFE Pojoaque Corrid** – The County established these funds to account for expenditures related to providing comprehensive services to transition participants from public assistance to self sufficiency. Funding is provided by the Federal and State grants from the State of New Mexico Human Services Department and the Department of Transportation. (Authority: County Commission)

**2483- 5311 Grant 06-07** - The County established these funds to account for expenditures related to providing comprehensive services to transition participants from public assistance to self sufficiency. Funding is provided by the Federal and State grants from the State of New Mexico Human Services Department and the Department of Transportation. (Authority: County Commission)

**2484 – Maternal/Child Health** – The County established this fund to account for expenditures for the child health promotion and early intervention. Funding is provided by a grant for the State Family Health Bureau. (Authority: County Commission)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2007

**SPECIAL REVENUE FUNDS (Continued)**

**2485 – CYFD 2004** - The County, working in conjunction with its Rio Arriba Juvenile Justice Board, established this fund to account for expenditures incurred for continuum of programs for youth at high risk of delinquent behavior. Rio Arriba acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

**2486- DOH CHI CNSL** – The County established this fund to provide activities to address positive health outcomes in New Mexico. Funding provided by Department of Health. (Authority: County Commission)

**2487- Region 2 Behavioral Health/Value Options** – The County established the fund to account for expenditures incurred for case management and outreach services. Funding provided by R2BHP. (Authority: County Commission)

**2489- Region 2 Behavioral Health** – The County established the fund to account for expenditures for continuation of case management services for substance abuse. (Authority: County Commission)

**2490- SW Region Carson N. F.** – The County established this fund to account for expenditures relative to the development of its wild land-urban interface fire mitigation plan. Funding provided by grant from U.S. Department of Agriculture. (Authority: County Commission)

**2491- ENMRD Wild Land Fire Co.** - To account for expenditures related to the containment of wild land fires and reimbursed by a grant from the State of New Mexico’s Energy, Minerals and Natural Resources Department State Forestry Division. (Authority: County Commission)

**2493- Bird Flu Planning** – The County established this fund to provide awareness to the community of threats of the bird flu. Funding is provided by a grant from the Department of Health (Authority: County Commission)

**2498- RDC Department of Energy Grant** – The County established this fund to account for expenditures relative to rural development projects. Funding is provided by a grant from the Department of Energy. (Authority: NMSA 118)

**2499- RAJJB 07-690-3057** – The County established this fund to provide effective services and temporary non secure alternatives to detentions for youth that have been refer to juvenile detention and parole. Rio Arriba Acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

**2528- Inmate Evercom Phone** – The County established this fund to account for inmate telephone expenditures. Financing is provided from phone system charges (Authority: County Commission)

**7740- Inmate Fund** – To account for revenues and expenditures on behalf of Detention Center inmates. (Authority: County Commission)

**DEBT SERVICE FUNDS**

**4000, 4401, 4410, and 4420- Debt Service Fund** - The County established this fund to accumulate monies for the repayment of the debt. The County financed the fund primarily from the receipt of Ad Valorem taxes, Count’s Fire Fund, and General Fund.



**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2007

**CAPITAL PROJECTS FUNDS**

**3222- CDBG Comprehensive Plan** – To account for expenditures related to preparation of the county’s comprehensive plan. (Authority: County Commission)

**3223- CDBG Health Comments** – To account for the planning, design, and construction the health comment facility (Authority: County Commission)

**3244- CDBG Grants Match Funds** – To account for expenditures related to the Community Development Block Grant matching program (Authority: County Commission)

**3248-3249, 3263-3266, 3296, and 3298- Senior Appropriations** – account for the planning, design, and construction of senior centers. Funding is provided by the General Fund Appropriation.

**3283 – Coyote Land Closures** – To account for expenditures for planning landfill closures. Funding is provided by a grant from the New Mexico Environment Department and a transfer from the County’s General Fund. (Authority: County Commission)

**3284 - Regional Landfill Development Fund** – To account for expenditures related to the development of a Regional Landfill. (Authority: County Commission)

**3285 – Landfill Closure** – To account for expenditures for planning landfill closures. (Authority: County Commission)

**3286 – SWFGFP 96-20 Construction Program** – Solid Waste Facility Capital Outlay Program. To account for capital expenditures related to construction funding provided by NMED Construction Program Bureau. (Authority: County Commission)

**3292- Alcalde Multipurpose** - The County established this fund to account for the planning, design and construction of a multipurpose center. Funding is provided by a General Fund Appropriation. (Authority: County Commission.)

**3295 – North Central Solid Waste** – The County established this fund to account for expenditures to acquire vehicles for the County’s Enterprise (Solid Waste) Fund. Funding provided by a grant from the New Mexico Environment Department. (Authority: County Commission)

**3366 – Fire District Bond Fund** – The County established this fund to account for the initial receipt of the funds from the issuance of bonds and the subsequent expenditures of those funds. (Authority: County Commission)

**3367 – EMS Bond Fund** – The County established this fund to account for the initial receipt of funds from the issuance of bonds and the subsequent expenditures of those funds. (Authority: County Commission)

**3600- 3603, 3610-3615, 3621-3622, and 3624-3625 – 2006 Projects** – The County established these funds to account for revenue and expenditures relative to various 2006 County facility construction projects. (Authority: County Commission)

**3700- Ojo Sarco Fire Department** – The County established these funds to account for revenue and expenditures relative to Ojo Sarco Fire department construction projects. (Authority: County Commission)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2007

	Special Revenue			
	Jail Operations	Solid Waste	County Property Valuation	Road Projects
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ 73,724	\$ 956,583
Accounts receivable				
Other taxes	-	14,871	-	61,192
Intergovernmental	10,750	-	-	-
Other receivables	-	-	-	168,791
<i>Total assets</i>	\$ 10,750	\$ 14,871	\$ 73,724	1,186,566
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 60,900
Accrued payroll	-	-	895	40,597
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	-	-	895	101,497
<i>Fund balances</i>				
Unreserved				
Special revenue	10,750	14,871	72,829	1,085,069
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	10,750	14,871	72,829	1,085,069
<i>Total liabilities and fund balances</i>	\$ 10,750	\$ 14,871	\$ 73,724	\$ 1,186,566

The accompanying notes are an integral part of these financial statements

Special Revenue

Emergency Comm/ EMS	Farm & Range Improvement	Forest Reserve Title III	Law Enforcement	Lodgers' Tax Act
\$ 948,892	\$ -	\$ 159,233	\$ -	\$ 45,205
118,407	-	-	-	-
-	30,000	-	-	-
-	-	-	40,200	-
<u>\$ 1,067,299</u>	<u>\$ 30,000</u>	<u>\$ 159,233</u>	<u>\$ 40,200</u>	<u>\$ 45,205</u>
\$ -	\$ -	\$ -	\$ -	\$ -
1,096	-	1,096	-	-
-	-	-	-	-
-	29,338	-	-	-
<u>1,096</u>	<u>29,338</u>	<u>1,096</u>	<u>-</u>	<u>-</u>
1,066,203	662	158,137	40,200	45,205
-	-	-	-	-
-	-	-	-	-
<u>1,066,203</u>	<u>662</u>	<u>158,137</u>	<u>40,200</u>	<u>45,205</u>
<u>\$ 1,067,299</u>	<u>\$ 30,000</u>	<u>\$ 159,233</u>	<u>\$ 40,200</u>	<u>\$ 45,205</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2007

	Special Revenue			
	Recreation	Senior Citizen Program	Indigent	County Fire Protection
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ 17,132	\$ 802,636	\$ 1,131,324
Accounts receivable				
Other taxes	-	-	90,791	-
Intergovernmental	-	-	-	-
Other receivables	-	125,879	19,700	-
<i>Total assets</i>	\$ -	\$ 143,011	\$ 913,127	\$ 1,131,324
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	45,215	2,324	-
Accrued compensated absences	-	8,100	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	-	53,315	2,324	-
<i>Fund balances</i>				
Unreserved				
Special revenue	-	89,696	910,803	1,131,324
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	-	89,696	910,803	1,131,324
<i>Total liabilities and fund balances</i>	\$ -	\$ 143,011	\$ 913,127	\$ 1,131,324

The accompanying notes are an integral part of these financial statements

Special Revenue				
Clerk Recording & Filing	DWI Grant	Fire Departments Fund	EMS Fund	RAC Fire & Rescue Association
\$ 148,635	\$ -	\$ 2,016,062	\$ 106,270	\$ 493
-	-	-	-	-
-	-	-	-	-
-	83,265	12,989	-	-
<u>\$ 148,635</u>	<u>\$ 83,265</u>	<u>\$ 2,029,051</u>	<u>\$ 106,270</u>	<u>\$ 493</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	14,672	-	-	-
-	-	-	-	-
-	59,022	-	-	-
<u>-</u>	<u>73,694</u>	<u>-</u>	<u>-</u>	<u>-</u>
148,635	9,571	2,029,051	106,270	493
-	-	-	-	-
-	-	-	-	-
<u>148,635</u>	<u>9,571</u>	<u>2,029,051</u>	<u>106,270</u>	<u>493</u>
<u>\$ 148,635</u>	<u>\$ 83,265</u>	<u>\$ 2,029,051</u>	<u>\$ 106,270</u>	<u>\$ 493</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2007

	Special Revenue			
	New Mexico State Library	Wildlife Reduction Plan	Summer Food Program	SCAAP
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 34,820
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	12,165	-	-	-
Other receivables	-	16,179	27,941	-
<i>Total assets</i>	\$ 12,165	\$ 16,179	\$ 27,941	\$ 34,820
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 1,619	\$ -
Accrued payroll	2,219	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	15,349	16,179	20,965	-
<i>Total liabilities</i>	17,568	16,179	22,584	-
<i>Fund balances</i>				
Unreserved				
Special revenue	(5,403)	-	5,357	34,820
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	(5,403)	-	5,357	34,820
<i>Total liabilities and fund balances</i>	\$ 12,165	\$ 16,179	\$ 27,941	\$ 34,820

The accompanying notes are an integral part of these financial statements

Special Revenue

Local Law Enforcement Block Grant	Department of Transportation Check Points	Water Study Grant	Farmland Protection	Acequia Tech Assistance
\$ 25,455	\$ -	\$ 9,835	\$ 4,804	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 25,455</u>	<u>\$ -</u>	<u>\$ 9,835</u>	<u>\$ 4,804</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	7,495	-	-	-
-	-	-	-	-
-	225,855	-	-	-
<u>-</u>	<u>233,350</u>	<u>-</u>	<u>-</u>	<u>-</u>
25,455	(233,350)	9,835	4,804	-
-	-	-	-	-
-	-	-	-	-
<u>25,455</u>	<u>(233,350)</u>	<u>9,835</u>	<u>4,804</u>	<u>-</u>
<u>\$ 25,455</u>	<u>\$ -</u>	<u>\$ 9,835</u>	<u>\$ 4,804</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2007

	Special Revenue			
	NMSHTD Road Project	RAC Just. BD/ LANL Grant	CYFD 2007	Public Education Department
<i>Assets</i>				
Cash and cash equivalents	\$ 120,000	\$ -	\$ 297	\$ -
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
<i>Total assets</i>	\$ 120,000	\$ -	\$ 297	\$ -
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	102
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	-	1,162
<i>Total liabilities</i>	-	-	-	1,264
<i>Fund balances</i>				
Unreserved				
Special revenue	120,000	-	297	(1,264)
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	120,000	-	297	(1,264)
<i>Total liabilities and fund balances</i>	\$ 120,000	\$ -	\$ 297	\$ -

The accompanying notes are an integral part of these financial statements



Special Revenue				
DOH	NMCYFD	Española Schools Truancy	CEM- Emergency Preparedness	Federal Transport A 5311 Grant
\$ -	\$ 5,391	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 5,391</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>113,266</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>113,266</u>	<u>-</u>
-	5,391	-	(113,266)	-
-	-	-	-	-
<u>-</u>	<u>5,391</u>	<u>-</u>	<u>(113,266)</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 5,391</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2007

	Special Revenue			
	CYFD 2006	05-06 Welfare Reform Tr	05-06LVT/ SFE Pojoaque Co	LVT/ SFE Pojoaque Corrid
<i>Assets</i>				
Cash and cash equivalents	\$ 20,400	\$ -	\$ -	\$ -
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
<i>Total assets</i>	\$ 20,400	\$ -	\$ -	\$ -
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	-	-	-	-
<i>Fund balances</i>				
Unreserved				
Special revenue	20,400	-	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	20,400	-	-	-
<i>Total liabilities and fund balances</i>	\$ 20,400	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue				
5311 Grant 06-07	Maternal/ Child Health	CYFD 2004	DOH CHI CNSL	Region 2 Behavioral Health/ Value Options
\$ 19,705	\$ 19,609	\$ -	\$ -	\$ 33,047
-	-	-	-	-
-	-	-	32,200	-
17,294	-	-	-	-
<u>\$ 36,999</u>	<u>\$ 19,609</u>	<u>\$ -</u>	<u>\$ 32,200</u>	<u>\$ 33,047</u>
\$ -	\$ -	\$ -	\$ -	\$ -
9,276	-	-	-	6,161
-	-	-	-	-
-	-	-	28,467	-
<u>9,276</u>	<u>-</u>	<u>-</u>	<u>28,467</u>	<u>6,161</u>
27,723	19,609	-	3,733	26,886
-	-	-	-	-
-	-	-	-	-
<u>27,723</u>	<u>19,609</u>	<u>-</u>	<u>3,733</u>	<u>26,886</u>
<u>\$ 36,999</u>	<u>\$ 19,609</u>	<u>\$ -</u>	<u>\$ 32,200</u>	<u>\$ 33,047</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2007

	Special Revenue			
	Region 2 Behavioral Health	SW Region Carson Nat. F	ENMRD Wildland Fire Co	Bird Flu Planning
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 5,819
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,819</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Unreserved				
Special revenue	-	-	-	5,819
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,819</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,819</u>

The accompanying notes are an integral part of these financial statements

Special Revenue				Debt Service
RDC Department of Energy Grant	RAJJB 07-690- 3057	Inmate Evercom Phone	Inmate Fund	Debt Service Fund
\$ 20,971	\$ -	\$ 122,489	\$ 33,069	\$ 6,972
-	-	-	-	-
-	-	-	-	-
-	38,161	-	-	-
<u>\$ 20,971</u>	<u>\$ 38,161</u>	<u>\$ 122,489</u>	<u>\$ 33,069</u>	<u>\$ 6,972</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	40,473	-	-	-
<u>-</u>	<u>40,473</u>	<u>-</u>	<u>-</u>	<u>-</u>
20,971	(2,312)	122,489	33,069	-
-	-	-	-	6,972
-	-	-	-	-
<u>20,971</u>	<u>(2,312)</u>	<u>122,489</u>	<u>33,069</u>	<u>6,972</u>
<u>\$ 20,971</u>	<u>\$ 38,161</u>	<u>\$ 122,489</u>	<u>\$ 33,069</u>	<u>\$ 6,972</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2007

	Capital Projects			
	CDBG Comprehensive Plan	CDBG Health Comments	CDBG Grants Match Funds	Senior Appropriations
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ 20,000	\$ 25,349
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	218,250
Other receivables	-	-	-	-
<i>Total assets</i>	\$ -	\$ -	\$ 20,000	\$ 243,599
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	13,000	56,117	-	453,361
<i>Total liabilities</i>	13,000	56,117	-	453,361
<i>Fund balances</i>				
Unreserved				
Special revenue	-	-	-	-
Debt service	-	-	-	-
Capital projects	(13,000)	(56,117)	20,000	(209,762)
<i>Total fund balances</i>	(13,000)	(56,117)	20,000	(209,762)
<i>Total liabilities and fund balances</i>	\$ -	\$ -	\$ 20,000	\$ 243,599

The accompanying notes are an integral part of these financial statements

Capital Projects				
Coyote Land Closures	Regional Landfill Develop	Landfill Closure	SWFGFP 96- 20 Construction Program	Alcalde Multipurpose
\$ -	\$ 91,870	\$ 97,500	\$ 63,221	\$ 1,110
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 91,870</u>	<u>\$ 97,500</u>	<u>\$ 63,221</u>	<u>\$ 1,110</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	91,870	97,500	63,221	1,110
-	<u>91,870</u>	<u>97,500</u>	<u>63,221</u>	<u>1,110</u>
<u>\$ -</u>	<u>\$ 91,870</u>	<u>\$ 97,500</u>	<u>\$ 63,221</u>	<u>\$ 1,110</u>

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 June 30, 2007

	Capital Projects			
	North Central Solid Waste	Fire District Bond Fund	EMS Bond Fund	2006 Projects
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ 547,002	\$ 57,319	\$ -
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	114,329
Other receivables	-	-	-	-
<i>Total assets</i>	\$ -	\$ 547,002	\$ 57,319	\$ 114,329
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Accrued compensated absences	-	-	-	-
Due to other funds	-	-	-	545,737
<i>Total liabilities</i>	-	-	-	545,737
<i>Fund balances</i>				
Unreserved				
Special revenue	-	-	-	-
Debt service	-	-	-	-
Capital projects	-	547,002	57,319	(431,408)
<i>Total fund balances</i>	-	547,002	57,319	(431,408)
<i>Total liabilities and fund balances</i>	\$ -	\$ 547,002	\$ 57,319	\$ 114,329

The accompanying notes are an integral part of these financial statements



<u>Capital Projects</u>	Total non- major governmental funds
Ojo Sarco Fire Department	
\$ 180,000	\$ 7,972,243
-	285,261
-	417,694
-	550,399
<u>\$ 180,000</u>	<u>\$ 9,225,597</u>
\$ -	\$ 62,519
-	131,148
-	8,100
-	1,618,291
<u>-</u>	<u>1,820,058</u>
-	7,050,832
-	6,972
180,000	347,735
<u>180,000</u>	<u>7,405,539</u>
<u>\$ 180,000</u>	<u>\$ 9,225,597</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Special Revenue			
	Jail Operations	Solid Waste	County Property Valuation	Road Projects
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ 117,658	\$ -
Gross receipts	-	300,660	-	-
Gasoline and motor vehicle	-	-	-	461,542
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	303,992
Federal capital grants	-	-	-	-
State operating grants	5,885	-	-	122,525
State capital grants	-	-	-	254,098
Charges for services	81,141	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>87,026</u>	<u>300,660</u>	<u>117,658</u>	<u>1,142,157</u>
<i>Expenditures</i>				
Current				
General government	-	-	121,317	-
Public safety	95,663	-	-	-
Public works	-	980,001	-	2,060,354
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	15,458
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>95,663</u>	<u>980,001</u>	<u>121,317</u>	<u>2,075,812</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(8,637)</u>	<u>(679,341)</u>	<u>(3,659)</u>	<u>(933,655)</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	620,570	-	1,824,823
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>620,570</u>	<u>-</u>	<u>1,824,823</u>
<i>Net change in fund balances</i>	(8,637)	(58,771)	(3,659)	891,168
<i>Fund balances - beginning of year</i>	<u>19,387</u>	<u>73,642</u>	<u>76,488</u>	<u>193,901</u>
<i>Fund balances - end of year</i>	<u>\$ 10,750</u>	<u>\$ 14,871</u>	<u>\$ 72,829</u>	<u>\$ 1,085,069</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Emergency Comm/EMS</u>	<u>Farm &amp; Range Improvement</u>	<u>Forest Reserve Title III</u>	<u>Law Enforcement</u>	<u>Lodgers' Tax Act</u>
\$ -	\$ -	\$ -	\$ -	\$ -
1,428,971	-	-	-	-
-	-	-	-	-
-	-	-	-	35,701
-	36,262	65,067	-	-
-	-	-	-	-
-	-	-	43,896	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	4,010
<u>1,428,971</u>	<u>36,262</u>	<u>65,067</u>	<u>43,896</u>	<u>39,711</u>
-	-	-	-	-
810,035	-	66,570	26,026	-
-	-	-	-	-
-	60,000	-	-	58,100
-	-	-	-	-
113,928	-	-	18,470	-
-	-	-	-	-
-	-	-	-	-
<u>923,963</u>	<u>60,000</u>	<u>66,570</u>	<u>44,496</u>	<u>58,100</u>
<u>505,008</u>	<u>(23,738)</u>	<u>(1,503)</u>	<u>(600)</u>	<u>(18,389)</u>
-	23,287	-	-	-
-	-	-	-	-
-	<u>23,287</u>	-	-	-
505,008	(451)	(1,503)	(600)	(18,389)
<u>561,195</u>	<u>1,113</u>	<u>159,640</u>	<u>40,800</u>	<u>63,594</u>
<u>\$ 1,066,203</u>	<u>\$ 662</u>	<u>\$ 158,137</u>	<u>\$ 40,200</u>	<u>\$ 45,205</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Special Revenue			
	Recreation	Senior Citizen Program	Indigent	County Fire Protection
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	1,082,992	466,365
Gasoline and motor vehicle	-	-	-	-
Other	561	-	-	-
Intergovernmental:				
Federal operating grants	-	3,181	-	-
Federal capital grants	-	-	-	-
State operating grants	-	780,977	-	-
State capital grants	-	-	-	-
Charges for services	-	54,473	-	-
Licenses and fees	4,954	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	317	88,843	-
<i>Total revenues</i>	<u>5,515</u>	<u>838,948</u>	<u>1,171,835</u>	<u>466,365</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	150,058
Public works	-	-	-	-
Culture and recreation	8,604	1,543,276	-	-
Health and welfare	-	-	1,141,984	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,604</u>	<u>1,543,276</u>	<u>1,141,984</u>	<u>150,058</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,089)</u>	<u>(704,328)</u>	<u>29,851</u>	<u>316,307</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	750,000	-	-
Transfers (out)	-	-	-	(247,475)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>750,000</u>	<u>-</u>	<u>(247,475)</u>
<i>Net change in fund balances</i>	(3,089)	45,672	29,851	68,832
<i>Fund balances - beginning of year</i>	<u>3,089</u>	<u>44,024</u>	<u>880,952</u>	<u>1,062,492</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 89,696</u>	<u>\$ 910,803</u>	<u>\$ 1,131,324</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Clerk Recording & Filing	DWI Grant	Fire Departments Fund	EMS Fund	RAC Fire & Rescue Association
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	200,115	-	-
-	-	-	-	-
-	322,819	215,302	94,711	-
-	-	-	-	-
-	-	-	-	-
47,913	-	-	-	-
-	-	-	-	-
-	59,924	14,748	526	-
<u>47,913</u>	<u>382,743</u>	<u>430,165</u>	<u>95,237</u>	<u>-</u>
30,250	-	-	-	-
-	551,644	689,983	97,450	234
-	-	-	-	-
-	-	-	-	-
-	-	19,390	-	-
-	-	-	-	-
-	-	-	-	-
<u>30,250</u>	<u>551,644</u>	<u>709,373</u>	<u>97,450</u>	<u>234</u>
<u>17,663</u>	<u>(168,901)</u>	<u>(279,208)</u>	<u>(2,213)</u>	<u>(234)</u>
-	54,330	73,017	-	-
-	-	(156,128)	(55,517)	-
<u>-</u>	<u>54,330</u>	<u>(83,111)</u>	<u>(55,517)</u>	<u>-</u>
17,663	(114,571)	(362,319)	(57,730)	(234)
<u>130,972</u>	<u>124,142</u>	<u>2,391,370</u>	<u>164,000</u>	<u>727</u>
<u>\$ 148,635</u>	<u>\$ 9,571</u>	<u>\$ 2,029,051</u>	<u>\$ 106,270</u>	<u>\$ 493</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Special Revenue			
	New Mexico State Library	Wildlife Reduction Plan	Summer Food Program	SCAAP
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	16,179	-	-
Federal capital grants	-	-	-	-
State operating grants	19,171	-	51,333	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>19,171</u>	<u>16,179</u>	<u>51,333</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	16,179	-	-
Health and welfare	24,574	-	50,350	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>24,574</u>	<u>16,179</u>	<u>50,350</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(5,403)</u>	<u>-</u>	<u>983</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	13,244	-
Transfers (out)	-	-	(13,244)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	(5,403)	-	983	-
<i>Fund balances - beginning of year</i>	-	-	4,374	34,820
<i>Fund balances - end of year</i>	<u>\$ (5,403)</u>	<u>\$ -</u>	<u>\$ 5,357</u>	<u>\$ 34,820</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Local Law Enforcement Block Grant</u>	<u>Department of Transportation Check Points</u>	<u>Water Study Grant</u>	<u>Farmland Protection</u>	<u>Acequia Tech Assistance</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	66,352	1,147	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>66,352</u>	<u>1,147</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	324,157	25,147	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>324,157</u>	<u>25,147</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	(257,805)	(24,000)	-	-
-	-	-	-	-
-	3,730	18,291	-	-
-	(11,344)	-	-	(79)
-	(7,614)	18,291	-	(79)
-	(265,419)	(5,709)	-	(79)
<u>25,455</u>	<u>32,069</u>	<u>15,544</u>	<u>4,804</u>	<u>79</u>
<u>\$ 25,455</u>	<u>\$ (233,350)</u>	<u>\$ 9,835</u>	<u>\$ 4,804</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Special Revenue			
	NMSHTD Road Project	RAC Just. BD/ LANL Grant	CYFD 2007	Public Education Department
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	15,251	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>15,251</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	2,935	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	14,954	1,264
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,935</u>	<u>14,954</u>	<u>1,264</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(2,935)</u>	<u>297</u>	<u>(1,264)</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	(2,935)	297	(1,264)
<i>Fund balances - beginning of year</i>	<u>120,000</u>	<u>2,935</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 120,000</u>	<u>\$ -</u>	<u>\$ 297</u>	<u>\$ (1,264)</u>

The accompanying notes are an integral part of these financial statements



Special Revenue				
DOH	NMCYFD	Española Schools Truancy	CEM- Emergency Preparedness	Federal Transport A 5311 Grant
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	10,000	17,459	-	69,013
-	-	-	-	-
-	-	-	-	2,657
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>10,000</u>	<u>17,459</u>	<u>-</u>	<u>71,670</u>
-	-	-	113,266	101,573
-	-	17,459	-	-
-	9,359	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>9,359</u>	<u>17,459</u>	<u>113,266</u>	<u>101,573</u>
-	641	-	(113,266)	(29,903)
-	-	-	-	66,594
(1)	-	-	-	(3,747)
(1)	-	-	-	62,847
(1)	641	-	(113,266)	32,944
1	4,750	-	-	(32,944)
<u>\$ -</u>	<u>\$ 5,391</u>	<u>\$ -</u>	<u>\$ (113,266)</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 For the Year Ended June 30, 2007

	Special Revenue			
	CYFD 2006	05-06 Welfare Reform Tr	05-06LVT/ SFE Pojoaque Co	LVT/ SFE Pojoaque Corrid
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	36,013	6,534	25	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>36,013</u>	<u>6,534</u>	<u>25</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	4,000	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>32,013</u>	<u>6,534</u>	<u>25</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers (out)	-	(16)	(9)	(423)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(16)</u>	<u>(9)</u>	<u>(423)</u>
<i>Net change in fund balances</i>	32,013	6,518	16	(423)
<i>Fund balances - beginning of year</i>	<u>(11,613)</u>	<u>(6,518)</u>	<u>(16)</u>	<u>423</u>
<i>Fund balances - end of year</i>	<u>\$ 20,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue				
5311 Grant 06-07	Maternal/ Child Health	CYFD 2004	DOH CHI CNSL	Region 2 Behavioral Health/ Value Options
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
70,036	-	-	18,750	79,328
-	-	-	-	-
-	-	-	-	-
10,761	-	-	-	-
-	-	-	-	-
17,294	963	-	32,200	25,396
<u>98,091</u>	<u>963</u>	<u>-</u>	<u>50,950</u>	<u>104,724</u>
278,081	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	254	-	47,217	152,368
-	-	-	-	-
-	-	-	-	-
<u>278,081</u>	<u>254</u>	<u>-</u>	<u>47,217</u>	<u>152,368</u>
<u>(179,990)</u>	<u>709</u>	<u>-</u>	<u>3,733</u>	<u>(47,644)</u>
207,713	-	-	-	-
-	-	(99)	-	-
<u>207,713</u>	<u>-</u>	<u>(99)</u>	<u>-</u>	<u>-</u>
27,723	709	(99)	3,733	(47,644)
-	18,900	99	-	74,530
<u>\$ 27,723</u>	<u>\$ 19,609</u>	<u>\$ -</u>	<u>\$ 3,733</u>	<u>\$ 26,886</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Special Revenue			
	Region 2 Behavioral Health	SW Region Carson Nat. F	ENMRD Wildland Fire Co	Bird Flu Planning
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	9,008
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,008</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	3,189
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,189</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,819</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers (out)	(2,601)	(1,299)	(1,388)	-
<i>Total other financing sources (uses)</i>	<u>(2,601)</u>	<u>(1,299)</u>	<u>(1,388)</u>	<u>-</u>
<i>Net change in fund balances</i>	(2,601)	(1,299)	(1,388)	5,819
<i>Fund balances - beginning of year</i>	<u>2,601</u>	<u>1,299</u>	<u>1,388</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,819</u>

The accompanying notes are an integral part of these financial statements

Special Revenue				Debt Service
RDC Department of Energy Grant	RAJJB 07-690- 3057	Inmate Evercom Phone	Inmate Fund	Debt Service Fund
\$ -	\$ -	\$ -	\$ -	\$ 5,102
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	73,115	-	-	-
-	-	21,070	10,319	-
-	-	-	-	-
-	-	-	-	-
-	38,161	-	3,162	8,246
<u>-</u>	<u>111,276</u>	<u>21,070</u>	<u>13,481</u>	<u>13,348</u>
-	113,588	-	-	350
-	-	-	510	-
-	-	-	-	-
-	-	1,554	-	-
-	-	-	-	-
-	-	-	-	400,000
-	-	-	-	129,781
<u>-</u>	<u>113,588</u>	<u>1,554</u>	<u>510</u>	<u>530,131</u>
-	(2,312)	19,516	12,971	(516,783)
-	-	-	-	520,453
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	520,453
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>520,453</u>
-	(2,312)	19,516	12,971	3,670
20,971	-	102,973	20,098	3,302
<u>\$ 20,971</u>	<u>\$ (2,312)</u>	<u>\$ 122,489</u>	<u>\$ 33,069</u>	<u>\$ 6,972</u>

**STATE OF NEW MEXICO**  
Rio Arriba County  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Capital Projects			
	CDBG Comprehensive Plan	CDBG Helath Comments	CDBG Grants Match Funds	Senior Appropriations
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	16,000	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	89,807
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>16,000</u>	<u>-</u>	<u>-</u>	<u>89,807</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	34,000	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	156,117	-	101,892
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>34,000</u>	<u>156,117</u>	<u>-</u>	<u>101,892</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(18,000)</u>	<u>(156,117)</u>	<u>-</u>	<u>(12,085)</u>
<i>Other financing sources (uses)</i>				
Transfers in	5,000	100,000	-	4,325
Transfers (out)	-	-	(105,000)	(1,905)
<i>Total other financing sources (uses)</i>	<u>5,000</u>	<u>100,000</u>	<u>(105,000)</u>	<u>2,420</u>
<i>Net change in fund balances</i>	(13,000)	(56,117)	(105,000)	(9,665)
<i>Fund balances - beginning of year</i>	-	-	125,000	(200,097)
<i>Fund balances - end of year</i>	<u>\$ (13,000)</u>	<u>\$ (56,117)</u>	<u>\$ 20,000</u>	<u>\$ (209,762)</u>

The accompanying notes are an integral part of these financial statements

Capital Projects

Coyote Land Closures	Regional Landfill Develop	Landfill Closure	SWFGFP 96- 20 Construction Program	Alcalde Multipurpose
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	2,500	-	-
-	-	-	-	-
-	-	-	-	-
-	-	2,500	-	-
-	-	-	-	-
-	-	(2,500)	-	-
-	-	-	-	-
(1,520)	-	-	-	-
(1,520)	-	-	-	-
(1,520)	-	(2,500)	-	-
1,520	91,870	100,000	63,221	1,110
\$ -	\$ 91,870	\$ 97,500	\$ 63,221	\$ 1,110

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 For the Year Ended June 30, 2007

	Capital Projects			
	North Central Solid Waste	Fire District Bond Fund	EMS Bond Fund	2006 Projects
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	105,000
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	9,447	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	9,447	-	105,000
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	3,928	536,408
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	3,928	536,408
<i>Excess (deficiency) of revenues over expenditures</i>	-	9,447	(3,928)	(431,408)
<i>Other financing sources (uses)</i>				
Transfers in	-	156,128	-	-
Transfers (out)	(214,837)	-	-	-
<i>Total other financing sources (uses)</i>	(214,837)	156,128	-	-
<i>Net change in fund balances</i>	(214,837)	165,575	(3,928)	(431,408)
<i>Fund balances - beginning of year</i>	214,837	381,427	61,247	-
<i>Fund balances - end of year</i>	\$ -	\$ 547,002	\$ 57,319	\$ (431,408)

The accompanying notes are an integral part of these financial statements



<u>Capital Projects</u>	Total non- major governmental funds
<u>Ojo Sarco Fire Department</u>	<u></u>
\$ -	\$ 122,760
-	3,278,988
-	461,542
-	36,262
-	624,796
-	16,000
-	2,128,650
180,000	628,905
-	167,003
-	66,285
-	9,447
-	293,790
180,000	7,834,428
-	758,425
-	2,840,412
-	3,057,814
-	1,723,348
-	1,447,878
-	968,091
-	400,000
-	129,781
-	11,325,749
180,000	(3,491,321)
-	4,441,505
-	(816,632)
-	3,624,873
180,000	133,552
-	7,271,987
\$ 180,000	\$ 7,405,539

(This page intentionally left blank)

## STATE OF NEW MEXICO

Schedule B-1

Rio Arriba County

Jail Operations Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	5,885	5,885
State capital grants	-	-	-	-
Charges for services	75,000	75,000	70,391	(4,609)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>75,000</u>	<u>75,000</u>	<u>76,276</u>	<u>1,276</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	94,387	95,663	95,663	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>94,387</u>	<u>95,663</u>	<u>95,663</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(19,387)</u>	<u>(20,663)</u>	<u>(19,387)</u>	<u>1,276</u>
<i>Other financing sources (uses)</i>				
Designated cash	19,387	20,663	-	(20,663)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>19,387</u>	<u>20,663</u>	<u>-</u>	<u>(20,663)</u>
<i>Net change in fund balances</i>	-	-	(19,387)	(19,387)
<i>Fund balances - beginning of year</i>	-	-	19,387	19,387
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (8,637)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				10,750
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (19,387)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-2

Rio Arriba County

Solid Waste Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	250,000	319,135	311,565	(7,570)
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>250,000</u>	<u>319,135</u>	<u>311,565</u>	<u>(7,570)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	910,865	980,000	980,000	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>910,865</u>	<u>980,000</u>	<u>980,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(660,865)</u>	<u>(660,865)</u>	<u>(668,435)</u>	<u>(7,570)</u>
<i>Other financing sources (uses)</i>				
Designated cash	660,865	40,295	-	(40,295)
Transfers in	-	620,570	620,570	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>660,865</u>	<u>660,865</u>	<u>620,570</u>	<u>(40,295)</u>
<i>Net change in fund balances</i>	-	-	(47,865)	(47,865)
<i>Fund balances - beginning of year</i>	-	-	47,865	47,865
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (58,771)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(10,905)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				(1)
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (47,865)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-3

Rio Arriba County

County Property Valuation Special Revenue Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 90,000	\$ 90,000	\$ 117,658	\$ 27,658
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>90,000</u>	<u>90,000</u>	<u>117,658</u>	<u>27,658</u>
<i>Expenditures:</i>				
Current:				
General government	166,488	166,488	121,317	45,171
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>166,488</u>	<u>166,488</u>	<u>121,317</u>	<u>45,171</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(76,488)</u>	<u>(76,488)</u>	<u>(3,659)</u>	<u>72,829</u>
<i>Other financing sources (uses)</i>				
Designated cash	76,488	76,488	-	(76,488)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>76,488</u>	<u>76,488</u>	<u>-</u>	<u>(76,488)</u>
<i>Net change in fund balances</i>	-	-	(3,659)	(3,659)
<i>Fund balances - beginning of year</i>	-	-	76,488	76,488
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 72,829</u>	<u>\$ 72,829</u>
Net change in fund balances (GAAP)				\$ (3,659)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (3,659)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-4

Rio Arriba County

Road Projects Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	505,000	505,000	439,251	(65,749)
Intergovernmental:				
Federal operating grants	250,000	250,000	195,201	(54,799)
Federal capital grants	-	-	-	-
State operating grants	452,089	914,346	217,525	(696,821)
State capital grants	245,830	556,808	254,098	(302,710)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	2,000	2,000	-	(2,000)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,454,919</u>	<u>2,228,154</u>	<u>1,106,075</u>	<u>(1,122,079)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	2,422,454	3,656,685	1,999,454	1,657,231
Capital outlay	605,000	614,000	15,458	598,542
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,027,454</u>	<u>4,270,685</u>	<u>2,014,912</u>	<u>2,255,773</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,572,535)</u>	<u>(2,042,531)</u>	<u>(908,837)</u>	<u>1,133,694</u>
<i>Other financing sources (uses)</i>				
Designated cash	1,572,535	217,708	-	(217,708)
Transfers in	-	1,824,823	1,824,823	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,572,535</u>	<u>2,042,531</u>	<u>1,824,823</u>	<u>(217,708)</u>
<i>Net change in fund balances</i>	-	-	915,986	915,986
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 915,986</u>	<u>\$ 915,986</u>
Net change in fund balances (GAAP)				\$ 891,168
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				36,082
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				(60,900)
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 915,986</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-5

Rio Arriba County

Emergency Comm/EMS Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	1,000,000	1,190,467	1,416,433	225,966
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,000,000</u>	<u>1,190,467</u>	<u>1,416,433</u>	<u>225,966</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	1,455,326	1,451,326	810,035	641,291
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	194,467	113,928	80,539
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,455,326</u>	<u>1,645,793</u>	<u>923,963</u>	<u>721,830</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(455,326)</u>	<u>(455,326)</u>	<u>492,470</u>	<u>947,796</u>
<i>Other financing sources (uses)</i>				
Designated cash	455,326	455,326	-	(455,326)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>455,326</u>	<u>455,326</u>	<u>-</u>	<u>(455,326)</u>
<i>Net change in fund balances</i>	-	-	492,470	492,470
<i>Fund balances - beginning of year</i>	-	-	455,326	455,326
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 947,796</u>	<u>\$ 947,796</u>
Net change in fund balances (GAAP)				\$ 505,008
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				12,538
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 492,470</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-6

Rio Arriba County

Farm & Range Improvement Special Revenue Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	5,600	35,600	6,262	(29,338)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,600</u>	<u>35,600</u>	<u>6,262</u>	<u>(29,338)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	30,000	60,000	60,000	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>30,000</u>	<u>60,000</u>	<u>60,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(24,400)</u>	<u>(24,400)</u>	<u>(53,738)</u>	<u>(29,338)</u>
<i>Other financing sources (uses)</i>				
Designated cash	24,400	1,113	-	(1,113)
Transfers in	-	23,287	23,287	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>24,400</u>	<u>24,400</u>	<u>23,287</u>	<u>(1,113)</u>
<i>Net change in fund balances</i>	-	-	(30,451)	(30,451)
<i>Fund balances - beginning of year</i>	-	-	1,113	1,113
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,338)</u>	<u>\$ (29,338)</u>
Net change in fund balances (GAAP)				\$ (451)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				30,000
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (30,451)</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Schedule B-7

Rio Arriba County

Forest Reserve Title III Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	65,067	65,067
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>65,067</b>	<b>65,067</b>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	138,677	138,677	66,570	72,107
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total expenditures</b>	<b>138,677</b>	<b>138,677</b>	<b>66,570</b>	<b>72,107</b>
<i>Excess (deficiency) of revenues over expenditures</i>	<b>(138,677)</b>	<b>(138,677)</b>	<b>(1,503)</b>	<b>137,174</b>
<i>Other financing sources (uses)</i>				
Designated cash	138,677	138,677	-	(138,677)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>138,677</b>	<b>138,677</b>	<b>-</b>	<b>(138,677)</b>
<i>Net change in fund balances</i>	-	-	(1,503)	(1,503)
<i>Fund balances - beginning of year</i>	-	-	159,640	159,640
<i>Fund balances - end of year</i>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 158,137</b>	<b>\$ 158,137</b>
Net change in fund balances (GAAP)				\$ (1,503)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<b>\$ (1,503)</b>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-8

Rio Arriba County

Law Enforcement Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	39,000	44,496	44,496	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>39,000</u>	<u>44,496</u>	<u>44,496</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	32,000	28,556	26,026	2,530
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	7,000	15,940	18,470	(2,530)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>39,000</u>	<u>44,496</u>	<u>44,496</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (600)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(600)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-9

Rio Arriba County

Lodgers' Tax Act Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	40,000	40,075	40,041	(34)
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	4,010	4,010
<i>Total revenues</i>	<u>40,000</u>	<u>40,075</u>	<u>44,051</u>	<u>3,976</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	106,254	106,329	65,100	41,229
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>106,254</u>	<u>106,329</u>	<u>65,100</u>	<u>41,229</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(66,254)</u>	<u>(66,254)</u>	<u>(21,049)</u>	<u>45,205</u>
<i>Other financing sources (uses)</i>				
Designated cash	66,254	66,254	-	(66,254)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>66,254</u>	<u>66,254</u>	<u>-</u>	<u>(66,254)</u>
<i>Net change in fund balances</i>	-	-	(21,049)	(21,049)
<i>Fund balances - beginning of year</i>	-	-	66,254	66,254
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,205</u>	<u>\$ 45,205</u>
Net change in fund balances (GAAP)				\$ (18,389)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(4,340)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				7,000
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (21,049)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-10

Rio Arriba County

Recreation Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	600	600	561	(39)
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	2,400	2,400	4,954	2,554
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>3,000</u>	<u>3,000</u>	<u>5,515</u>	<u>2,515</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	6,089	9,888	8,604	1,284
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,089</u>	<u>9,888</u>	<u>8,604</u>	<u>1,284</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,089)</u>	<u>(6,888)</u>	<u>(3,089)</u>	<u>3,799</u>
<i>Other financing sources (uses)</i>				
Designated cash	3,089	6,888	-	(6,888)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>3,089</u>	<u>6,888</u>	<u>-</u>	<u>(6,888)</u>
<i>Net change in fund balances</i>	-	-	(3,089)	(3,089)
<i>Fund balances - beginning of year</i>	-	-	3,089	3,089
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (3,089)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (3,089)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-11

Rio Arriba County

Senior Citizen Program Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	3,181	3,181
Federal capital grants	-	-	-	-
State operating grants	836,291	852,553	712,537	(140,016)
State capital grants	-	-	-	-
Charges for services	-	-	69,107	69,107
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	219,379	219,379	317	(219,062)
<i>Total revenues</i>	<u>1,055,670</u>	<u>1,071,932</u>	<u>785,142</u>	<u>(286,790)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	1,692,920	1,711,868	1,539,130	172,738
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,692,920</u>	<u>1,711,868</u>	<u>1,539,130</u>	<u>172,738</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(637,250)</u>	<u>(639,936)</u>	<u>(753,988)</u>	<u>(114,052)</u>
<i>Other financing sources (uses)</i>				
Designated cash	637,250	(110,064)	-	110,064
Transfers in	-	750,000	750,000	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>637,250</u>	<u>639,936</u>	<u>750,000</u>	<u>110,064</u>
<i>Net change in fund balances</i>	-	-	(3,988)	(3,988)
<i>Fund balances - beginning of year</i>	-	-	(24,095)	(24,095)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (28,083)</u>	<u>\$ (28,083)</u>
Net change in fund balances (GAAP)				\$ 45,672
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				53,806
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				(4,146)
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (3,988)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-12

Rio Arriba County

Indigent Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	550,000	599,480	1,072,139	472,659
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	400,000	400,000	69,143	(330,857)
<i>Total revenues</i>	<u>950,000</u>	<u>999,480</u>	<u>1,141,282</u>	<u>141,802</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	1,751,014	1,845,974	1,141,984	703,990
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,751,014</u>	<u>1,845,974</u>	<u>1,141,984</u>	<u>703,990</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(801,014)</u>	<u>(846,494)</u>	<u>(702)</u>	<u>845,792</u>
<i>Other financing sources (uses)</i>				
Designated cash	801,014	846,494	-	(846,494)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>801,014</u>	<u>846,494</u>	<u>-</u>	<u>(846,494)</u>
<i>Net change in fund balances</i>	-	-	(702)	(702)
<i>Fund balances - beginning of year</i>	-	-	801,014	801,014
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 800,312</u>	<u>\$ 800,312</u>
Net change in fund balances (GAAP)				\$ 29,851
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				30,553
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (702)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-13

Rio Arriba County

County Fire Protection Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	500,000	500,000	517,907	17,907
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>500,000</u>	<u>500,000</u>	<u>517,907</u>	<u>17,907</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	1,263,475	1,263,475	150,058	1,113,417
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,263,475</u>	<u>1,263,475</u>	<u>150,058</u>	<u>1,113,417</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(763,475)</u>	<u>(763,475)</u>	<u>367,849</u>	<u>1,131,324</u>
<i>Other financing sources (uses)</i>				
Designated cash	763,475	1,010,950	-	(1,010,950)
Transfers in	-	-	-	-
Transfers out	-	(247,475)	(247,475)	-
<i>Total other financing sources (uses)</i>	<u>763,475</u>	<u>763,475</u>	<u>(247,475)</u>	<u>(1,010,950)</u>
<i>Net change in fund balances</i>	-	-	120,374	120,374
<i>Fund balances - beginning of year</i>	-	-	1,010,950	1,010,950
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,131,324</u>	<u>\$ 1,131,324</u>
Net change in fund balances (GAAP)				\$ 68,832
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(51,542)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 120,374</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-14

Rio Arriba County

Clerk Recording &amp; Filing Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	50,000	50,000	47,913	(2,087)
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>47,913</u>	<u>(2,087)</u>
<i>Expenditures:</i>				
Current:				
General government	180,972	180,972	30,250	150,722
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>180,972</u>	<u>180,972</u>	<u>30,250</u>	<u>150,722</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(130,972)</u>	<u>(130,972)</u>	<u>17,663</u>	<u>148,635</u>
<i>Other financing sources (uses)</i>				
Designated cash	130,972	130,972	-	(130,972)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>130,972</u>	<u>130,972</u>	<u>-</u>	<u>(130,972)</u>
<i>Net change in fund balances</i>	-	-	17,663	17,663
<i>Fund balances - beginning of year</i>	-	-	130,972	130,972
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 148,635</u>	<u>\$ 148,635</u>
Net change in fund balances (GAAP)				\$ 17,663
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 17,663</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Schedule B-15

Rio Arriba County

DWI Grant Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	582,948	636,282	551,448	(84,834)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	8,400	14,058	5,925	(8,133)
<i>Total revenues</i>	<u>591,348</u>	<u>650,340</u>	<u>557,373</u>	<u>(92,967)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	511,925	570,909	551,644	19,265
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>511,925</u>	<u>570,909</u>	<u>551,644</u>	<u>19,265</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>79,423</u>	<u>79,431</u>	<u>5,729</u>	<u>(73,702)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(79,423)	(133,761)	-	133,761
Transfers in	-	54,330	54,330	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(79,423)</u>	<u>(79,431)</u>	<u>54,330</u>	<u>133,761</u>
<i>Net change in fund balances</i>	-	-	60,059	60,059
<i>Fund balances - beginning of year</i>	-	-	(133,753)	(133,753)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (73,694)</u>	<u>\$ (73,694)</u>
Net change in fund balances (GAAP)				\$ (114,571)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(174,630)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 60,059</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-16

Rio Arriba County

Fire Departments Fund Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	176,951	200,115	23,164
Federal capital grants	-	-	-	-
State operating grants	1,120,782	1,334,403	1,326,084	(8,319)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	6,579	11,759	5,181
<i>Total revenues</i>	<u>1,120,782</u>	<u>1,517,933</u>	<u>1,537,958</u>	<u>20,025</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	2,221,449	2,587,845	700,389	1,887,456
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	21,000	21,753	19,390	2,363
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,242,449</u>	<u>2,609,598</u>	<u>719,779</u>	<u>1,889,819</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,121,667)</u>	<u>(1,091,665)</u>	<u>818,179</u>	<u>1,909,844</u>
<i>Other financing sources (uses)</i>				
Designated cash	1,121,667	1,174,776	-	(1,174,776)
Transfers in	-	73,017	73,017	-
Transfers out	-	(156,128)	(156,128)	-
<i>Total other financing sources (uses)</i>	<u>1,121,667</u>	<u>1,091,665</u>	<u>(83,111)</u>	<u>(1,174,776)</u>
<i>Net change in fund balances</i>	-	-	735,068	735,068
<i>Fund balances - beginning of year</i>	-	-	1,280,994	1,280,994
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,016,062</u>	<u>\$ 2,016,062</u>
Net change in fund balances (GAAP)				\$ (362,319)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(1,107,793)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				10,406
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 735,068</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-17

Rio Arriba County

EMS Fund Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	94,558	94,711	153
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	526	526
<i>Total revenues</i>	<u>-</u>	<u>94,558</u>	<u>95,237</u>	<u>679</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	104,892	258,569	97,450	161,119
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>104,892</u>	<u>258,569</u>	<u>97,450</u>	<u>161,119</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(104,892)</u>	<u>(164,011)</u>	<u>(2,213)</u>	<u>161,798</u>
<i>Other financing sources (uses)</i>				
Designated cash	104,892	219,528	-	(219,528)
Transfers in	-	-	-	-
Transfers out	-	(55,517)	(55,517)	-
<i>Total other financing sources (uses)</i>	<u>104,892</u>	<u>164,011</u>	<u>(55,517)</u>	<u>(219,528)</u>
<i>Net change in fund balances</i>	-	-	(57,730)	(57,730)
<i>Fund balances - beginning of year</i>	-	-	164,000	164,000
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 106,270</u>	<u>\$ 106,270</u>
Net change in fund balances (GAAP)				\$ (57,730)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (57,730)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-18

Rio Arriba County

RAC Fire & Rescue Association Special Revenue Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	727	234	493
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>727</u>	<u>234</u>	<u>493</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(727)</u>	<u>(234)</u>	<u>493</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	727	-	(727)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>727</u>	<u>-</u>	<u>(727)</u>
<i>Net change in fund balances</i>	-	-	(234)	(234)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>727</u>	<u>727</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 493</u>	<u>\$ 493</u>
Net change in fund balances (GAAP)				\$ (234)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (234)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-19

Rio Arriba County

New Mexico State Library Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	48,205	48,205	26,753	(21,452)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>48,205</u>	<u>48,205</u>	<u>26,753</u>	<u>(21,452)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	28,458	28,458	24,574	3,884
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>28,458</u>	<u>28,458</u>	<u>24,574</u>	<u>3,884</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>19,747</u>	<u>19,747</u>	<u>2,179</u>	<u>(17,568)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(19,747)	(19,747)	-	19,747
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(19,747)</u>	<u>(19,747)</u>	<u>-</u>	<u>19,747</u>
<i>Net change in fund balances</i>	-	-	2,179	2,179
<i>Fund balances - beginning of year</i>	-	-	(19,747)	(19,747)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,568)</u>	<u>\$ (17,568)</u>
Net change in fund balances (GAAP)				\$ (5,403)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(7,582)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 2,179</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-20

Rio Arriba County

Wildlife Reduction Plan Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	50,000	-	(50,000)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	50,000	16,179	33,821
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>50,000</u>	<u>16,179</u>	<u>33,821</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(16,179)</u>	<u>(16,179)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(16,179)	(16,179)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,179)</u>	<u>\$ (16,179)</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				16,179
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (16,179)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-21

Rio Arriba County

Summer Food Program Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	52,458	50,983	(1,475)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	88,655	-	(88,655)
<i>Total revenues</i>	<u>-</u>	<u>141,113</u>	<u>50,983</u>	<u>(90,130)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	52,195	104,653	48,731	55,922
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>52,195</u>	<u>104,653</u>	<u>48,731</u>	<u>55,922</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(52,195)</u>	<u>36,460</u>	<u>2,252</u>	<u>(34,208)</u>
<i>Other financing sources (uses)</i>				
Designated cash	52,195	(49,704)	-	49,704
Transfers in	-	13,244	13,244	-
Transfers out	-	-	(13,244)	(13,244)
<i>Total other financing sources (uses)</i>	<u>52,195</u>	<u>(36,460)</u>	<u>-</u>	<u>36,460</u>
<i>Net change in fund balances</i>	-	-	2,252	2,252
<i>Fund balances - beginning of year</i>	-	-	(23,217)	(23,217)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,965)</u>	<u>\$ (20,965)</u>
Net change in fund balances (GAAP)				\$ 983
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				350
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				(1,619)
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 2,252</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-22

Rio Arriba County

SCAAP Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>34,820</u>	<u>34,820</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,820</u>	<u>\$ 34,820</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Schedule B-23

Rio Arriba County

Local Law Enforcement Block Grant Special Revenue Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>25,455</u>	<u>25,455</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,455</u>	<u>\$ 25,455</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-24

Rio Arriba County

Department of Transportation Check Points Special Revenue Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	204,336	511,636	72,472	(439,164)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	89,258	89,258	88,888	(370)
<i>Total revenues</i>	<u>293,594</u>	<u>600,894</u>	<u>161,360</u>	<u>(439,534)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	315,558	472,858	324,157	148,701
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>315,558</u>	<u>472,858</u>	<u>324,157</u>	<u>148,701</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(21,964)</u>	<u>128,036</u>	<u>(162,797)</u>	<u>(290,833)</u>
<i>Other financing sources (uses)</i>				
Designated cash	21,964	(131,346)	-	131,346
Transfers in	-	3,310	3,730	420
Transfers out	-	-	(11,344)	(11,344)
<i>Total other financing sources (uses)</i>	<u>21,964</u>	<u>(128,036)</u>	<u>(7,614)</u>	<u>120,422</u>
<i>Net change in fund balances</i>	-	-	(170,411)	(170,411)
<i>Fund balances - beginning of year</i>	-	-	(62,939)	(62,939)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (233,350)</u>	<u>\$ (233,350)</u>
Net change in fund balances (GAAP)				\$ (265,419)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(95,008)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (170,411)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-25

Rio Arriba County

Water Study Grant Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	16,691	16,691	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>16,691</u>	<u>16,691</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	16,691	25,147	(8,456)
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>16,691</u>	<u>25,147</u>	<u>(8,456)</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,456)</u>	<u>(8,456)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	(18,291)	-	18,291
Transfers in	-	18,291	18,291	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>18,291</u>	<u>18,291</u>
<i>Net change in fund balances</i>	-	-	9,835	9,835
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,835</u>	<u>\$ 9,835</u>
Net change in fund balances (GAAP)				\$ (5,709)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(15,544)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 9,835</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-26

Rio Arriba County

Farmland Protection Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,804</u>	<u>4,804</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,804</u>	<u>\$ 4,804</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-27

Rio Arriba County

Acequia Tech Assistance Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(79)	(79)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(79)</u>	<u>(79)</u>
<i>Net change in fund balances</i>	-	-	(79)	(79)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>79</u>	<u>79</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (79)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (79)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-28

Rio Arriba County

NMSHTD Road Project Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>120,000</u>	<u>120,000</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 120,000</u>	<u>\$ 120,000</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-29

Rio Arriba County

RAC Just. BD/LANL Grant Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	2,935	2,935	-	(2,935)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,935</u>	<u>2,935</u>	<u>-</u>	<u>(2,935)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	2,935	2,935	2,935	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,935</u>	<u>2,935</u>	<u>2,935</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,935)</u>	<u>(2,935)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(2,935)	(2,935)
<i>Fund balances - beginning of year</i>	-	-	2,935	2,935
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (2,935)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (2,935)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-30

Rio Arriba County

CYFD 2007 Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	15,251	15,251	15,251	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>15,251</b>	<b>15,251</b>	<b>15,251</b>	<b>-</b>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	15,251	15,251	14,954	297
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total expenditures</b>	<b>15,251</b>	<b>15,251</b>	<b>14,954</b>	<b>297</b>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	297	297
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Net change in fund balances</i>	-	-	297	297
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 297</b>	<b>\$ 297</b>
Net change in fund balances (GAAP)				\$ 297
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<b>\$ 297</b>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Schedule B-31

Rio Arriba County

Public Education Department Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	10,000	-	(10,000)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	10,000	1,264	8,736
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,000</u>	<u>1,264</u>	<u>8,736</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,264)</u>	<u>(1,264)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(1,264)	(1,264)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,264)</u>	<u>\$ (1,264)</u>
Net change in fund balances (GAAP)				\$ (1,264)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (1,264)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-32

Rio Arriba County

DOH Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(1)	(1)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Net change in fund balances</i>	-	-	(1)	(1)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (1)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (1)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-33

Rio Arriba County

NMCYFD Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	10,000	10,000	10,000	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	10,000	10,000	9,359	641
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>10,000</u>	<u>9,359</u>	<u>641</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>641</u>	<u>641</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	641	641
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,750</u>	<u>4,750</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,391</u>	<u>\$ 5,391</u>
Net change in fund balances (GAAP)				\$ 641
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 641</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-34

Rio Arriba County

Espanola Schools Truancy Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	17,459	17,459	17,459	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>17,459</u>	<u>17,459</u>	<u>17,459</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	17,459	17,459	17,459	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>17,459</u>	<u>17,459</u>	<u>17,459</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-35

Rio Arriba County

CEM - Emergency Preparedness Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	249,193	249,193	94,309	(154,884)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>249,193</u>	<u>249,193</u>	<u>94,309</u>	<u>(154,884)</u>
<i>Expenditures:</i>				
Current:				
General government	133,038	133,038	91,420	41,618
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>133,038</u>	<u>133,038</u>	<u>91,420</u>	<u>41,618</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>116,155</u>	<u>116,155</u>	<u>2,889</u>	<u>(113,266)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(116,155)	(116,155)	-	116,155
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(116,155)</u>	<u>(116,155)</u>	<u>-</u>	<u>116,155</u>
<i>Net change in fund balances</i>	-	-	2,889	2,889
<i>Fund balances - beginning of year</i>	-	-	(116,155)	(116,155)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (113,266)</u>	<u>\$ (113,266)</u>
Net change in fund balances (GAAP)				\$ (113,266)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(94,309)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				(21,846)
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 2,889</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-36

Rio Arriba County

Federal Transport A 5311 Grant Special Revenue Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	365,116	365,116	158,555	(206,561)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	2,657	2,657
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>365,116</u>	<u>365,116</u>	<u>161,212</u>	<u>(203,904)</u>
<i>Expenditures:</i>				
Current:				
General government	201,298	203,798	101,573	102,225
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	40,203	40,203	-	40,203
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>241,501</u>	<u>244,001</u>	<u>101,573</u>	<u>142,428</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>123,615</u>	<u>121,115</u>	<u>59,639</u>	<u>(61,476)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(123,615)	(183,962)	-	183,962
Transfers in	-	66,594	66,594	-
Transfers out	-	(3,747)	(3,747)	-
<i>Total other financing sources (uses)</i>	<u>(123,615)</u>	<u>(121,115)</u>	<u>62,847</u>	<u>183,962</u>
<i>Net change in fund balances</i>	-	-	122,486	122,486
<i>Fund balances - beginning of year</i>	-	-	(122,486)	(122,486)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ 32,944
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(89,542)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 122,486</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-37

Rio Arriba County

CYFD 2006 Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	31,433	51,833	20,400
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>31,433</u>	<u>51,833</u>	<u>20,400</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	12,008	12,008	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,008</u>	<u>12,008</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>19,425</u>	<u>39,825</u>	<u>20,400</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	(19,425)	-	19,425
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(19,425)</u>	<u>-</u>	<u>19,425</u>
<i>Net change in fund balances</i>	-	-	39,825	39,825
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(19,425)</u>	<u>(19,425)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,400</u>	<u>\$ 20,400</u>
Net change in fund balances (GAAP)				\$ 32,013
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(15,820)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				8,008
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 39,825</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-38

Rio Arriba County

05-06 Welfare Reform Tr. Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	20,685	20,685	-	(20,685)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>20,685</u>	<u>20,685</u>	<u>-</u>	<u>(20,685)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	(16)	16
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>(16)</u>	<u>16</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>20,685</u>	<u>20,685</u>	<u>16</u>	<u>(20,669)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(20,685)	(20,685)	-	20,685
Transfers in	-	-	-	-
Transfers out	-	-	(16)	(16)
<i>Total other financing sources (uses)</i>	<u>(20,685)</u>	<u>(20,685)</u>	<u>(16)</u>	<u>20,669</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ 6,518
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				6,534
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				(16)
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO

Schedule B-39

Rio Arriba County

05-06 LVT/SFE Pojoaque Co Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	26,272	26,272	9	(26,263)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>26,272</u>	<u>26,272</u>	<u>9</u>	<u>(26,263)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>26,272</u>	<u>26,272</u>	<u>9</u>	<u>(26,263)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(26,272)	(26,272)	-	26,272
Transfers in	-	-	-	-
Transfers out	-	-	(9)	(9)
<i>Total other financing sources (uses)</i>	<u>(26,272)</u>	<u>(26,272)</u>	<u>(9)</u>	<u>26,263</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ 16
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				16
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-40

Rio Arriba County

LVT/SFE Pojoaque Corrid Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(423)	(423)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(423)</u>	<u>(423)</u>
<i>Net change in fund balances</i>	-	-	(423)	(423)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>423</u>	<u>423</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (423)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (423)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-41

Rio Arriba County

5311 Grant 06-07 Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	444,823	-	(444,823)
Federal capital grants	-	-	-	-
State operating grants	-	-	70,036	70,036
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	10,761	10,761
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>444,823</u>	<u>80,797</u>	<u>(364,026)</u>
<i>Expenditures:</i>				
Current:				
General government	186,797	758,909	278,081	480,828
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>186,797</u>	<u>758,909</u>	<u>278,081</u>	<u>480,828</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(186,797)</u>	<u>(314,086)</u>	<u>(197,284)</u>	<u>116,802</u>
<i>Other financing sources (uses)</i>				
Designated cash	186,797	106,373	-	(106,373)
Transfers in	-	207,713	207,713	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>186,797</u>	<u>314,086</u>	<u>207,713</u>	<u>(106,373)</u>
<i>Net change in fund balances</i>	-	-	10,429	10,429
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,429</u>	<u>\$ 10,429</u>
Net change in fund balances (GAAP)				\$ 27,723
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				17,294
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 10,429</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-42

Rio Arriba County

Maternal/Child Health Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	3,672	3,672	22,572	18,900
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	963	963
<i>Total revenues</i>	<u>3,672</u>	<u>3,672</u>	<u>23,535</u>	<u>19,863</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	1,517	254	1,263
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,517</u>	<u>254</u>	<u>1,263</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,672</u>	<u>2,155</u>	<u>23,281</u>	<u>21,126</u>
<i>Other financing sources (uses)</i>				
Designated cash	(3,672)	(2,155)	-	2,155
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(3,672)</u>	<u>(2,155)</u>	<u>-</u>	<u>2,155</u>
<i>Net change in fund balances</i>	-	-	23,281	23,281
<i>Fund balances - beginning of year</i>	-	-	(3,672)	(3,672)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,609</u>	<u>\$ 19,609</u>
Net change in fund balances (GAAP)				\$ 709
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(22,572)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 23,281</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-43

Rio Arriba County

CYFD 2004 Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(99)	(99)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(99)</u>	<u>(99)</u>
<i>Net change in fund balances</i>	-	-	(99)	(99)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>99</u>	<u>99</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (99)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (99)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-44

Rio Arriba County

DOH CHI CNSL Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	53,400	18,750	(34,650)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>53,400</u>	<u>18,750</u>	<u>(34,650)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	53,400	47,217	6,183
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>53,400</u>	<u>47,217</u>	<u>6,183</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(28,467)</u>	<u>(28,467)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(28,467)	(28,467)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (28,467)</u>	<u>\$ (28,467)</u>
Net change in fund balances (GAAP)				\$ 3,733
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				32,200
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (28,467)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-45

Rio Arriba County

Region 2 Behavioral Health/Value Options Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	155,511	131,042	(24,469)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	25,396	25,396
<i>Total revenues</i>	<u>-</u>	<u>155,511</u>	<u>156,438</u>	<u>927</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	155,511	152,368	3,143
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>155,511</u>	<u>152,368</u>	<u>3,143</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>4,070</u>	<u>4,070</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	4,070	4,070
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>22,816</u>	<u>22,816</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,886</u>	<u>\$ 26,886</u>
Net change in fund balances (GAAP)				\$ (47,644)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(51,714)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 4,070</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-46

Rio Arriba County

Region 2 Behavioral Health Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(2,601)	(2,601)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(2,601)</u>	<u>(2,601)</u>
<i>Net change in fund balances</i>	-	-	(2,601)	(2,601)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,601</u>	<u>2,601</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (2,601)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (2,601)</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Schedule B-47

Rio Arriba County

SW Region Carson Nat. F Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(1,299)	(1,299)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1,299)</u>	<u>(1,299)</u>
<i>Net change in fund balances</i>	-	-	(1,299)	(1,299)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,299</u>	<u>1,299</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (1,299)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (1,299)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-48

Rio Arriba County

ENMRD Wildland Fire Co Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(1,388)	(1,388)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1,388)</u>	<u>(1,388)</u>
<i>Net change in fund balances</i>	-	-	(1,388)	(1,388)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,388</u>	<u>1,388</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (GAAP)				\$ (1,388)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (1,388)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-49

Rio Arriba County

Bird Flu Planning Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	9,008	9,008	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>9,008</u>	<u>9,008</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	9,008	3,189	5,819
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>9,008</u>	<u>3,189</u>	<u>5,819</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>5,819</u>	<u>5,819</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	5,819	5,819
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,819</u>	<u>\$ 5,819</u>
Net change in fund balances (GAAP)				\$ 5,819
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 5,819</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-50

Rio Arriba County

RDC Department of Energy Grant Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>20,971</u>	<u>20,971</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,971</u>	<u>\$ 20,971</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-51

Rio Arriba County

RAJJB 07-690-3057 Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	114,000	73,115	(40,885)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>114,000</u>	<u>73,115</u>	<u>(40,885)</u>
<i>Expenditures:</i>				
Current:				
General government	-	114,000	113,588	412
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>114,000</u>	<u>113,588</u>	<u>412</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(40,473)</u>	<u>(40,473)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(40,473)	(40,473)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (40,473)</u>	<u>\$ (40,473)</u>
Net change in fund balances (GAAP)				\$ (2,312)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				38,161
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (40,473)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-52

Rio Arriba County

Inmate Evercom Phone Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	20,000	20,000	21,070	1,070
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>20,000</u>	<u>20,000</u>	<u>21,070</u>	<u>1,070</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	1,554	1,554	-
Health and welfare	-	-	-	-
Capital outlay	122,972	121,418	-	121,418
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>122,972</u>	<u>122,972</u>	<u>1,554</u>	<u>121,418</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(102,972)</u>	<u>(102,972)</u>	<u>19,516</u>	<u>122,488</u>
<i>Other financing sources (uses)</i>				
Designated cash	102,972	102,972	-	(102,972)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>102,972</u>	<u>102,972</u>	<u>-</u>	<u>(102,972)</u>
<i>Net change in fund balances</i>	-	-	19,516	19,516
<i>Fund balances - beginning of year</i>	-	-	102,973	102,973
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 122,489</u>	<u>\$ 122,489</u>
Net change in fund balances (GAAP)				\$ 19,516
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 19,516</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Schedule B-53

Rio Arriba County

Inmate Fund Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances Favorable
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	1,000	2,655	10,319	7,664
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	5,000	5,000	3,162	(1,838)
<i>Total revenues</i>	<u>6,000</u>	<u>7,655</u>	<u>13,481</u>	<u>5,826</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	30,098	31,732	510	31,222
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>30,098</u>	<u>31,732</u>	<u>510</u>	<u>31,222</u>
<i>Excess (deficiency) of revenues over</i>	<u>(24,098)</u>	<u>(24,077)</u>	<u>12,971</u>	<u>37,048</u>
<i>Other financing sources (uses)</i>				
Designated cash	24,098	24,077	-	(24,077)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>24,098</u>	<u>24,077</u>	<u>-</u>	<u>(24,077)</u>
<i>Net change in fund balances</i>	-	-	12,971	12,971
<i>Fund balances - beginning of year</i>	-	-	20,098	20,098
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,069</u>	<u>\$ 33,069</u>
Net change in fund balances (GAAP)				\$ 12,971
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 12,971</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Schedule B-54

Rio Arriba County

Debt Service Fund

## Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	5,120	\$ 5,120
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	8,246	8,246
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>13,366</u>	<u>13,366</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	350	(350)
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	395,000	790,000	400,000	390,000
Interest	128,735	252,578	129,781	122,797
<i>Total expenditures</i>	<u>523,735</u>	<u>1,042,578</u>	<u>530,131</u>	<u>512,447</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(523,735)</u>	<u>(1,042,578)</u>	<u>(516,765)</u>	<u>525,813</u>
<i>Other financing sources (uses)</i>				
Designated cash	523,735	522,126	-	(522,126)
Transfers in	-	520,452	520,453	1
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>523,735</u>	<u>1,042,578</u>	<u>520,453</u>	<u>(522,125)</u>
<i>Net change in fund balances</i>	-	-	3,688	3,688
<i>Fund balances - beginning of year</i>	-	-	3,284	3,284
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,972</u>	<u>\$ 6,972</u>
Net change in fund balances (GAAP)				\$ 3,670
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(18)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 3,688</u>

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



**STATE OF NEW MEXICO**  
**Rio Arriba County**  
**CDBG Comprehensive Plan Capital Projects Fund**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Budget (Non-GAAP Budgetary Basis) and Actual**  
**For the Year Ending June 30, 2007**

Schedule B-55

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	15,167	50,000	16,000	(34,000)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	15,167	50,000	16,000	(34,000)
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	55,000	55,000	34,000	21,000
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	55,000	55,000	34,000	21,000
<i>Excess (deficiency) of revenues over expenditures</i>	(39,833)	(5,000)	(18,000)	(13,000)
<i>Other financing sources (uses)</i>				
Designated cash	39,833	-	-	-
Transfers in	-	5,000	5,000	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	39,833	5,000	5,000	-
<i>Net change in fund balances</i>	-	-	(13,000)	(13,000)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (13,000)	\$ (13,000)
Net change in fund balances (GAAP)				\$ (13,000)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				\$ (13,000)

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

**STATE OF NEW MEXICO**  
Rio Arriba County  
CDBG Health Comment Capital Projects Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

Schedule B-56

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	500,000	500,000	-	(500,000)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	500,000	500,000	-	(500,000)
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	296,001	500,000	156,117	343,883
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	296,001	500,000	156,117	343,883
<i>Excess (deficiency) of revenues over expenditures</i>	203,999	-	(156,117)	(156,117)
<i>Other financing sources (uses)</i>				
Designated cash	(203,999)	(100,000)	-	100,000
Transfers in	-	100,000	100,000	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	(203,999)	-	100,000	100,000
<i>Net change in fund balances</i>	-	-	(56,117)	(56,117)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (56,117)	\$ (56,117)
Net change in fund balances (GAAP)				\$ (56,117)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				\$ (56,117)

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

**STATE OF NEW MEXICO**  
Rio Arriba County  
CDBG Grants Match Funds Capital Projects Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

Schedule B-57

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(105,000)	(105,000)
<i>Total other financing sources (uses)</i>	-	-	(105,000)	(105,000)
<i>Net change in fund balances</i>	-	-	(105,000)	(105,000)
<i>Fund balances - beginning of year</i>	-	-	125,000	125,000
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 20,000	\$ 20,000
Net change in fund balances (GAAP)				\$ (105,000)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				\$ (105,000)

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

**STATE OF NEW MEXICO**  
Rio Arriba County  
Senior Appropriations Capital Projects Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

Schedule B-58

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	150,000	1,236,392	343,129	(893,263)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	150,000	1,236,392	343,129	(893,263)
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	(21,715)	747,559	363,974	383,585
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	(21,715)	747,559	363,974	383,585
<i>Excess (deficiency) of revenues over expenditures</i>	171,715	488,833	(20,845)	(509,678)
<i>Other financing sources (uses)</i>				
Designated cash	(171,715)	(488,833)	-	488,833
Transfers in	-	-	4,325	4,325
Transfers out	-	-	(1,905)	(1,905)
<i>Total other financing sources (uses)</i>	(171,715)	(488,833)	2,420	491,253
<i>Net change in fund balances</i>	-	-	(18,425)	(18,425)
<i>Fund balances - beginning of year</i>	-	-	(409,587)	(409,587)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (428,012)	\$ (428,012)
Net change in fund balances (GAAP)				\$ (9,665)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(253,322)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				262,082
Net change in fund balances (non-GAAP budgetary basis)				\$ (18,425)

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Coyote Land Closures Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-59

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(1,520)	(1,520)
<i>Total other financing sources (uses)</i>	-	-	(1,520)	(1,520)
<i>Net change in fund balances</i>	-	-	(1,520)	(1,520)
<i>Fund balances - beginning of year</i>	-	-	1,520	1,520
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (GAAP)				\$ (1,520)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,520)

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Regional Landfill Develop Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-60

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	91,870	91,870
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 91,870	\$ 91,870
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				\$ -

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

**STATE OF NEW MEXICO**  
**Rio Arriba County**  
**Landfill Closure Capital Projects Fund**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Budget (Non-GAAP Budgetary Basis) and Actual**  
**For the Year Ending June 30, 2007**

Schedule B-61

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	100,000	100,000	2,500	97,500
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>100,000</u>	<u>100,000</u>	<u>2,500</u>	<u>97,500</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(100,000)</u>	<u>(100,000)</u>	<u>(2,500)</u>	<u>97,500</u>
<i>Other financing sources (uses)</i>				
Designated cash	100,000	100,000	-	(100,000)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>(100,000)</u>
<i>Net change in fund balances</i>	-	-	(2,500)	(2,500)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 97,500</u>	<u>\$ 97,500</u>
Net change in fund balances (GAAP)				\$ (2,500)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (2,500)</u>

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

STATE OF NEW MEXICO

Schedule B-62

Rio Arriba County

SWFGFP 96-20 Constuction Program Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>63,221</u>	<u>63,221</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63,221</u>	<u>\$ 63,221</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

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



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Alcalde Multipurpose Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-63

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,110</u>	<u>1,110</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,110</u>	<u>\$ 1,110</u>
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				<u>-</u>
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ -</u>

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 North Central Solid Waste Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-64

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	214,837	214,837
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 214,837	\$ 214,837
Net change in fund balances (GAAP)				\$ -
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				\$ -

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Fire District Bond Fund Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-65

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	9,447	9,447
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>9,447</u>	<u>9,447</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	300,000	-	300,000
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	200,000	125,100	74,900
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>500,000</u>	<u>125,100</u>	<u>374,900</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(500,000)</u>	<u>(115,653)</u>	<u>384,347</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	343,872	-	(343,872)
Transfers in	-	156,128	156,128	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>500,000</u>	<u>156,128</u>	<u>(343,872)</u>
<i>Net change in fund balances</i>	-	-	40,475	40,475
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>506,527</u>	<u>506,527</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 547,002</u>	<u>\$ 547,002</u>
Net change in fund balances (GAAP)				\$ 165,575
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				<u>125,100</u>
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 40,475</u>

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 EMS Bond Fund Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-66

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	61,162	3,928	57,234
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>61,162</u>	<u>3,928</u>	<u>57,234</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(61,162)</u>	<u>(3,928)</u>	<u>57,234</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	61,162	-	(61,162)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>61,162</u>	<u>-</u>	<u>(61,162)</u>
<i>Net change in fund balances</i>	-	-	(3,928)	(3,928)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>61,247</u>	<u>61,247</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,319</u>	<u>\$ 57,319</u>
Net change in fund balances (GAAP)				\$ (3,928)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (3,928)</u>

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 2006 Projects Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-67

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	687,000	1,185,550	5,000	(1,180,550)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>687,000</u>	<u>1,185,550</u>	<u>5,000</u>	<u>(1,180,550)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	930,550	985,550	536,408	449,142
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>930,550</u>	<u>985,550</u>	<u>536,408</u>	<u>449,142</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(243,550)</u>	<u>200,000</u>	<u>(531,408)</u>	<u>(731,408)</u>
<i>Other financing sources (uses)</i>				
Designated cash	243,550	(200,000)	-	200,000
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>243,550</u>	<u>(200,000)</u>	<u>-</u>	<u>200,000</u>
<i>Net change in fund balances</i>	-	-	(531,408)	(531,408)
<i>Fund balances - beginning of year</i>	-	-	(14,329)	(14,329)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (545,737)</u>	<u>\$ (545,737)</u>
Net change in fund balances (GAAP)				\$ (431,408)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				100,000
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (531,408)</u>

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Ojo Sarco Fire Department Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-68

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	180,000	180,000	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	180,000	180,000	-
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	180,000	-	180,000
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	180,000	-	180,000
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	180,000	180,000
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	180,000	180,000
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 180,000	\$ 180,000
Net change in fund balances (GAAP)				\$ 180,000
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				-
Net change in fund balances (non-GAAP budgetary basis)				\$ 180,000

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 State Appropriations Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-69

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	2,151,400	2,151,400	521,611	(1,629,789)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,151,400</u>	<u>2,151,400</u>	<u>521,611</u>	<u>(1,629,789)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,138,680	1,138,680	620,421	518,259
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,138,680</u>	<u>1,138,680</u>	<u>620,421</u>	<u>518,259</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,012,720</u>	<u>1,012,720</u>	<u>(98,810)</u>	<u>(1,111,530)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(1,012,720)	(1,012,720)	-	1,012,720
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(1,012,720)</u>	<u>(1,012,720)</u>	<u>-</u>	<u>1,012,720</u>
<i>Net change in fund balances</i>	-	-	(98,810)	(98,810)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,058,924)</u>	<u>(1,058,924)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,157,734)</u>	<u>\$ (1,157,734)</u>
Net change in fund balances (GAAP)				\$ (400,389)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(329,635)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				28,056
Net change in fund balances (non-GAAP budgetary basis)				\$ (98,810)

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

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 County Funded Capital Projects Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the Year Ending June 30, 2007

Schedule B-70

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	52,750	750	(52,000)
<i>Total revenues</i>	<u>-</u>	<u>52,750</u>	<u>750</u>	<u>(52,000)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	4,096,667	5,184,609	1,394,278	3,790,331
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,096,667</u>	<u>5,184,609</u>	<u>1,394,278</u>	<u>3,790,331</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,096,667)</u>	<u>(5,131,859)</u>	<u>(1,393,528)</u>	<u>3,738,331</u>
<i>Other financing sources (uses)</i>				
Designated cash	4,096,667	721,231	-	(721,231)
Transfers in	-	4,410,628	4,410,628	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,096,667</u>	<u>5,131,859</u>	<u>4,410,628</u>	<u>(721,231)</u>
<i>Net change in fund balances</i>	-	-	3,017,100	3,017,100
<i>Fund balances - beginning of year</i>	-	-	582,725	582,725
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,599,825</u>	<u>\$ 3,599,825</u>
Net change in fund balances (GAAP)				\$ 3,008,776
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				<u>(8,324)</u>
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ 3,017,100</u>

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



**STATE OF NEW MEXICO**  
Rio Arriba County  
2005 Projects Capital Projects Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ending June 30, 2007

Schedule B-71

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	1,035,000	1,035,000	163,409	(871,591)
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,035,000</u>	<u>1,035,000</u>	<u>163,409</u>	<u>(871,591)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	409,763	409,763	280,346	129,417
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>409,763</u>	<u>409,763</u>	<u>280,346</u>	<u>129,417</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>625,237</u>	<u>625,237</u>	<u>(116,937)</u>	<u>(742,174)</u>
<i>Other financing sources (uses)</i>				
Designated cash	(625,237)	(625,237)	-	625,237
Transfers in	-	-	108	108
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(625,237)</u>	<u>(625,237)</u>	<u>108</u>	<u>625,345</u>
<i>Net change in fund balances</i>	-	-	(116,829)	(116,829)
<i>Fund balances - beginning of year</i>	-	-	(520,345)	(520,345)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (637,174)</u>	<u>\$ (637,174)</u>
Net change in fund balances (GAAP)				\$ (198,273)
Adjustments to revenue for tax accruals, earnings on investments, and other deferrals and accruals				(109,062)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals.				<u>27,618</u>
Net change in fund balances (non-GAAP budgetary basis)				<u>\$ (116,829)</u>

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

(This page intentionally left blank)

**SUPPORTING SCHEDULES**

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Schedule of Collateral Pledged by Depository  
 For Public Funds  
 June 30, 2007

Schedule I

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value *Par Value June 30, 2007	Name and Location of Safekeeper
<b>Community Bank</b>					
	FGPC Bond	4/1/2013	3128H3FB2	\$ 210,734	Federal Reserve Bank of Boston, MA
	FMNT Bond	3/18/2009	3128X2P90	1,000,000	Federal Reserve Bank of Boston, MA
	FHLB Bond	8/14/2009	3133MQR6	500,000	Federal Reserve Bank of Boston, MA
	FHLB Bond	9/11/2009	313XCTF0	1,000,000	Federal Reserve Bank of Boston, MA
	FCSB Bond	4/15/2008	31331QJ81	1,000,000	Federal Reserve Bank of Boston, MA
	FCSB Bond	5/11/2010	31331VZC3	1,000,000	Federal Reserve Bank of Boston, MA
	FNMNT Bond	9/15/2009	3133X3M78	1,000,000	Federal Reserve Bank of Boston, MA
	FNSM Bond	11/15/2007	31359MPZ0	1,000,000	Federal Reserve Bank of Boston, MA
	FNSM Bond	6/15/2008	31359MSB0	1,000,000	Federal Reserve Bank of Boston, MA
	FNSM Bond	2/15/2008	31359MTZ6	1,000,000	Federal Reserve Bank of Boston, MA
	FNNT Bond	11/9/2009	3136F6LL1	500,000	Federal Reserve Bank of Boston, MA
				<u>9,210,734</u>	
<b>Valley National Bank</b>					
	*Hobbs NM Water Bond	6/1/2009	433875AM3	75,000	TIB Independent Bankers Bank Dallas, TX
	*Portales NM Water and Sewer Bond	6/1/2009	736185CN7	165,000	TIB Independent Bankers Bank Dallas, TX
	*Taos NM Bond	9/1/2009	876014DZ1	50,000	TIB Independent Bankers Bank Dallas, TX
	FNMA Bond	6/1/2019	31403X6ND	696,614	TIB Independent Bankers Bank Dallas, TX
	Rall 2005-QS13 Bond	9/25/2035	781118GXD	1,146,276	TIB Independent Bankers Bank Dallas, TX
				<u>2,132,890</u>	
	Total all banks			<u>11,343,624</u>	

\*Par Value used for New Mexico Securities Pledged

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

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Schedule of Deposit and Investment Accounts  
 June 30, 2007

Schedule II

<u>Bank Account Type/Name</u>	<u>Community Bank</u>	<u>New MexiGROW LGIP</u>	<u>Vally National Bank</u>	<u>Totals</u>
Miscellaneous Account - Checking	\$ 7,711,514	\$ -	\$ -	\$ 7,711,514
Tax Account - Checking	663,796	-	-	663,796
Inmate Account - Checking	28,272	-	-	28,272
Certificate of Deposit	3,000,000	-	-	3,000,000
Certificate of Deposit	3,000,000	-	-	3,000,000
Certificate of Deposit	3,000,000	-	-	3,000,000
Investment Account	-	3,674,304	-	3,674,304
Certificate of Deposit	-	-	100,000	100,000
Certificate of Deposit	-	-	300,000	300,000
Certificate of Deposit	-	-	4,000,000	4,000,000
<b>Total On Deposit</b>	<b>17,403,582</b>	<b>3,674,304</b>	<b>4,400,000</b>	<b>25,477,886</b>
<b>Reconciling Items</b>	<b>(1,848,462)</b>	<b>-</b>	<b>-</b>	<b>(1,848,462)</b>
<b>Reconciled Balance June 30, 2007</b>	<b><u>\$ 15,555,120</u></b>	<b><u>\$ 3,674,304</u></b>	<b><u>\$ 4,400,000</u></b>	<b><u>\$ 23,629,424</u></b>
Petty Cash				775
Less: Agency funds				<u>(91,124)</u>
<b>Combined Balance Sheet Total June 30, 2007</b>				<b><u>\$ 23,539,075</u></b>

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

(This page intentionally left blank)



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Tax Roll Reconciliation - Changes in Property Taxes Receivable  
 For the Year Ended June 30, 2007

Schedule III

Property taxes receivable, beginning of year	\$ 5,822,873
Changes to tax roll:	
Net taxes charged to treasurer for fiscal year	11,859,627
Adjustments:	
Increases in taxes receivables	23,233
To adjust erroneous tax receivable from 1994 and 1995 included in prior year tax reconciliation	(94,879)
Charge off of taxes receivable	<u>(241,652)</u>
Total receivables prior to collections	17,369,202
Collections for fiscal year ended June 30, 2007	(12,055,298)
Penalties and interest	290,497
Distributions from collections	<u>82</u>
Property taxes receivable, end of year	<u><u>\$ 5,604,483</u></u>
Property taxes receivable by years:	
1997	\$ 44,724
1998	247,336
1999	605,077
2000	343,655
2001	398,712
2002	295,646
2003	395,817
2004	448,496
2005	1,053,749
2006	<u>1,771,271</u>
Total taxes receivable	<u><u>\$ 5,604,483</u></u>

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

(This page intentionally left blank)

STATE OF NEW MEXICO  
Rio Arriba County  
Property Tax Schedule  
For the Year Ended June 30, 2007

	<b>Net Property Taxes Levied</b>	<b>Taxes Collected Current year</b>	<b>Taxes Collected to Date</b>	<b>Taxes Distributed Current Year</b>	<b>Taxes Distributed To Date</b>	<b>County Taxes Receivable at Year End</b>
<b>State Debt Service</b>						
1997	519,366	532	515,183	532	515,183	4,183
1998	554,421	349	539,052	349	539,052	15,369
1999	668,009	546	616,828	546	616,828	51,181
2000	765,516	5,716	712,195	5,716	712,195	53,321
2001	1,250,588	2,477	885,089	2,477	885,089	365,499
2002	610,592	9,668	565,265	9,668	565,265	45,327
2003	919,676	18,727	879,010	18,727	879,010	40,666
2004	628,750	23,419	594,605	23,419	594,605	34,145
2005	758,477	53,424	690,729	53,424	690,729	67,748
2006	813,941	683,282	683,282	684,007	684,007	130,659
	<b>\$ 7,489,336</b>	<b>\$ 798,140</b>	<b>\$ 6,681,238</b>	<b>\$ 798,865</b>	<b>\$ 6,681,963</b>	<b>\$ 808,098</b>
<b>County Operating</b>						
1997	2,901,655	2,853	2,886,249	2,853	2,886,249	15,406
1998	3,103,320	1,854	3,128,840	1,854	3,128,840	(25,520)
1999	3,342,004	2,488	3,230,681	2,488	3,230,681	111,323
2000	3,225,846	30,833	3,162,412	30,833	3,162,412	63,434
2001	3,360,801	8,333	3,276,315	8,333	3,276,315	84,486
2002	3,539,816	69,830	3,524,446	69,830	3,524,446	15,370
2003	3,245,288	72,312	3,137,995	72,312	3,137,995	107,293
2004	3,545,843	136,504	3,398,762	136,504	3,398,762	147,081
2005	3,759,532	230,609	3,482,464	230,609	3,482,464	277,068
2006	4,010,490	3,468,696	3,468,696	3,471,141	3,471,141	541,794
	<b>\$ 34,034,595</b>	<b>\$ 4,024,312</b>	<b>\$ 32,696,860</b>	<b>\$ 4,026,757</b>	<b>\$ 32,699,305</b>	<b>\$ 1,337,735</b>
<b>Municipalities:</b>						
<b>Village of Chama</b>						
1997	11,099	5	11,047	5	11,047	52
1998	46,777	(15)	45,895	(15)	45,895	882
1999	47,672	(63)	47,081	(63)	47,081	591
2000	50,183	8	47,725	8	47,725	2,458
2001	48,176	9	45,063	9	45,063	3,113
2002	51,859	282	50,127	282	50,127	1,732
2003	51,564	537	49,536	537	49,536	2,028
2004	57,131	2,434	53,021	2,434	53,021	4,110
2005	60,425	8,770	54,544	8,770	54,544	5,881
2006	63,776	50,729	50,729	50,772	50,772	13,047
	<b>\$ 488,662</b>	<b>\$ 62,696</b>	<b>\$ 454,768</b>	<b>\$ 62,739</b>	<b>\$ 454,811</b>	<b>\$ 33,894</b>

STATE OF NEW MEXICO  
 Rio Arriba County  
 Property Tax Schedule  
 For the Year Ended June 30, 2007

	Net Property Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
<b>City of Espanola</b>						
1997	214,458	16	211,592	16	211,592	2,866
1998	224,663	70	225,595	70	225,595	(932)
1999	235,325	199	240,731	199	240,731	(5,406)
2000	253,009	261	241,867	261	241,867	11,142
2001	251,352	449	244,618	449	244,618	6,734
2002	260,186	1,058	252,588	1,058	252,588	7,598
2003	269,963	3,077	260,253	3,077	260,253	9,710
2004	281,006	7,755	267,392	7,755	267,392	13,614
2005	309,589	21,976	283,358	21,976	283,358	26,231
2006	330,053	279,891	279,891	280,259	280,259	50,162
	\$ 2,629,604	\$ 314,752	\$ 2,507,885	\$ 315,120	\$ 2,508,253	\$ 121,719

**Schools:**

**Mesa Vista SD#6**

1997	64,377	312	58,374	312	58,374	6,003
1998	57,886	133	56,151	133	56,151	1,735
1999	128,600	302	123,034	302	123,034	5,566
2000	140,261	472	111,604	472	111,604	28,657
2001	158,706	948	185,840	948	185,840	(27,134)
2002	141,303	1,453	138,557	1,453	138,557	2,746
2003	108,307	1,494	105,618	1,494	105,618	2,689
2004	121,574	4,610	116,711	4,610	116,711	4,863
2005	107,529	9,046	100,813	9,046	100,813	6,716
2006	155,554	133,034	133,034	133,190	133,190	22,520
	\$ 1,184,097	\$ 151,804	\$ 1,129,736	\$ 151,960	\$ 1,129,892	\$ 54,361

**Chama Valley Schools #19**

1997	338,367	354	322,210	354	322,210	16,157
1998	409,501	215	394,945	215	394,945	14,556
1999	404,823	239	393,192	239	393,192	11,631
2000	409,505	16,009	396,657	16,009	396,657	12,848
2001	444,649	1,095	437,850	1,095	437,850	6,799
2002	202,397	14,091	194,942	14,091	194,942	7,455
2003	207,905	13,424	201,357	13,424	201,357	6,548
2004	498,328	40,716	477,290	40,716	477,290	21,038
2005	830,677	69,419	741,676	69,419	741,676	89,001
2006	990,528	839,079	839,079	839,344	839,344	151,449
	\$ 4,736,680	\$ 994,641	\$ 4,399,198	\$ 994,906	\$ 4,399,463	\$ 337,482

**Dulce Independent #21**

1997	384,226	-	406,154	-	406,154	(21,928)
1998	26,030	-	35,441	-	35,441	(9,411)
1999	420,596	-	414,736	-	414,736	5,860
2000	406,226	-	374,637	-	374,637	31,589
2001	733,518	100	710,002	100	710,002	23,516
2002	920,443	154	911,485	154	911,485	8,958
2003	818,053	401	822,289	401	822,289	(4,236)
2004	350,062	1,132	345,751	1,132	345,751	4,311
2005	265,603	1,557	274,872	1,557	274,872	(9,269)
2006	309,971	302,568	302,568	302,660	302,660	7,403
	\$ 4,634,728	\$ 305,912	\$ 4,597,935	\$ 306,004	\$ 4,598,027	\$ 36,793

STATE OF NEW MEXICO  
Rio Arriba County  
Property Tax Schedule  
For the Year Ended June 30, 2007

Schedule IV  
Page 3 of 5

	Net Property Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
<b>Penasco #32</b>						
1997	10,825	-	13,838	-	13,838	(3,013)
1998	10,647	115	21,189	115	21,189	(10,542)
1999	10,604	110	11,304	110	11,304	(700)
2000	14,574	105	24,933	105	24,933	(10,359)
2001	14,693	108	1,734	108	1,734	12,959
2002	9,498	63	9,217	63	9,217	281
2003	12,819	182	12,353	182	12,353	466
2004	13,662	709	13,034	709	13,034	628
2005	16,456	2,098	15,106	2,098	15,106	1,350
2006	16,958	14,328	14,328	14,328	14,328	2,630
	\$ 130,736	\$ 17,818	\$ 137,036	\$ 17,818	\$ 137,036	\$ (6,300)
<b>Espanola 45IN&amp;Out</b>						
1997	1,137,651	1,711	1,099,697	1,711	1,099,697	37,954
1998	1,987,520	1,503	1,675,643	1,503	1,675,643	311,877
1999	2,260,339	2,473	1,900,312	2,473	1,900,312	360,027
2000	2,593,840	4,432	2,429,526	4,432	2,429,526	164,314
2001	2,365,912	7,693	2,299,823	7,693	2,299,823	66,089
2002	2,601,818	16,619	2,509,691	16,619	2,509,691	92,127
2003	2,549,629	32,057	2,326,162	32,057	2,326,162	223,467
2004	3,467,784	122,106	3,269,511	122,106	3,269,511	198,273
2005	2,998,999	237,513	2,698,461	237,513	2,698,461	300,538
2006	2,683,982	2,196,133	2,196,133	2,199,812	2,199,812	487,849
	\$ 24,647,474	\$ 2,622,240	\$ 22,404,959	\$ 2,625,919	\$ 22,408,638	\$ 2,242,515
<b>Jemz Mtn #53</b>						
1997	382,480	220	412,168	220	412,168	(29,688)
1998	402,294	160	406,271	160	406,271	(3,977)
1999	288,949	63	278,096	63	278,096	10,853
2000	253,921	237	240,778	237	240,778	13,143
2001	156,033	360	152,216	360	152,216	3,817
2002	194,839	603	190,040	603	190,040	4,799
2003	196,915	1,337	178,264	1,337	178,264	18,651
2004	235,335	4,153	223,787	4,153	223,787	11,548
2005	206,983	8,090	193,320	8,090	193,320	13,663
2006	156,393	138,793	138,793	138,837	138,837	17,600
	\$ 2,474,142	\$ 154,016	\$ 2,413,733	\$ 154,060	\$ 2,413,777	\$ 60,409
<b>Hospital</b>						
1997	1,638,683	1,337	1,609,047	1,337	1,609,047	29,636
1998	1,549,291	1,032	1,577,263	1,032	1,577,263	(27,972)
1999	1,681,616	1,348	1,607,438	1,348	1,607,438	74,178
2000	1,707,650	14,248	1,702,229	14,248	1,702,229	5,421
2001	1,772,700	4,649	1,870,754	4,649	1,870,754	(98,054)
2002	1,814,588	33,027	1,706,937	33,027	1,706,937	107,651
2003	1,734,837	36,657	1,668,630	36,657	1,668,630	66,207
2004	1,904,086	72,984	1,815,900	72,984	1,815,900	88,186
2005	2,014,976	131,691	1,854,965	131,691	1,854,965	160,011
2006	2,136,523	1,826,353	1,826,353	1,828,032	1,828,032	310,170
	\$ 17,954,950	\$ 2,123,326	\$ 17,239,516	\$ 2,125,005	\$ 17,241,195	\$ 715,434

STATE OF NEW MEXICO  
Rio Arriba County  
Property Tax Schedule  
For the Year Ended June 30, 2007

	<b>Net Property Taxes Levied</b>	<b>Taxes Collected Current year</b>	<b>Taxes Collected to Date</b>	<b>Taxes Distributed Current Year</b>	<b>Taxes Distributed To Date</b>	<b>County Taxes Receivable at Year End</b>
<b>Chama SWCD</b>						
1997	22,520	28	21,539	28	21,539	981
1998	23,947	16	25,861	16	25,861	(1,914)
1999	24,242	18	21,165	18	21,165	3,077
2000	22,633	748	23,889	748	23,889	(1,256)
2001	21,680	45	27,014	45	27,014	(5,334)
2002	108,749	4,363	51,952	4,363	51,952	56,797
2003	62,491	4,312	60,677	4,312	60,677	1,814
2004	49,440	6,421	70,559	6,421	70,559	(21,119)
2005	81,100	5,623	71,862	5,623	71,862	9,238
2006	84,469	72,474	72,474	72,489	72,489	11,995
	<u>\$ 501,271</u>	<u>\$ 94,048</u>	<u>\$ 446,992</u>	<u>\$ 94,063</u>	<u>\$ 447,007</u>	<u>\$ 54,279</u>
<b>East Espanola SWCD</b>						
1997	48,734	100	46,233	100	46,233	2,501
1998	50,918	51	47,929	51	47,929	2,989
1999	51,696	64	46,841	64	46,841	4,855
2000	51,387	97	50,183	97	50,183	1,204
2001	52,783	197	56,302	197	56,302	(3,519)
2002	54,194	397	50,995	397	50,995	3,199
2003	51,377	722	48,934	722	48,934	2,443
2004	55,167	2,058	51,717	2,058	51,717	3,450
2005	57,876	4,765	51,655	4,765	51,655	6,221
2006	61,688	49,570	49,570	49,672	49,672	12,118
	<u>\$ 535,820</u>	<u>\$ 58,021</u>	<u>\$ 500,359</u>	<u>\$ 58,123</u>	<u>\$ 500,461</u>	<u>\$ 35,461</u>
<b>Cuba SWCD</b>						
1997	19,202	17	20,731	17	20,731	(1,529)
1998	24,979	13	25,953	13	25,953	(974)
1999	23,609	6	24,578	6	24,578	(969)
2000	37,145	32	34,359	32	34,359	2,786
2001	28,731	81	29,380	81	29,380	(649)
2002	28,262	110	25,004	110	25,004	3,258
2003	30,074	243	27,345	243	27,345	2,729
2004	32,004	638	30,425	638	30,425	1,579
2005	43,118	1,712	40,256	1,712	40,256	2,862
2006	45,300	40,138	40,138	40,151	40,151	5,162
	<u>\$ 312,424</u>	<u>\$ 42,990</u>	<u>\$ 298,169</u>	<u>\$ 43,003</u>	<u>\$ 298,182</u>	<u>\$ 14,255</u>
<b>Total</b>	<u>\$ 101,754,519</u>	<u>\$ 11,764,716</u>	<u>\$ 95,908,384</u>	<u>\$ 11,774,342</u>	<u>\$ 95,918,010</u>	<u>\$ 5,846,135</u>
						Less charges off of taxes receivable per tax roll reconciliation (Schedule III) (241,652)
						Total <u>\$ 5,604,483</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Property Tax Schedule  
For the Year Ended June 30, 2007

	<b>Net Property Taxes Levied</b>	<b>Taxes Collected Current year</b>	<b>Taxes Collected to Date</b>	<b>Taxes Distributed Current Year</b>	<b>Taxes Distributed To Date</b>	<b>County Taxes Receivable at Year End</b>
<b>Tax Roll Reconciliation</b>						
1997	7,678,787	7,484	7,634,063	7,484	7,634,063	44,724
1998	8,453,361	5,498	8,206,025	5,498	8,206,025	247,336
1999	9,561,096	7,794	8,956,019	7,794	8,956,019	605,077
2000	9,896,647	73,199	9,552,992	73,199	9,552,992	343,655
2001	10,620,713	26,546	10,222,001	26,546	10,222,001	398,712
2002	10,476,894	151,717	10,181,248	151,717	10,181,248	295,646
2003	10,174,239	185,482	9,778,422	185,482	9,778,422	395,817
2004	11,176,959	425,639	10,728,463	425,639	10,728,463	448,496
2005	11,607,829	786,293	10,554,080	786,293	10,554,080	1,053,749
2006	11,866,338	10,095,067	10,095,067	10,104,694	10,104,694	1,771,271
<b>Sub-Total</b>	<b>\$ 101,512,863</b>	<b>\$ 11,764,719</b>	<b>\$ 95,908,380</b>	<b>\$ 11,774,346</b>	<b>\$ 95,918,007</b>	<b>\$ 5,604,483</b>

(This page intentionally left blank)



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Schedule of Changes in Fiduciary Assets and Liabilities  
 Agency Funds  
 For the Year Ended June 30, 2007

Schedule V

	Balance June 30, 2006	Additions	Deletions	Balance June 30, 2007
<b>ASSETS</b>				
Cash and temporary investments	\$ 231,509	\$ 10,095,067	\$ 10,235,452	\$ 91,124
Property taxes receivable	4,428,559	11,859,627	12,021,438	4,266,748
Other receivables	-	524,663	-	524,663
<i>Total assets</i>	<b>\$ 4,660,068</b>	<b>\$ 22,479,357</b>	<b>\$ 22,256,890</b>	<b>\$ 4,882,535</b>
 <b>LIABILITIES</b>				
Due to others	\$ 4,660,068	\$ 21,954,694	\$ 22,256,890	4,882,535
<i>Total liabilities</i>	<b>\$ 4,660,068</b>	<b>\$ 21,954,694</b>	<b>\$ 22,256,890</b>	<b>\$ 4,882,535</b>

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

(This page intentionally left blank)

**STATE OF NEW MEXICO**  
 Rio Arriba Housing Authority  
 A Component Unit of Rio Arriba County  
 Financial Data Schedule  
 June 30, 2007

	Low Rent Public Housing 14.850	Housing Choice Vouchers 14.871	Public Housing Capital Fund Program 14.872	Total
<b>Assets</b>				
111 Cash-unrestricted	\$ 137,445	\$ 33,303	\$ -	\$ 170,748
114 Cash-tenant security deposits	3,294	-	-	3,294
100 Total cash	<u>140,739</u>	<u>33,303</u>	<u>-</u>	<u>174,042</u>
126 Accounts receivable-tenants-dwelling rents	6,203	2,256	-	8,459
126.1 Allowance for doubtful accounts-dwelling rents	(2,630)	-	-	(2,630)
129 Accrued interest receivable	1,123	-	-	1,123
120 Total receivables, net of allowance for doubtful accounts	<u>4,696</u>	<u>2,256</u>	<u>-</u>	<u>6,952</u>
142 Prepaid expenses and other assets	8,187	-	-	8,187
144 Interprogram due from	9,572	-	-	9,572
150 Total current assets	<u>163,194</u>	<u>35,559</u>	<u>-</u>	<u>198,753</u>
161 Land	109,734	-	-	109,734
162 Buildings	3,942,294	-	-	3,942,294
163 Furniture, equipment & machinery-dwelling	41,818	-	-	41,818
164 Furniture, equipment & machinery-administration	44,701	-	26,491	71,192
165 Leasehold improvements	1,232,008	-	-	1,232,008
166 Accumulated depreciation	(3,050,889)	-	(2,830)	(3,053,719)
167 Construction in progress	-	-	52,525	52,525
160 Total fixed assets, net of accumulated depreciation	<u>2,319,666</u>	<u>-</u>	<u>76,186</u>	<u>2,395,852</u>
180 Total non-current assets	<u>2,319,666</u>	<u>-</u>	<u>76,186</u>	<u>2,395,852</u>
190 Total assets	<u>\$ 2,482,860</u>	<u>\$ 35,559</u>	<u>\$ 76,186</u>	<u>\$ 2,594,605</u>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
 Rio Arriba Housing Authority  
 A Component Unit of Rio Arriba County  
 Financial Data Schedule  
 June 30, 2007

	Low Rent Public Housing 14.850	Housing Choice Vouchers 14.871	Public Housing Capital Fund Program 14.872	Total
<b>Liabilities and Equity</b>				
312 Accounts payable-less than 90 days	\$ 6,184	\$ 191	\$ -	\$ 6,375
321 Accrued wage/payroll taxes payable	1,744	-	-	1,744
322 Accrued compensated absences-current portion	3,521	72	-	3,593
341 Tenant security deposits	3,294	-	-	3,294
342 Deferred revenue	11	-	-	11
347 Interprogram due to	-	9,572	-	9,572
310 Total current liabilities	<u>14,754</u>	<u>9,835</u>	<u>-</u>	<u>24,589</u>
354 Accrued compensated absences-noncurrent	4,109	96	-	4,205
350 Total noncurrent liabilities	<u>4,109</u>	<u>96</u>	<u>-</u>	<u>4,205</u>
300 Total liabilities	<u>18,863</u>	<u>9,931</u>	<u>-</u>	<u>28,794</u>
Equity				
508.1 Invested in capital assets, net of related debt	2,319,666	-	76,186	2,395,852
512.1 Unrestricted net assets	144,331	25,628	-	169,959
513 Total equity/net assets	<u>2,463,997</u>	<u>25,628</u>	<u>76,186</u>	<u>2,565,811</u>
600 Total liabilities and equity/net assets	<u>\$ 2,482,860</u>	<u>\$ 35,559</u>	<u>\$ 76,186</u>	<u>\$ 2,594,605</u>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
 Rio Arriba Housing Authority  
 A Component Unit of Rio Arriba County  
 Financial Data Schedule  
 June 30, 2007

Schedule VI  
 Page 3 of 3

	Low Rent Public Housing 14.850	Housing Choice Vouchers 14.871	Public Housing Capital Fund Program 14.872	Total
<b>Revenues</b>				
703 Net tenant rental revenue	\$ 45,537	\$ -	\$ -	\$ 45,537
704 Tenant revenue-other	1,156	-	-	1,156
705 Total tenant revenue	<u>46,693</u>	<u>-</u>	<u>-</u>	<u>46,693</u>
706 HUD PHA operating grants	60,792	74,204	53,687	188,683
706.1 Capital grants	-	-	34,428	34,428
711 Investment income-unrestricted	2,788	136	-	2,924
715 Other Revenue	58,701	3,641	-	62,342
716 Gain/loss on sale of fixed assets	(3,307)	-	-	(3,307)
700 Total revenue	<u>165,667</u>	<u>77,981</u>	<u>88,115</u>	<u>331,763</u>
<b>Expenses</b>				
911 Administrative salaries	21,500	850	28,631	50,981
914 Compensated absences	(1,194)	(97)	-	(1,291)
915 Employee benefit contributions-administrative	11,307	577	2,191	14,075
916 Other operating-administrative	16,739	3,271	355	20,365
931 Water	10,155	-	-	10,155
932 Electricity	2,382	-	-	2,382
941 Ordinary maintenance and operations-labor	52,392	-	-	52,392
942 Ordinary maintenance and operations-materials and other	10,125	-	-	10,125
943 Ordinary maintenance and operations-contract costs	6,649	-	-	6,649
945 Employee benefit contributions - ordinary maintenance	9,558	-	-	9,558
961 Insurance premiums	13,676	-	-	13,676
964 Bad debt-tenant rents	2,066	-	-	2,066
969 Total operating expenses	<u>155,355</u>	<u>4,601</u>	<u>31,177</u>	<u>191,133</u>
970 Excess operating revenue over operating expenses	<u>10,312</u>	<u>73,380</u>	<u>56,938</u>	<u>140,630</u>
971 Extraordinary maintenance	-	-	14,865	14,865
973 Housing assistance payments	-	61,736	-	61,736
974 Depreciation expense	198,908	-	2,830	201,738
900 Total expenses	<u>354,263</u>	<u>66,337</u>	<u>48,872</u>	<u>469,472</u>
1001 Operating transfers in	9,246	-	-	9,246
1002 Operating transfers out	-	-	(9,246)	(9,246)
1010 Total other financing sources (uses)	<u>9,246</u>	<u>-</u>	<u>(9,246)</u>	<u>-</u>
1000 Excess (deficiency) of revenue over total expenses	<u>(179,350)</u>	<u>11,644</u>	<u>29,997</u>	<u>(137,709)</u>
1103 Beginning equity	2,541,703	13,984	147,833	2,703,520
1104 Prior period adjustments, equity transfers	<u>101,644</u>	<u>-</u>	<u>(101,644)</u>	<u>-</u>
Ending equity (deficit)	<u>\$ 2,463,997</u>	<u>\$ 25,628</u>	<u>\$ 76,186</u>	<u>\$ 2,565,811</u>

See accompanying independent auditors' report.

(This page intentionally left blank)

**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***

Hector Balderas  
New Mexico State Auditor  
To the County Manager and County Commissioners  
Rio Arriba County  
Tierra Amarilla, New Mexico

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, budgetary comparison for the general fund and the aggregate remaining fund information of Rio Arriba County, as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents, and have issued our report thereon dated July 2, 2008. We also have audited the financial statements of each of the County's nonmajor governmental funds, and the budgetary comparisons for the major capital projects fund, and the nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2007 as listed in the table of contents and have issued our report thereon dated July 2, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weakness. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Rio Arriba County's financial statements that is more than inconsequential will not be prevented or detected by Rio Arriba County's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting; see items FS 06-01, FS 06-08 FS 06-09, FS 07-01, and FS 07-07.



A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Rio Arriba County's internal control.

Our Consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rio Arriba 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items FS 03-05, FS 06-06, FS 06-10, FS 06-12, FS 07-02, and FS 07-04.

We noted certain matters that are required to be reported under *Government Auditing Standards, January 2007 Revision* paragraphs 5.14 and 5.16, and Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings FS 07-05, FS 07-06, FS 07-08, and FS 07-09.

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

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

*Accounting & Consulting Group, L.L.P.*

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
July 2, 2008

(This page intentionally left blank)

**FEDERAL FINANCIAL ASSISTANCE**

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

Hector Balderas  
New Mexico State Auditor  
To the County Manager and County Commissioners  
Rio Arriba County  
Tierra Amarilla, New Mexico

Compliance

We have audited the compliance of Rio Arriba County with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. Rio Arriba County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Rio Arriba County's management. Our responsibility is to express an opinion on Rio Arriba County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Rio Arriba County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Rio Arriba County's compliance with those requirements.

In our opinion, Rio Arriba County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned cost as item FA-06-01

Internal Control Over Compliance

The management of Rio Arriba County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Rio Arriba County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Rio Arriba County's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Rio Arriba County's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the Rio Arriba County's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the Agency's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Rio Arriba County's response to the finding identified in our audit is described in the accompanying schedule of finding and questioned costs. We did not audit Rio Arriba County's response and, accordingly, we express no opinion on it.

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

*Accounting & Consulting Group, L.L.P.*

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
July 2, 2008

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2007

Federal Grantor/ Passthrough Grantor/ Program Title	Pass-Through Entity Number	Federal CFDA Number	Federal Expenditures
<b>U.S. Department of Agriculture</b>			
Community Facilities Loans and Grant		10.766	37,500
<b>Total U.S. Department of Agriculture</b>			<u>37,500</u>
<b>U.S. Department of Transportation</b>			
<i>Passthrough the State of New Mexico Department of Transportation</i>			
Federal Job Access and Reverse Commute Program under Section 3037 - Transportation Equity Act	67-16790	20.516	101,570
<b>Total U.S. Department of Transportation</b>			<u>101,570</u>
<b>U.S. Department of Housing and Urban Development</b>			
Low Rent Housing Program (1)		14.850	404,670
Section 8 Housing Choice Vouchers (1)		14.871	66,337
Capital Funding (1)		14.872	42,805
<b>Total U.S. Department of Housing and Urban Development</b>			<u>513,812</u>
<b>U.S. Department of Interior</b>			
BLM Grant		15.225	15,000
NM Energy and Minerals		15.423	15,100
<b>Total U.S. Department of Interior</b>			<u>30,100</u>
<b>U.S. Department of Homeland Security</b>			
Federal Emergency Management		97.036	91,420
<b>Total U.S. Department of Homeland Security</b>			<u>91,420</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 774,402</u>

(1) Denotes Major Federal Financial Assistance Program

**STATE OF NEW MEXICO**  
Rio Arriba County  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2007

**Notes to Schedule of Expenditures of Federal Awards**

1 Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Rio Arriba County, New Mexico (County) and is presented on the modified accrual basis of accounting, which is the same basis used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

2 Subrecipients

The County did not provide any federal awards to subrecipients during the year.

**Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements:**

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 774,402
Total expenditures funded by other sources	<u>27,695,683</u>
Total expenditures	<u><u>\$ 28,470,085</u></u>

See accompanying independent auditors' report

(This page intentionally left blank)



**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Schedule of Findings and Questioned Costs  
 For the year ended June 30, 2007

**Section I – Summary of Audit Results**

*Financial Statements:*

- |  |             |
|--|-------------|
| 1. Type of auditors’ report issued   | Unqualified |
| 2. Internal control over financial reporting:                                    |             |
| a. Material weakness identified?   | No          |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes         |
| c. Noncompliance material to the general-purpose financial statements noted?     | Yes         |

*Federal Awards:*

- | 1. Internal control over major programs:   |                                      |                 |        |                                      |        |                                   |        |                 |  |
|--|--------------------------------------|-----------------|--------|--------------------------------------|--------|-----------------------------------|--------|-----------------|--|
| a. Material weaknesses identified?   | No                                   |                 |        |                                      |        |                                   |        |                 |  |
| b. Significant deficiencies identified not considered to be material weaknesses?   | Yes                                  |                 |        |                                      |        |                                   |        |                 |  |
| 2. Type of auditors’ report issued on compliance for major programs  | Unqualified                          |                 |        |                                      |        |                                   |        |                 |  |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?  | Yes                                  |                 |        |                                      |        |                                   |        |                 |  |
| 4. Identification of major programs:   |                                      |                 |        |                                      |        |                                   |        |                 |  |
| <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center; border-bottom: 1px solid black;">CFDA<br/>Number</th> <th style="text-align: center; border-bottom: 1px solid black;">Federal Program</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">14.850</td> <td style="text-align: center;">Public and Indian Housing – Low Rent</td> </tr> <tr> <td style="text-align: center;">14.871</td> <td style="text-align: center;">Section 8 Vouchers Choice Program</td> </tr> <tr> <td style="text-align: center;">14.872</td> <td style="text-align: center;">Capital Funding</td> </tr> </tbody> </table> | CFDA<br>Number                       | Federal Program | 14.850 | Public and Indian Housing – Low Rent | 14.871 | Section 8 Vouchers Choice Program | 14.872 | Capital Funding |  |
| CFDA<br>Number   | Federal Program                      |                 |        |                                      |        |                                   |        |                 |  |
| 14.850   | Public and Indian Housing – Low Rent |                 |        |                                      |        |                                   |        |                 |  |
| 14.871   | Section 8 Vouchers Choice Program    |                 |        |                                      |        |                                   |        |                 |  |
| 14.872   | Capital Funding                      |                 |        |                                      |        |                                   |        |                 |  |
| 5. Dollar threshold used to distinguish between type A and type B programs:  | \$300,000                            |                 |        |                                      |        |                                   |        |                 |  |
| 6. Auditee qualified as low-risk auditee?  | No                                   |                 |        |                                      |        |                                   |        |                 |  |

**Section II – Rio Arriba County Financial Statement Finding and Questioned Costs**

**FS 03-05 — Late Audit Report**

*Condition:* The County’s audit report for the year ended June 30, 2007 was due November 15, 2007, but was submitted to the Office of the State Auditor on July 3, 2008.

*Criteria:* Audit reports not received on or before the due date of November 15 are considered to be in non-compliance with requirements of Section 2.2.2.9.A of the State Auditor Rule.

*Cause:* The 2007 audit delays are due to the late audit reports filed by the County from as early as 2005, or earlier. The late reports in prior years created an effect in which it delayed the audit reports in the following years making it difficult for the auditors to complete the audit before the November 15 due date.

*Effect:* The result has been the late submission of the County’s audit report every year since the year ended June 30, 2004.

*Recommendation:* The County must ensure that all future audit reports are filed in a timely manner.

*Management’s Response:* The County closed its books on July 31, 2007. Trial Balance, Cash Reconciliations, State Reports and other documents were submitted on a timely basis.

**FS 06-01— Lack of Purchase Order Authorization**

*Condition:* During our test work of cash disbursements, we observed three instances out of thirty-nine where a purchase order was not authorized prior to the purchase of goods and/or services. A direct payment voucher was used in the place of the purchase order. In two instances the County paid for employee educational classes without proper documentation of the employees’ grades. In another instance we found an overpayment to an employee by one hour (\$12). County policy states that a direct payment voucher is to be used only for “emergency situations”.

*Criteria:* Section 13-1-169 of NMSA 1978, and Rio Arriba County’s policy, require that purchase orders be obtained and approved before receipt of goods and services.

*Cause:* The cause is that all employees of the County do not understand the necessary and proper procedures for procurement. In the case of the overpayment, there was an addition error. In the two instances of County payments for education, the employees and accounts payable clerks did not understand the requirements of the policy.

*Effect:* The effect is that goods and/or services were purchased without an authorized purchase order, which violates the County’s purchasing policy and increases the risk of unauthorized purchases of goods and/or services. In the case of the overpayment, if not careful, County could be overpaying its employees. Without proper documentation, employees who pass a course without the required grade of B or better may incorrectly have their education paid for by the County.

*Recommendation:* We recommend that the County take necessary actions to ensure that all employees understand the procurement and purchasing process and also enforce the County’s policy of obtaining authorized purchase orders prior to the purchase of goods and/or services. We also recommend that the direct payment voucher process be explained to all employees including the fact that the use of these vouchers is restricted to emergency purposes.

*Management’s Response:* The Finance Department continues to be pledged by this problem. The Finance Department has done everything in its power to stop this practice. Vendors have been notified not to allow purchases or services without purchase orders. Finance requires a letter documenting why the procurement act is not followed before payment is made. Stronger enforcement policies will have to be implemented to curb this practice.

**Section II – Rio Arriba County Financial Statement Finding and Questioned Costs (Continued)**

**FS 06-06 — Designated Cash Exceeded**

*Condition:* The County has designated cash appropriations in excess of available cash balances at the end of the previous fiscal year in the following funds.

The County’s designated cash appropriations are in excess of available balances in the following funds:

<u>Special Revenue Funds</u>	<u>Amount</u>
Fund 2204 Road Projects	\$ 217,708
Fund 2350 EMS Fund	\$ 55,528
Fund 2483 5311 Grant 06-07	\$ 106,373
Fund 3400 County Funded	\$ 138,506
Fund 4000 Debt Service	\$ 518,842
Fund 7740 Inmate Fund	\$ 3,979

*Criteria:* According to State Audit Rule 2.2.2.10 O (1)(b) if budgeted expenditures exceed budgeted revenues and the agency budgets cash or fund balance, that amount must not exceed the beginning fiscal year cash or fund balance.

*Cause:* There was lack of oversight by the County’s management and governing body of this matter during the budgetary process.

*Effect:* The County budgeted expenditures that required designated cash that exceeded the beginning cash balance.

*Recommendation:* Budgets for future years should be maintained so that budgeted beginning cash or fund balance does not exceed actual cash or fund balance available. Greater attention should be given to the budget monitoring process.

*Management’s Response:* Concur with this finding. Financial statement presentation requires that BUDGETS for expenditures, refunds, transfers to, and due to not exceed BUDGETS for revenues, fund balances, transfers from, and due from. The county does exercise budget to cash controls. None of these funds had deficit cash balances at the end of year. This issue was corrected for the 2007-08 fiscal year.

**FS 07-01 — Stale Dated Checks**

*Condition:* The County did not cancel sixteen checks from January 2006 to June 2006 totaling \$9,404.

*Criteria:* NMSA 6-10-57 (A) requires that whenever any check or warrant issued by the state, county, municipality, school district, or special district is unpaid for one year after it becomes payable, the fiscal officer shall cancel it.

*Cause:* The County does have a system of control to ensure checks unpaid for one year are cancelled, however there was an oversight by management regarding canceling these checks.

*Effect:* By not canceling checks over a year old the County is at a higher risk for misstatements, errors, and fraud.

*Auditors’ Recommendations:* The County should apply the controls they have in place, to ensure that checks unpaid for one year are cancelled.

*Management’s Response:* Concur with this finding. This finding is corrected for fiscal year 2007-08.

**Section II – Rio Arriba County Financial Statement Finding and Questioned Costs (Continued)**

**FS 07-02 — Pledged Collateral – Cash Equivalents and Deposits**

*Condition:* During the year ended June 30, 2007, the County maintained and utilized deposits with financial institutions which were not covered by 50% of pledged collateral as required by State of New Mexico Statutes. As of June 30, 2007 the under collateralization at the institutions totaled \$17,110.

*Criteria:* Cash equivalents on deposits must have pledged collateral equal to at least 50% of the amount in excess of the federal insurance on the deposit per Section 6-10-8 NMSA 1978.

*Cause:* The County Treasurer did not review monthly collateralization reports provided by the financial institution(s) with which the County maintained deposits. The collateral is backed by the Federal National Mortgage Association and Federal Farm Credit bank which is not backed by full faith and credit of the United States government.

*Effect:* Lack of proper collateralization results in non-compliance with state statutes and increases the potential for to the loss of the County's public funds in the event of a bank closure.

*Auditors' Recommendations:* As part of a formal policy implemented by the County, an individual within the Treasurer's Office should be reviewing the monthly collateral reports, investigating differences, and resolving discrepancies.

*Management's Response:* Treasurer was assured by the bank the adequate collateral was pledge. The Treasurer is working closely with banks to assure that this does not reoccur.

**FS 06-08 Internal Control Related Matters - Deficiencies in Design, Operation, and Oversight (Housing Authority)**

*Condition:* The governing body did not have any meetings during the year.

*Criteria:* Under SAS 112, paragraph 19, the internal control and financial reporting process should have adequate oversight provided by the body charged with governance. The Housing Authority must comply with HUD regulations and have board meetings to approve or disapprove all items from the Director's report.

*Cause:* Body charged with governance did not have any meetings for the year and under the requirements of HUD and under SAS 112, the board must provide effective oversight of internal control and financial reporting processing.

*Effect:* Because there is not an adequate internal control structure or oversight by the governing body, complete and accurate financial data cannot be verified, assets are not properly safeguarded, reconciliations are not performed, or at a minimum not performed on a timely basis, and adequate controls are not in place to prevent or detect intentional misstatements of accounting information.

*Auditors' Recommendation:* The body charged with governance should provide effective oversight of the internal control and financial reporting processing. The Authority must have a quorum at all board meetings.

*Management's Response:* The Board of Directors is meeting regularly as of the fall of 2007. Financial reports are presented for Low Income, Section 8 and Capital Improvements.

**Section III – Financial Statement Finding and Questioned Costs (Housing Authority)**

**FS 06-09 Internal Control Related Matters-Disaster Recovery Plan-significant (Housing Authority)**

*Condition:* Rio Arriba Housing Authority does not have a Disaster Recovery Plan.

*Criteria:* State of New Mexico Statewide Guideline S-GUIDE-002.003 (per NMSA 1978 Section 15-1C-1 et. Seq. and NMAC 1.12.6 and NMAC 1.12.2) establishes an Enterprise Security Policy for the protection of IT assets and resources including data and information. The policy establishes that protection must be provided for IT assets, resources, and data/information from unauthorized access, use, disclosure, disruption, modification, or destruction in order to provide integrity, confidentiality, availability, accountability, and assurance, and establishes that controls must be maintained over information systems, resources, and data/information sufficient to contain risk of loss or misuse of information.

*Cause:* The Authority does not have a Disaster Recovery Plan.

*Effect:* The Authority is not in compliance with HUD regulations.

*Auditors' Recommendation:* The Authority must implement a Disaster Recovery Plan in order to comply with HUD regulations.

*Management's Response:* A Disaster plan will be implemented by March 1, 2008.

**FS 06-10 Pledged Collateral – Cash Equivalents and Deposits (Housing Authority)**

*Criteria:* Cash equivalents and deposits must have pledged collateral of at least %50 of the amount in excess of the federal insurance on the deposit per Section 6-10-17, NMSA 1978.

*Condition:* During the year ended June 30, 2007, the Authority maintained and utilized deposits with financial institutions which were not covered by 50% of pledged collateral as required by State of New Mexico Statutes. As of June 30, 2007 the under collateralization at the institutions totaled \$19,622.

*Cause:* The Authority had not designated an individual to review monthly collateralization reports provided by the financial institution(s) with which the Authority maintained deposits. Monitoring collateralization of the Authority's funds is essential in ensuring compliance with State of New Mexico Statutes.

*Effect:* Lack of proper collateralization may result in non-compliance with state statutes and increase potential liability and exposure to the loss of the Authority's public funds in the event of bank closure.

*Auditors' Recommendations:* As part of a formal policy implemented by the Authority, an individual within the Authority should be assigned the responsibilities of reviewing the monthly collateral reports, investigating differences, and resolving discrepancies.

*Management's Response:* A monthly collateral report will be done as of January 2008.

**Section III – Financial Statement Finding and Questioned Costs (Housing Authority) (Continued)**

**FS 04-12 Expenditures in Excess of Budget (Housing Authority)**

*Criteria:* Authority funds are to be budgeted by the local governing body and submitted to the State of New Mexico Department of Finance and Administration – Local Government Division for approval. Once adopted, any claims or warrants in excess of budget are a violation of Section 6-6-6, NMSA 1978.

*Condition:* The Authority exceeded the budgeted expenditures in the following funds:

	<u>Amount</u>
Housing Choice Vouchers Fund	\$ 66,337

*Cause:* Inadequate monitoring of budgeting procedures is the reason this over expenditure occurred.

*Effect:* Pursuant to Section 6-6-6, NMSA 1978, any expenditure in excess of the approved budget(s) shall be a liability against the officials so allowing or paying such claims or warrants, and recovery of such excess amounts so allowed or paid may be had against the bondsmen of such official.

*Auditors' Recommendation:* The budget of each separate fund should be revised to ensure adequate budget Authority for expenditures of the fund. Greater attention should be given to the budget monitoring process.

*Management's Response:* The Executive Director of the Authority will be presenting the financial status of the budget on a monthly basis to the County Commissioners at the board meetings, starting with the December 2007 meeting (July – November 2007 will be presented).

**FS 07-04 — Disposition of Property and Equipment (Housing Authority)**

*Condition:* During our testwork of capital assets, we noted that the Authority disposed of property and equipment during the year ended June 30, 2007. However, the Authority failed to notify the State Auditor of the planned disposition.

*Criteria:* According to the Section 13-6-1 NMSA 1978, at least 30 days prior to disposition of property, written notification of the official finding and proposed disposition duly sworn and subscribed under oath by each member of the Authority approving the active must be sent to the State Auditor.

*Cause:* The Authority was not aware of the statutory requirement and did not notify the State Auditor property dispositions as required by the law.

*Effect:* the Authority has not complied with the statutory requirement regarding property dispositions and assets are not property guarded during the disposition process.

*Auditors' Recommendations:* The Authority must notify the State Auditor at least thirty days prior to planned disposition of property and equipment.

*Management's Response:* A policy will be put in place for disposition of property by March 1, 2008.

**Section III – Financial Statement Finding and Questioned Costs (Housing Authority) (Continued)**

**FS 07-05 — Segregation of duties in cash management-control (Housing Authority)**

*Condition:* During our internal control and risk assessment process, it was learned that the same person is handling both cash receipts preparation and making the deposits in the bank.

*Criteria:* Section 6-6-3, NMSA 1978, requires that local public bodies shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters.

*Cause:* The Authority had not designated an individual to make deposits who is independent from the person responsible for counting the daily receipts. This is a result of only two full time employees.

*Effect:* Lack of proper segregation of duties may result in non-compliance with state statutes and increase opportunity for fraudulent activity.

*Auditors' Recommendations:* As part of a formal policy implemented by the Authority, an individual within the office should be assigned the responsibilities of counting the daily receipts and another individual assigned to make the daily bank deposit.

*Management's Response:* Our policy will be updated by March 1, 2008. There was only one person working in the office during 2007.

**FS 07-06 Personnel Files-control (Housing Authority)**

*Condition:* During test work of payroll, we noted the following conditions:

- 1 of 4 employees did not have employer signed I-9's.
- 1 of 4 employees lacked an employment contract or agreement.

*Criteria:* According to the Immigration Reform and Control Act of 1986, the Authority shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, employment eligibility verification, federal and state withholding allowance certificates, pay deductions authorizations, pay or position change notices, I-9's, W-4's, PERA plan application and direct deposit authorizations.

*Cause:* The cause of these exceptions appears to be due to an oversight by management.

*Effect:* The effect was such that the personnel files were incomplete, and can increase the risk of errors or misstatements. Accordingly, the Authority is not in compliance with the Immigration Reform and Control Act of 1986.

*Auditors' Recommendations:* We recommend that the Authority ensure all personnel files are complete.

*Management's Response:* All of the personnel files will be updated with a personal check list for each employee.

**Section III – Financial Statement Finding and Questioned Costs (Housing Authority) (Continued)**

**FS 07-07 — Preparation of Financial Statements-significant (Housing Authority)**

*Condition:* The financial statements and related disclosures are not being prepared by the Authority.

*Criteria:* According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. It includes controls over financial statement preparation, including footnote disclosures. The fact that the auditor prepares the financial statements may mean they are correct, but it does not eliminate the control deficiency.

*Cause:* The Authority's personnel do not have the time to prepare the financial statements and have not been trained in the preparation of financial statements and related disclosures.

*Effect:* The Authority has a control deficiency since management does not have sufficient controls over the preparation of financial statements and related disclosures.

*Auditors' Recommendation:* We recommend the Authority management and personnel receive training on preparation of financial statements and related disclosures under Generally Accepted Accounting Standards, or contract with a consultant to assist with the preparation of the financial statements.

*Management's Response:* We have contacted a consultant and will receive training on financial statement preparation.

**FS 07-08 Lack of Purchase Orders-control (Housing Authority)**

*Condition:* During our test work on cash disbursements, we observed two out of fifty one instances where a purchase order was not authorized prior to the purchase of goods and/or services.

*Criteria:* The Authority's policy, requires that purchase orders be obtained and approved before procurement of goods and services.

*Cause:* This was caused by an oversight by management before these items were purchased.

*Effect:* Not having a P.O. before purchasing items can increase the risk of fraud, and also increase the risk of misstatements or errors in records transactions.

*Auditors' Recommendations:* We recommend that the Authority take the actions necessary to ensure that staff have authorized purchase orders prior to the purchase of goods and/or services.

*Management's Response:* All purchase orders will be signed as purchase is requested.

**FS 07-09 – Capitalization Threshold (Housing Authority)**

*Condition:* The Authority's capitalization policy is to capitalize all assets over \$200.

*Criteria:* NMAC section 2.2.2.10 Y states, "The Audit Act (12-6-10, NMSA 1978) requires agencies to capitalize only equipment that cost over \$5,000."

*Cause:* The Authority was unaware of the change in capitalization threshold requirements.

*Effect:* The Authority is in violation of NMAC Section 12-6-10, NMSA 1978.

*Recommendation:* We recommend the Authority change its capitalization to policy comply with the law.

*Management's Response:* Client is going to talk with their fee accountant about changing the policy to \$5,000



**Section IV – Federal Award Findings**

**FA 06-01: Audit Report (Housing Authority)**

Federal program information:

Funding agency:	U.S. Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers and Low Income Public Housing Programs
CFDA number:	14.871 and 14.850

*Condition:* The Authority, which maintains all Federal Awards for the Authority, has not submitted its report on a timely basis.

Questioned Cost: None

*Criteria:* The Authority's deadline for submission of an audit report to the State of New Mexico is by December 1 after the fiscal year end. In addition, the Authority is also required to follow the Single Audit requirements stipulated by *U.S. Office of management and Budget (OMB) Circular A-133* when receiving federal funds in excess of \$500,000. Those requirements stipulate that the Housing Authority submit an audit report to the federal audit clearing house no later than 13 months following the Housing Authority's fiscal year end of June 30, 2007 or July 31, 2008. (*OMB) Circular A-133* Section 320 and NMAC 2.2.2.10J (3)(c)(ii).

*Cause:* The Authority was late to submit report because there was a change in the executive director position during the 2006-2007 fiscal year. The change of this position made it difficult to have information ready to complete the audit on time.

*Effect:* The Authority has not complied with the State Auditor reporting deadline, but they are may have met the HUD requirement for the electronic submission by the nine month deadline. Non-compliance with the reporting requirement of HUD requirements may affect the Authority's federal award future funding.

*Auditors' Recommendation:* The Authority must ensure that all future audit reports are filed in a timely manner.

*Management's Response:* The Authority will begin audits before the County is audited in order to submit information in a timely manner.

**STATE OF NEW MEXICO**  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the year ended June 30, 2007

Schedule VIII  
Page 10 of 10

**Section V – Prior Year Audit Findings**

**Primary Government**

FS 03-05 - Late audit report (repeated)  
FS 04-11 - County's Late Submission of the Fiscal Year Ended June 30, 2005 Budget (resolved)  
FS 06-01 – Lack of Purchase Order Authorization (repeated)  
FS 06-02 – Payroll – Lack of Authorization for One Time Pay Adjustment (resolved)  
FS 06-03 – Receipts – Unable to trace miscellaneous receipts to the general ledger (resolved)  
FS 06-04 – Credit Card Expenditures (resolved)  
FS 06-05 – Capital Asset Detail (resolved)  
FS 06-06 – Designated Cash Exceeded (resolved)

**Component Unit (Housing Authority)**

FS 04-12 — Expenditures in Excess of Budget (repeated)  
FS 06-07 — Security Deposits (resolved)  
FS 06-08 — Internal Control Related Matters – Board of Director Meetings (repeated)  
FS 06-09 — Internal Control Related Matters - Disaster Recovery Plan (repeated)  
FS 06-10 — Pledged Collateral-Cash Equivalent and Deposits (repeated)  
FS 06-11 — Payroll-Checks released before end of pay period (resolved)  
FA 05-06 — Late Submission of Data Collection Form and Report Package (resolved)  
FA 06-01 — Audit Report (repeated)  
FA 06-02 — Receipt Testwork (resolved)  
FA 06-03 — Periodic Reports not Submitted per Grant Agreement (resolved)

**STATE OF NEW MEXICO**  
Rio Arriba County  
Other Disclosures  
For the Year Ended June 30, 2007

**Other Disclosures**

**Exit Conference**

The contents of this report were discussed on July 2, 2008 at Rio Arriba County, Espanola Offices. The following individuals were in attendance.

**Representing Rio Arriba County**

Fred Vigil	County Clerk
Felipe Martinez	Commissioner
Melody Gomez	Treasurer Accountant
Livia Olguin	County Treasurer
Lorenzo Valdez	County Manager
Mary Louise Martinez	Comptroller
Christine Montano	Director of Finance
Guadalupe Mercure	Accounting Systems Coordinator

**Representing Accounting & Consulting Group, LLP**

Ray Roberts, Managing Partner, CPA  
Andrew Kouba, Senior Accountant

**Auditor Prepared Financials**

Although it would be preferred and desirable for the County to prepare its own financial statements, the County's personnel did not have the time to prepare them. Accounting & Consulting Group, LLP prepared the financial statements of Rio Arriba County from the original books and records provided to them by the management of the County.