

**STATE OF NEW MEXICO**

**RIO ARRIBA COUNTY**

**ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED**

**JUNE 30, 2011**

---

# INTRODUCTORY SECTION

STATE OF NEW MEXICO  
Rio Arriba County  
Table of Contents  
June 30, 2011

	<u>Statement</u>	<u>Page</u>
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -		
Special Revenue	A-4	77-83
Capital Projects	A-5	85-86
Debt Service	A-6	87
 Statement of Revenues, Expenditures, and Change in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Combining – Non-Major Special Revenue Funds	B	89
Jail Operations	B-1	90
Environmental	B-2	91
County Property Valuation	B-3	92
County Road Projects	B-4	93
Emergency Comm/EMS	B-5	94
Farm and Range Improvement	B-6	95
Law Enforcement	B-7	96
Lodgers’ Tax Act	B-8	97
Recreation	B-9	98
Senior Citizen Program	B-10	99
Indigent	B-11	100
County Fire Protection	B-12	101
DWI Grants	B-13	102
Clerk’s Recording & Filing Fees	B-14	103
Fire Department Funds	B-15	104
EMS Funds	B-16	105
NMCC Outreach	B-17	106
New Mexico State Library	B-18	107
Forest Reserve Title III	B-19	108
Recycling & Illegal Dumping Act	B-20	109
North Central Solid Waste Authority	B-21	110
Summer Food Program	B-22	111
SCAAP	B-23	112
Sheriff Grants	B-24	113
Water Innovation Funds	B-25	114
Preliminary Engineering Report/Water Study Grant	B-26	115
USDA Forest P & Z	B-27	116
EMG-MGMT 2005-GE-T5-0012 - RAC	B-28	117
H1N1 Agreement	B-29	118
SAMSA	B-30	119
Maternal/Child Health	B-31	120
DOH Community Health Improvement	B-32	121
TCA Program - OPTUM	B-33	122
OPTUM BASD	B-34	123
ARRA American Recovery & Reinvestment Act	B-35	124
Rio Arriba Homeland Security	B-36	125
Southwest Regional Education Center	B-37	126
RAJJB 07.690.3057-CYFD	B-38	127
Inmate Evercom Phone	B-39	128

STATE OF NEW MEXICO  
Rio Arriba County  
Table of Contents  
June 30, 2011

	<u>Exhibit</u>	<u>Page</u>
<b>INTRODUCTORY SECTION</b>		
Table of Contents		i-iii
Official Roster		iv
 <b>FINANCIAL SECTION</b>		
Independent Auditors' Report		1-3
<b>Management's Discussion and Analysis</b>		4-16
 <b>Basic Financial Statements:</b>		
Government Wide Financial Statements:		
Statement of Net Assets	1	17
Statement of Activities	2	18
Fund Financial Statements:		
<b>Governmental Funds:</b>		
Balance Sheet - Governmental Funds	3	19
Reconciliation of the Balance Sheet to the Statement of Net Assets		20
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	4	21
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities		22
Statement of Revenues, Expenditures, and Change in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual- General Fund	5	23
<b>Proprietary Funds:</b>		
Statement of Net Assets – Proprietary Funds	6	24
Statement of Revenues, Expenses, and Changes in Net Assets – Proprietary Funds	7	25
Statement of Cash Flow – Proprietary Funds	8	26-27
<b>Fiduciary Funds:</b>		
Statement of Fiduciary Assets and Liabilities - Agency Funds	9	28
 <b>NOTES TO THE FINANCIAL STATEMENTS</b>		 29-53
 <b>SUPPLEMENTARY INFORMATION</b>		
	<u>Statement</u>	<u>Page</u>
Statement of Revenues, Expenditures, and Change in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual - County Capital Project Fund	1	54
Statement of Revenues, Expenditures, and Change in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual – Senior Citizens Appropriations Funds	2	55
 <b>Non-Major Governmental Funds:</b>		
Non-Major Fund Descriptions		56-64
Combining Balance Sheet		
Special Revenue	A-1	65-71
Capital Projects	A-2	73-74
Debt Service	A-3	75



STATE OF NEW MEXICO  
Rio Arriba County  
Table of Contents  
June 30, 2011

	<u>Statement</u>	<u>Page</u>
Combining – Capital Projects Funds	C	129
Waste Water Treatment	C-1	130
Energy Efficiency & Conservation	C-2	131
CDBG 10-C-NR-I-1-G-09	C-3	132
Landfill Closure	C-4	133
Fire District Bond Fund	C-5	134
EMS Bond Fund	C-6	135
2007 State Appropriations Capital Projects	C-7	136
2008 State Appropriations Capital Projects	C-8	137
Health Commons	C-9	138
Combining – Debt Service Funds	D	139
Jail Bonds	D-1	140
Sub Office Revenue Bonds	D-2	141
<b>Rio Arriba County Housing Authority</b>		
A Blended Component Unit of Rio Arriba County		
Combining Statement of Net Assets – Proprietary Funds	E-1	142
Combining Statement of Revenues, Expenses and changes in Net Assets – Proprietary Funds	E-2	143
Combining Statement of Cash Flows – Proprietary Funds	E-3	144-145
<b>SUPPORTING SCHEDULES</b>	<u>Schedule</u>	<u>Page</u>
Schedule of Collateral Pledged by Depository for Public Funds	I	146
Schedule of Deposit and Investment Accounts - County	II	147
Tax Roll Reconciliation – Changes in Property Taxes Receivable	III	148
Property Tax Schedules	IV	149-151
Property Tax Roll Reconciliation	V	152
Schedule of Changes in Fiduciary Assets and Liabilities – Agency Funds	VI	153
NM Area on Aging Schedule	VII	154
<b>COMPLIANCE SECTION</b>		
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Governmental Auditing Standards		155-156
<b>FEDERAL FINANCIAL ASSISTANCE</b>		
Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133		158-159
Schedule of Expenditures of Federal Awards	VIII	160-161
Schedule of Findings and Questioned Costs		162-181
<b>OTHER DISCLOSURES</b>		
Exit Conference		182

STATE OF NEW MEXICO  
Rio Arriba County  
Official Roster  
June 30, 2011

Name

Title

Board of County Commissioners

Felipe D. Martinez, District III	Chairman
Barney Trujillo, District I	Commissioner
Alfredo L. Montoya, District II	Commissioner

Elected Officials

J. Fred Vigil	County Assessor
Moises Morales	County Clerk
Thomas Rodella	County Sheriff
Livia Olguin	County Treasurer
Marlo Martinez	Probate Judge

Administrative Officials

Thomas Campos III	County Manager
Christine Montañó	Director of Finance
David F. Trujillo	Assistant County Manager
Guadalupe Mercure	Assistant Director of Finance

# **FINANCIAL SECTION**



State of New Mexico  
*OFFICE OF THE STATE AUDITOR*

**Hector H. Balderas**  
State Auditor

**Carla C. Martinez**  
Deputy State Auditor

**INDEPENDENT AUDITOR'S REPORT**

Hector Balderas  
New Mexico State Auditor  
To the County Manager and County  
Commissioners, Rio Arriba County  
PO BOX 127 – Main Street  
Tierra Amarilla, New Mexico 87575

We have audited the accompanying financial statements of the governmental activities, the business-type activities, 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, 2011, 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 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, 2011 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 such 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.

As discussed in detail in the revised and repeated finding FS 10-06, management has not ensured that the capital assets, the depreciation and accumulated depreciation account balances and related note disclosures are presented in accordance with accounting principles generally accepted in the United States of America (GAAP). The amounts of the misstatements in these account balances caused by these departures from GAAP are not reasonably determinable. This comment does not apply to the blended component unit, the housing authority business-type activities.

Further, as discussed in the revised and repeated finding FS 10-05, management has not established internal controls sufficient to ensure that when the County enters into a debt agreement, the related financial transactions are properly recorded in the County's general ledger and correctly reported in the County's financial statements and notes. As a result of this material weakness in internal controls, we were unable to determine that management has ensured that the following account balances and related disclosures have been reported in accordance with GAAP in the financial statements: the current and long term portions of debt in the Statement of Net Assets; grants reported in the Statement of Activities; and revenues and expenditures in the Debt Service Fund. The amounts of the misstatements in these account balances that could exist due to the lack of good internal controls in this area are not reasonably determinable. This comment does not apply to the blended component unit, the housing authority business-type activities.

In our opinion, except for the effects of the errors and omissions in capital assets and long-term debt described in the paragraphs above, the financial statements referred to previously present fairly, in all material respects, the financial position of the governmental activities of the County as of June 30, 2011, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In addition, in our opinion, except for the effects of the material weakness described above, in the area of recording debt service fund revenue and expenditures, the financial statements referred to previously present fairly, in all material respects, the financial position of the nonmajor debt service funds of the County as of June 30, 2011, and the changes in financial position thereof and the budgetary comparisons thereof 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 previously present fairly, in all material respects respective financial position of the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2011, and the respective changes in financial position, and cash flows, where applicable, thereof 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. Further, in our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of each nonmajor governmental fund (except for the debt service funds) and each fiduciary fund of the County as of June 30, 2011, and the respective changes in financial position (except for the debt service funds) and the respective budgetary comparisons for the major capital project funds and all nonmajor funds (except for the debt service 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 November 9, 2011 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 4 through 16 are 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 basic financial statements, and 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 VII 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.

Office of the State Auditor

Office of the State Auditor  
November 9, 2011

STATE OF NEW MEXICO  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2011

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, 2011. 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 2010-2011 fiscal year are as follows:

- The government-wide assets of the County exceed its liabilities as of June 30, 2011 by \$110,481,929 (net assets) for the primary government. Of this amount \$71,405,125 is invested in capital assets (net of related debt). Of the remaining balance, \$15,532,916 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 \$4,023,656 or by 3.8% during the fiscal year. The County's only component unit, Rio Arriba Housing Authority is reporting a decrease in net assets of \$167,887 or by 8.0%.
- The County's general fund total assets increased by \$2,188,594 from \$15,198,674 in FY10 to \$17,387,268 in FY11 or an increase of 14.4%.
- The County has outstanding debt of \$984,167 for the annex building in Espanola; \$39,000 for the fire station building in Tierra Amarilla; \$114,850 for the fire department in Dixon; \$431,987 and \$142,909 respectively for the North Central Solid Waste Authority.
- The County has maintained the required 3/12<sup>th</sup> of budgeted expenditures reserved for use in the 2010-11 fiscal year.
- Oil and gas tax revenues \$10,258,177 comprise 41% of the total revenues for governmental activities. Gross receipt taxes of \$4,444,150 at 17.8% 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. The projects completed were the renovations to the Dixon Senior Center and Chama Community/Seniors center. Gross Receipt Tax 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 that the reader can understand 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, 2011

**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 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 the public funds, 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 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, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County has a blended component unit Rio Arriba County Housing Authority (The Authority): The Authority is a separate legal entity that can sue or be sued separately from the County. The component unit has the same



STATE OF NEW MEXICO  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2011

three board members as the County and receives funding from the County to meet some of its expenditures. For these reasons, the Authority is considered a blended component unit. The Authority provides services to residents, generally within the geographic boundaries of the primary government. The Generally Accepted Accounting Principles requires the inclusion of this unit in the reporting entity.

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. In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statement and schedules.

**Government-Wide Financial Analysis**

As of June 30, 2010 and 2011, net assets shown in thousands are as follows:

**Table 1 - Net Assets**

	Governmental Activities 2010	Governmental Activities 2011
<b>Assets:</b>		
Current and Other Assets	\$ 39,445,877	\$ 40,776,967
Capital Assets, Net	69,380,934	72,897,347
Total Assets	<u>\$ 108,826,811</u>	<u>\$ 113,674,314</u>
<b>Liabilities</b>		
Current and Other Liabilities	\$ 1,322,777	\$ 1,901,876
Long-Term Liabilities	1,045,761	1,290,509
Total Liabilities	<u>\$ 2,368,538</u>	<u>\$ 3,192,385</u>
<b>Net Assets:</b>		
Invested in Capital Assets, Net of related Debt	\$ 66,076,767	\$ 71,405,125
Restricted	24,306,234	23,543,888
Unrestricted	16,075,272	15,532,916
Total Net Assets	<u>\$ 106,458,273</u>	<u>\$ 110,481,929</u>
Total liabilities and net assets	<u>\$ 108,826,811</u>	<u>\$ 113,674,314</u>

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

STATE OF NEW MEXICO  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2011

of related debt, it should 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.

Table 2 shows the changes in net assets for 2011 compared to changes in net assets for 2010.

**Table 2 - Changes in Net Assets**

	Governmental Activities	Governmental Activities
	2010	2011
Revenues:		
Charges for Services	\$ 454,837	\$ 385,876
Operating Grants and Contributions	6,605,728	6,061,098
Capital Grants and Contributions	3,061,967	876,294
<b>Total Program Revenues</b>	<b>10,122,532</b>	<b>7,323,268</b>
General Revenues		
Property Taxes	5,765,294	5,970,296
Gross receipts and Oil & Gas	15,196,204	14,702,327
Lodger's Tax	32,503	50,347
Other Taxes	1,537,309	1,710,841
Interest on Investments	622,613	609,334
Gain (Loss) on Sale of Capital Assets	(14,412)	39,419
Miscellaneous	1,163,883	1,981,705
Transfer to Component Unit	-	(62,822)
Transfer from Agency Funds	-	12,831
<b>Total General Revenues</b>	<b>24,303,394</b>	<b>25,014,278</b>
<b>Total Revenue</b>	<b>\$ 34,425,926</b>	<b>\$ 32,337,546</b>
Program Expenses:		
General Government	\$ 10,734,194	\$ 11,042,914
Public Safety	13,717,496	12,794,726
Public Works	500,820	572,813
Culture and Recreation	1,224,890	1,132,818
Health and Welfare	3,690,474	3,764,259
Interest/Other Expense	69,173	72,796
<b>Total Expenses</b>	<b>29,937,047</b>	<b>29,380,326</b>
<b>Changes in Net Assets</b>	<b>\$ 4,488,879</b>	<b>\$ 2,957,220</b>

STATE OF NEW MEXICO  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2011

**Governmental Activities**

The General Fund received the majority of the County's revenue, accounting for \$19,934,047 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 \$385,876 of total governmental revenues. These charges are for fees, fines and forfeitures, and licenses and permits.

Property tax revenues account for \$5,970,296 of total governmental revenues. Another major component of revenues was gross receipts and gasoline and motor vehicle taxes, which accounted for \$14,702,327 of total general 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 2010	Total Cost of Services 2011
General Government	\$ 10,734	\$ 11,090
Public Safety	13,718	12,795
Public Works	501	573
Culture and Recreation	1,225	1,133
Health and Welfare	3,690	3,764
Interest/Other Expense	69	73
	\$ 29,937	\$ 29,428

**Business-Type Activities**

Business type activities consist of Rio Arriba County Housing Authority (The Authority). The Authority is a blended component unit of the Rio Arriba County. It is a separate legal entity; it has the same board members as the County's board of commissioners, and provides some revenue sources for The Authority to meet its obligations. The Authority is located in Espanola, New Mexico; however the housing units are located in Tierra Amarilla and Ojo Caliente, New Mexico. The Authority manages two low rent public housing developments containing 53 total units and administers Housing and Urban Development's (HUD) Housing Choice Voucher Section 8 housing assistance program.

Rio Arriba County Housing Authority is reporting net assets of \$1,926,469 as of June 30, 2011. Net assets were reduced by \$167,886 from June 30, 2011 mainly due to depreciation expenses.

STATE OF NEW MEXICO  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2011

**Table 4 - Business-Type Activities**

As of June 30, 2010 and June 30, 2011, net assets are as follows:

Business-Type Activity	Statement of Net Assets	
	June 30, 2010	June 30, 2011
<b>ASSETS:</b>		
Current and Other Assets	\$ 175,456	\$ 184,070
Capital Assets	<u>1,968,271</u>	<u>1,768,775</u>
Total Assets	<u>2,143,727</u>	<u>1,952,845</u>
<b>LIABILITIES:</b>		
Current and Other Liabilities	47,020	22,056
Long-Term Liabilities	<u>2,350</u>	<u>4,319</u>
Total Liabilities	<u>49,370</u>	<u>26,375</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	1,968,271	1,768,775
Restricted net assets	23,123	22,178
Unrestricted / (Deficit)	<u>102,963</u>	<u>135,517</u>
Total Net Assets	<u>\$ 2,143,727</u>	<u>\$ 1,926,470</u>

For the fiscal years ended June 30, 2010 and 2011, changes in net assets are as follows:

Business-Type Activity	Changes in Net Assets	
	For the Year Ended June 30, 2010	For the Year Ended June 30, 2011
<b>OPERATING REVENUES:</b>		
Charges for services and Other Revenue	<u>\$ 82,380</u>	<u>\$ 88,607</u>
Total Operating Revenues	<u>82,380</u>	<u>88,607</u>
<b>OPERATING EXPENSES:</b>		
Personnel and Contractual Services	139,749	85,436
Supplies, Maintenance and Insurance	164,622	136,165
Utilities	23,369	27,669
Bad Debt Expenses	7,477	4,617
Depreciation	208,966	199,496
Housing Assistance Payments	82,490	84,300
Miscellaneous expenses	<u>16,189</u>	<u>3,203</u>
Total Operating Expenses	<u>642,862</u>	<u>540,884</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2011

NON-OPERATING REVENUES (EXPENSES)		
Operating and Capital grants	341,726	212,635
Interest income	1,324	613
Miscellaneous – Management Contract	50,940	55,613
Total Non-Operating Revenues (Expenses)	393,990	268,861
OTHER REVENUES, EXPENSES AND TRANSFERS:		
Capital Contribution		
Insurance reimbursements	39,652	-
Restoration of property	(49,190)	-
Loss on Sale of Capital Assets	(7,776)	-
Transfers in	94,203	15,530
Transfers out	(94,203)	-
Total Other Revenues, Expenses and Transfers	(17,314)	15,530
Change in Net Assets	\$ (183,806)	\$ 167,886

### 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, unassigned 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, 2011 the County's governmental funds reported a combined ending fund balance of \$38,889,158, an increase of \$979,503 in comparison with the prior year. Approximately 37.5 percent of this total, \$14,590,971, constitutes unassigned fund balance. The remainder of the fund balance is in the following categories – Restricted; Committed, and Assigned Fund Balances.

The General Fund is the primary operating fund of the County. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers.

The fund balance of the County's General Fund has increased by \$1,894,233 during the fiscal year 2011. Key factor in this increase was due to a decrease in transfers out of the General Fund to other County funds.

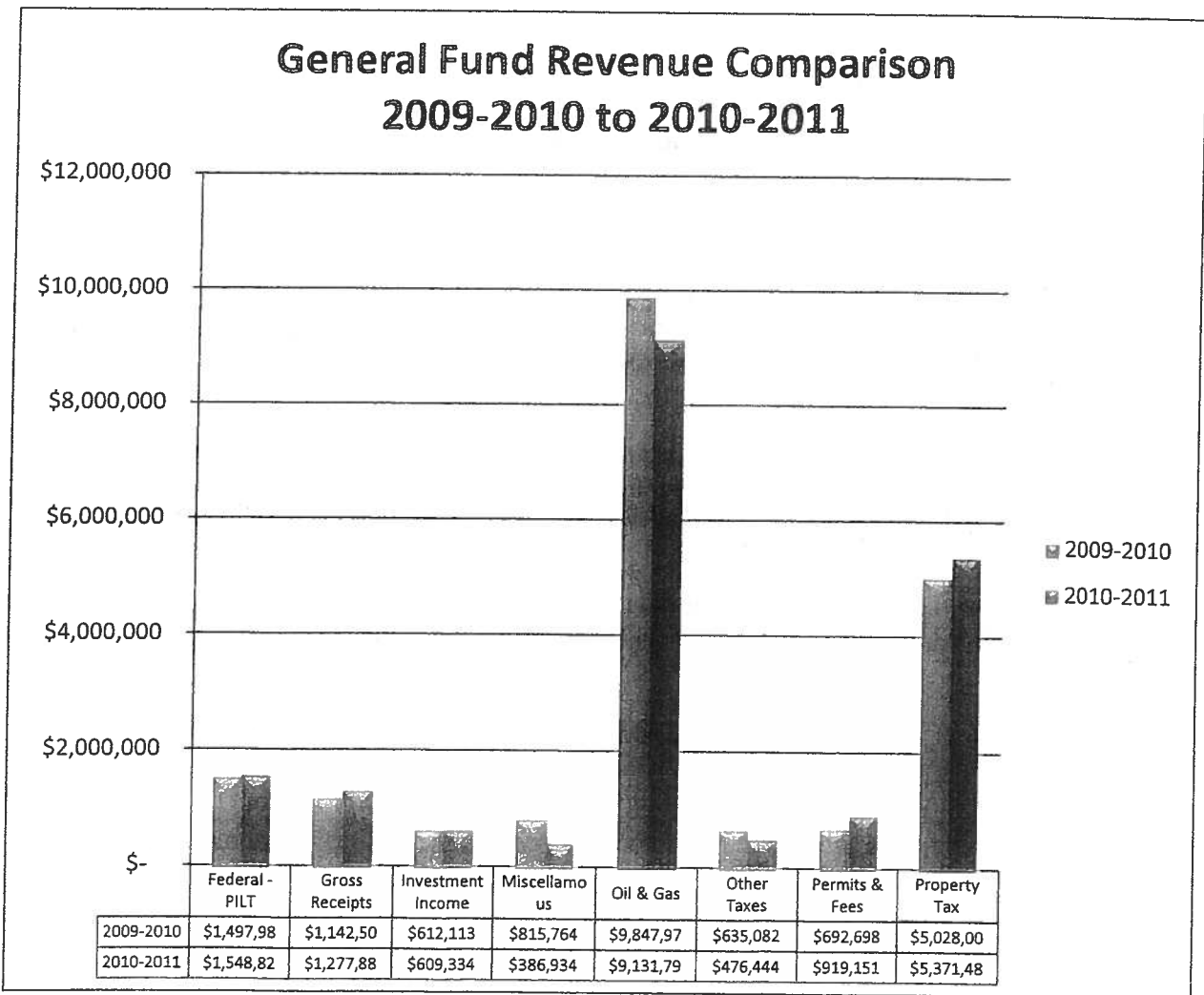
STATE OF NEW MEXICO  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2011

**Budgetary Highlights**

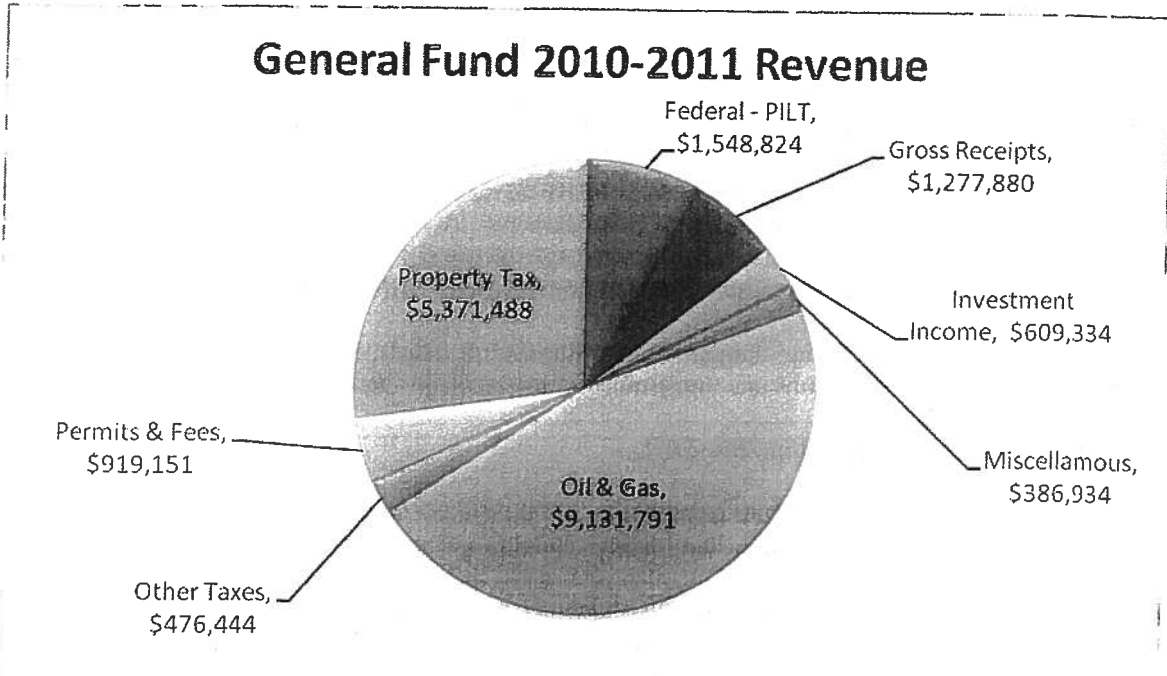
**Comparison between 2009-10 fiscal years and 2010-11 fiscal years**

The Rio Arriba County Fiscal Year 2010-2011 Budget expenditures totaled \$57,682,658 including \$17,832,787 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 Housing Authority; not included in the budgeted amount above as are the Trust Funds which are used to account for recreation fees and donations for the seniors programs.

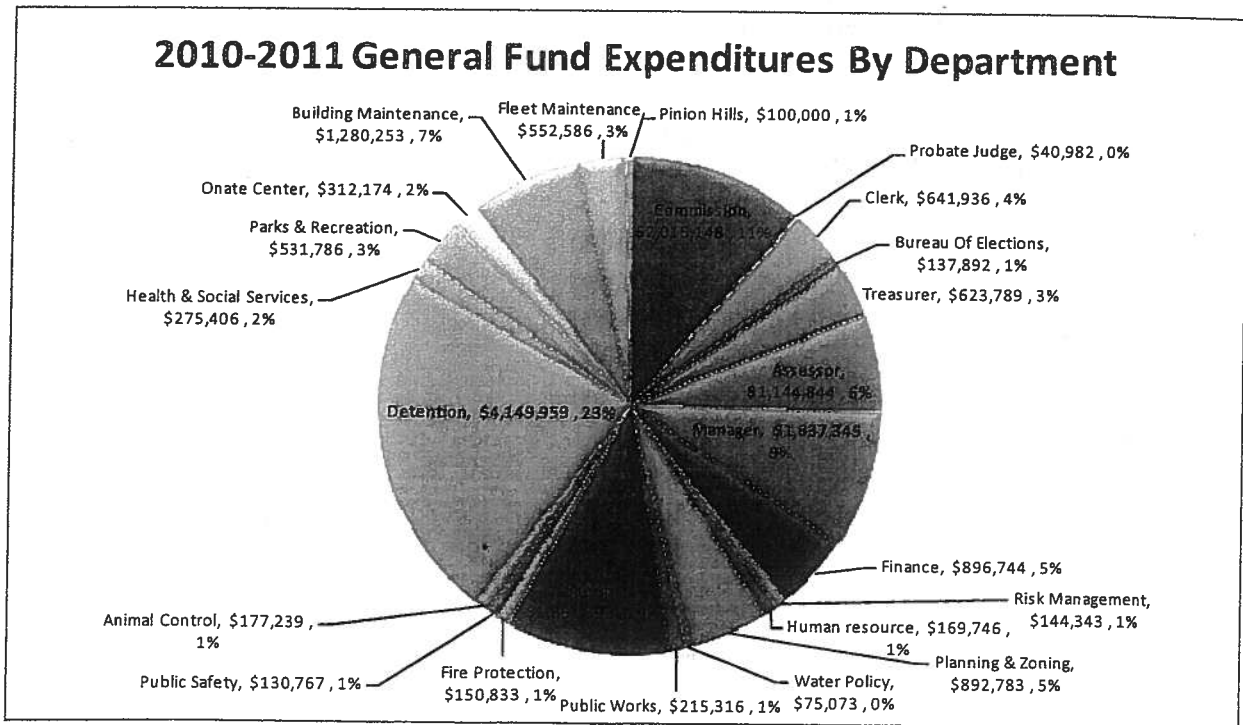
The General Fund operating budget revenue for fiscal year 2011 was \$13,806,712 which decreased from \$20,272,120 for fiscal year 2010. The actual revenues received for FY 2011 was \$19,977,322. Actual revenue information is reflected in these two illustrations.



STATE OF NEW MEXICO  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2011



General Fund operating budgeted expenditures for fiscal year 2011 totaled \$18,297,161 down from \$18,662,446 fiscal year 2010. A factor of the decrease was that there was a percentage decrease cut across to all operations budgets in the General Fund. 2010-2011 General Fund expenditures by department remained the same in percentages from fiscal year 2009-2010.



STATE OF NEW MEXICO  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2011

Special Projects operating budgeted revenues for fiscal year 2011 totaled \$10,901,534 compared to \$10,130,618 for fiscal year 2010. The increase in budgeted revenues was due to more revenue coming in as compared to Fiscal Year 2010. The Special Projects expenditures for fiscal year 2011, totaled \$18,565,846 compared to \$20,533,239 for 2010. Expenditures activity decreased over the prior year, due to conservative spending.

Capital Projects operating budgeted revenues for fiscal year 2011 totaled \$2,009,366 as compared to \$7,467,774 for 2010. The Capital Projects budgeted expenditures for fiscal year 2011 totaled \$2,295,661 compared to \$4,507,296 in 2010. The decrease was due to less anticipated expenditures for county funded projects due to a slow economy and State appropriations were cut in fiscal year 2010-2011.

Debt Service Funds operating budgeted expenditures for fiscal year 2011 totaled \$643,899 as compared to \$369,788 in 2010. Expenditures are comparable to the payment schedules.

Projected Budgetary Changes for 2011-2012

Major changes in revenues are due to increases in Oil & Gas ADV tax, GRT, Payment in Lieu of Taxes, Small Counties Assistance and decrease in state funded capital projects.

The decrease in General Government budget revenue represents the transfer of capital project activity to Capital Projects Fund and a percentage cut from across all General Fund Operations budgets. The Public Safety budget revenue decrease was due to decrease in gross receipts that fund 911 and EMS services Fire and EMS allocations were cut by the State. The Road Maintenance Revenue Budget was increased due to the fact that roads added 1 F.T.E. to their operating budget. Health/Welfare Revenue Budget shows an increase in federal and state grant funding and includes the indigent fund budget. Trust funds included the budgeting of inmate funds and senior activity for the County's senior centers, also G.R.T for Regional Transit Authority is budgeted. Cultural/Recreation revenue budget increase was due to the agreement for transportation services. Capital projects revenue budget shows an increase due to additional project activity. Debt service shows an increase due to interest earned. The County's debt is shown in the financial statements.

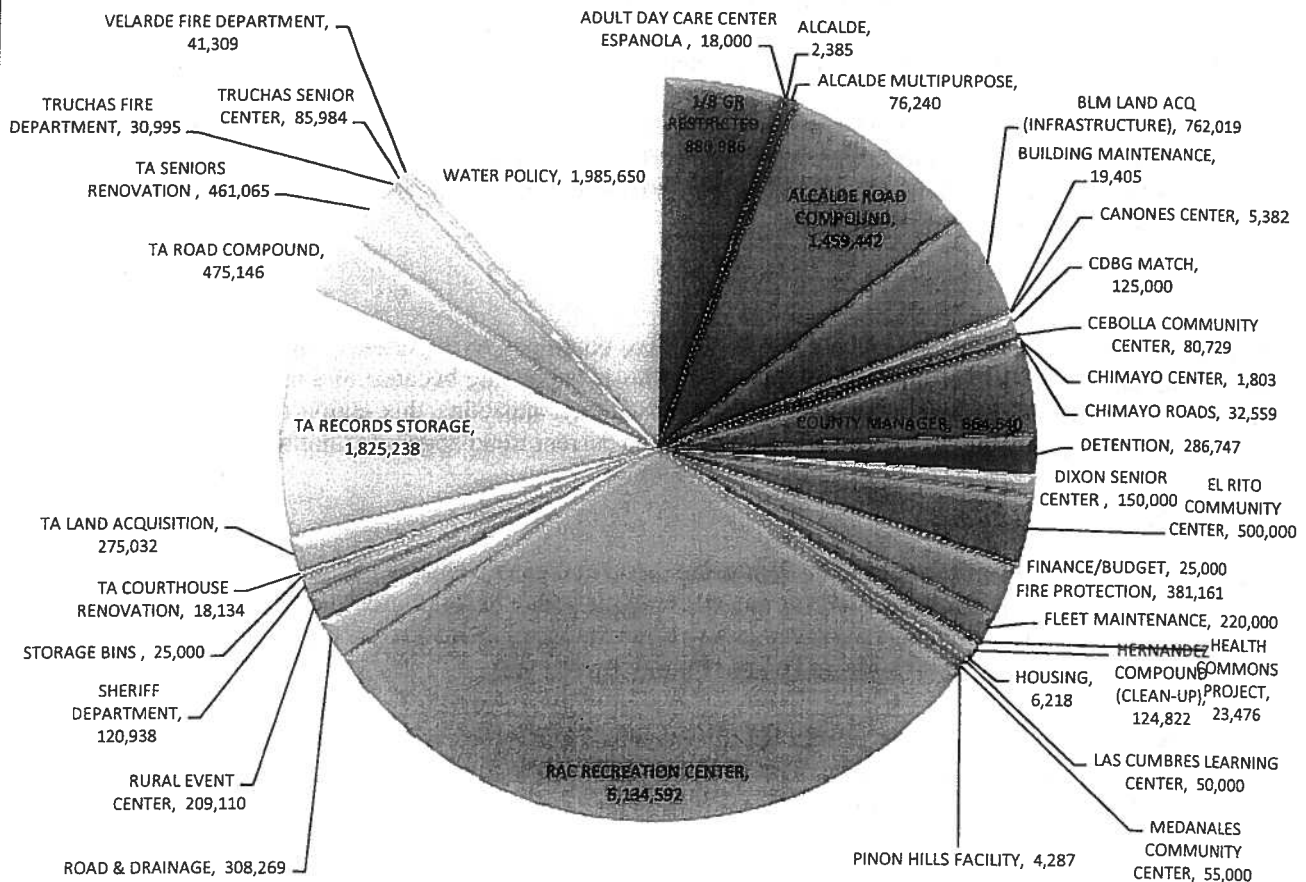
Revenue Budget -All Funds	2010-11 Budget	2011-12 Budget	Increases (Decrease)
Property Taxes	\$ 3,800,000	\$ 5,722,946	\$1,922,946
Gross Receipts Tax	4,061,996	5,016,147	954,151
Oil & Gas AD V	6,000,000	7,166,859	1,166,859
Other Taxes	799,000	896,579	97,579
Fees/Licenses/Permits	662,300	1,182,377	520,077
Other Revenues	1,623,041	2,150,712	527,671
State Grants	5,142,391	4,458,550	(683,841)
Federal PILT	1,497,983	1,497,983	-
Other Federal Grants	1,757,095	1,553,998	(203,097)
Other Grants	-	-	-
	<u>\$ 25,343,806</u>	<u>\$29,646,151</u>	<u>\$4,302,345</u>



STATE OF NEW MEXICO  
 Rio Arriba County  
 Management's Discussion and Analysis  
 June 30, 2011

Expenditure Budget- All Funds	2010-11 Budget	2011-12 Budget	Increase (Decrease)
General Government	\$12,641,790	\$11,517,967	(\$1,123,823)
Public Safety	14,258,017	13,988,424	(269,593)
Roads	3,298,799	3,345,360	46,561
Health/Welfare	4,031,089	4,324,253	293,164
Trust Accts	514,736	589,543	74,807
Cultural/Recreation	958,046	967,882	9,836
Capital Projects	16,951,763	20,749,827	3,798,064
Debt Services	80	89	9
	<u>\$52,654,320</u>	<u>\$55,483,345</u>	<u>\$2,829,025</u>

### 2010-2011 County General Fund Funded Capital Projects



STATE OF NEW MEXICO  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2011

**Capital Assets and Debt Administration**

**Capital Assets**

The County's investment in capital assets as of June 30, 2011, was \$72,543,143 (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 2011 include:

- Road paving additions
- Completion Road compound in Tierra Amarilla
- Purchase of the Tierra Amarilla elementary and master planning of Tierra Amarilla needs
- Remodel of the old high school building down the hill as a storage facility
- Dixon Senior Center
- Purchase of the Chama Senior Center
- Alcalde Business Park, to include public works facility, transfer station and multipurpose facility

**Long-Term Debt**

At June 30, 2011 the County's long term debt included the following: Owed to NMFA are the amounts of \$984,167.00 owed on the County administrative complex in Espanola, and \$431,989.00 for equipment purchased for North Central Solid Waste Authority. Also owed to the USDA are for the loans for the gross receipts tax refunding revenue of \$39,000.00 for the Tierra Amarilla fire truck and \$114,880.00 for the Dixon center.

In the coming fiscal year 2012, the County will pursue a loan-grant combination from the USDA for the purpose of constructing a transfer station to service the needs of the southern part of the County and the Espanola Valley. This will be done with the assistance of a \$100,000.00 intercept provided by the city of Espanola and the use of the County's Environmental Gross receipts tax.

**Economic Factors**

The County of Rio Arriba, like much of New Mexico, continues to experience declining revenues through the fiscal year ending 2010-2011 covered by this audit. This is happening because of a number of troubling factors in the local economy and national economic trends that will be impacting this region of the country. Rio Arriba is now mainly affected by the lack of gross receipts and the current trend appears to not be improving very quickly.

**Energy Revenue**

The County of Rio Arriba continues to be dependent on oil and gas revenue for about 40 to 50 percent of its budget make up. This revenue is primarily used for one time capital outlay expenditures and not for repeating expenses such as salaries or utilities. Oil and gas revenues are now averaging about \$700,000.00 a month. This is up somewhat from the \$500,000.00 budgeted by the County for the year.

During the recent gas outage it was proven that production was reduced in the four corners area and could not meet demand. With this in mind, the County expects current production levels to be maintained and does not anticipate further reduction in this revenue for this year.

STATE OF NEW MEXICO  
Rio Arriba County  
Management's Discussion and Analysis  
June 30, 2011

**Personnel**

For this physical year there have been several personnel changes made. The county has hired a public information officer to assist with the availability of information to its constituents. As technology continues to change it is important that the county evolve with it and a new more transparent form of government evolve. The only other note to personnel is the retirement of several line staff members. The directors of the various departments effected appear to have found energetic replacements who should serve the county well.

**Alternative Energy Initiatives**

The County of Rio Arriba is experiencing interest in some development of alternative energy production. There have been no major installations of alternative energy in the county. There are several solar power stations that have obtained permits but have yet to construct and facilities. The Pueblo of Okay Owingeh has been looking into a waste-to-energy plant that if constructed would be both beneficial to the County in reduction of waste and a lower fee for electricity. The Jicarilla Nation is presently looking into developing a generating station using its natural gas resources.

**Work Force Development and Employment**

Plans at Northern New Mexico College continue as they have become a four years college and continue in their pursuit of master level programs. This will improve the choices to local students and hopefully allow more of our children to remain in the area. There are several initiatives involving, Rio Arriba County, the City of Espanola, and Los Alamos Laboratory which are combining efforts to create diversity in our economy. Presently the REDI net program funded by the last of the economic stimulus package is underway and should improve overall connectivity to the Espanola Valley and Southern Rio Arriba.

**Retail**

Large retail stores and franchises like Lowes and Wal-Mart have been established in the City of Espanola and have allowed for the County's as well as the city of Espanola Gross receipt tax to hold while the economy struggles. In the past year the county has noticed a small down turn in Gross receipt taxes. This despite the Family Dollar store Chain opening throughout the county. The County has passed the New Mexico Economic Development Ordinance which permits, under certain conditions, private/public investment for business development and job creation there have been no takers on the ARRA build America bonds available to the county. The County has 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, and chili are significant markets in the Upper Rio Grande Valley.

To obtain a copy of this report you can contact:

Tomas Campos, County Manager  
1122 Industrial Park Road  
Espanola, NM 87532  
(575) 588-7254

Christine Montañó, Director of Finance  
P.O. Box 127  
Tierra Amarilla, NM 87575  
(505) 588-7254

David F. Trujillo, Assistant County Manager  
1122 Industrial Park Road  
Espanola, NM 87532  
(505) 753-2992

Guadalupe Mercure, Assistant Finance Director  
P.O. Box 127  
Tierra Amarilla, NM 87575  
(575) 588-7254

**This page intentionally left blank.**

**BASIC**  
**FINANCIAL STATEMENTS**

STATE OF NEW MEXICO  
Rio Arriba County  
Statement of Net Assets  
June 30, 2011

Exhibit 1

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 7,691,342	\$ 70,560	\$ 7,761,902
Investments	29,188,000	46,674	29,234,674
Accounts receivables (net of allowance for uncollectables)	1,325,893	25,770	1,351,663
Interest Receivables	329,453	230	329,683
Other taxes	1,124,852	-	1,124,852
Intergovernmental	785,385	-	785,385
Other receivables	-	4,644	4,644
Prepaid Expenses	-	9,486	9,486
Bond Issue Cost- Deferred	52,482	-	52,482
<b>Total current assets</b>	<b>40,497,407</b>	<b>157,364</b>	<b>40,654,771</b>
Noncurrent assets			
Loan to NCSWA	354,205	-	354,205
Restricted assets:			
Restricted cash and cash equivalents	268,321	26,558	294,879
Restricted investments	11,239	-	11,239
Capital assets	108,973,044	5,543,130	114,516,174
Less: accumulated depreciation	(36,429,902)	(3,774,355)	(40,204,257)
<b>Total noncurrent assets</b>	<b>73,176,907</b>	<b>1,795,333</b>	<b>74,972,240</b>
<b>Total assets</b>	<b>\$ 113,674,314</b>	<b>\$ 1,952,697</b>	<b>\$ 115,627,011</b>
<b>LIABILITIES AND NET ASSETS</b>			
Current liabilities:			
Accounts payable	\$ 745,334	3,776	\$ 749,110
Accrued payroll	-	2,088	2,088
Payroll Benefit Payable	-	2,786	2,786
Tenant Security deposits	-	4,380	4,380
Current portion of long-term debt	451,769	-	451,769
Current portion of accrued compensated absences	704,773	8,877	713,650
<b>Total current liabilities</b>	<b>1,901,876</b>	<b>21,907</b>	<b>1,923,783</b>
NonCurrent liabilities:			
Noncurrent portion of long-term debt	1,261,144	-	1,261,144
Noncurrent portion of accrued compensated absences	29,365	4,319	33,684
<b>Total Noncurrent Liabilities</b>	<b>1,290,509</b>	<b>4,319</b>	<b>1,294,828</b>
<b>Total Liabilities</b>	<b>3,192,385</b>	<b>26,226</b>	<b>3,218,611</b>
Net Assets			
Invested in capital assets, net of related debt	71,405,125	1,768,775	73,173,900
Restricted for:			
Debt service	451,769	-	451,769
Contingencies Fund	11,239	-	11,239
Petty Cash	675	-	675
Special revenue funds	8,419,886	22,178	8,442,064
Other purposes	-	-	-
Capital projects funds	14,410,909	-	14,410,909
Unrestricted	15,782,326	135,517	15,917,843
<b>Total net assets</b>	<b>110,481,929</b>	<b>1,926,470</b>	<b>112,408,399</b>
<b>Total liabilities and net assets</b>	<b>\$ 113,674,314</b>	<b>\$ 1,952,696</b>	<b>\$ 115,627,010</b>

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

STATE OF NEW MEXICO  
Rio Arriba County  
Statement of Activities  
For the year ended June 30, 2011

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Functions/Programs</b>							
<b>Primary government:</b>							
Governmental activities:							
General government	\$ 11,090,206	\$ 52,236	\$ 6,061,098	\$ 876,294	\$ (4,100,578)	\$ -	\$ (4,100,578)
Public safety	12,794,726	44,304	-	-	(12,750,422)	-	(12,750,422)
Public works	572,813	2,721	-	-	(570,092)	-	(570,092)
Culture and recreation	1,132,818	11,278	-	-	(1,121,540)	-	(1,121,540)
Health and welfare	3,764,259	275,337	-	-	(3,488,922)	-	(3,488,922)
Repairs	-	-	-	-	-	-	-
Interest and Other Charges	72,796	-	-	-	(72,796)	-	(72,796)
Total governmental activities	29,427,618	385,876	6,061,098	876,294	(22,104,350)	-	(22,104,350)
<b>Business Activities:</b>							
Low Rent Public Housing Program	424,132	82,834	101,369	-	-	(239,929)	(239,929)
Section 8 Housing Choice Program	100,207	5,773	94,721	-	-	287	287
Public Housing Capital Fund Program	16,545	-	16,545	-	-	-	-
Total Enterprise Activities	540,884	88,607	212,635	-	-	(239,642)	(239,642)
<b>Total Primary Governmental</b>	<b>\$ 29,968,502</b>	<b>\$ 474,483</b>	<b>\$ 6,273,733</b>	<b>\$ 876,294</b>	<b>(22,104,350)</b>	<b>(239,642)</b>	<b>(22,343,992)</b>
<b>General Revenues:</b>							
Taxes							
Property					5,970,296	-	5,970,296
Gross receipts					4,444,150	-	4,444,150
Gasoline and motor vehicle					10,258,177	-	10,258,177
Lodgers					50,347	-	50,347
Other					1,710,841	-	1,710,841
Miscellaneous					1,981,705	55,615	2,037,320
Investment income					609,334	613	609,947
Transfers to Component unit					(15,530)	15,530	-
Transfer from Agency funds					12,831	-	12,831
Total general revenues and transfers					25,022,151	71,758	25,093,909
<i>Special Item: Gain or (Loss) on disposal of capital assets</i>					39,419	-	39,419
Change in net assets					2,957,220	(167,884)	2,789,336
Beginning net assets					106,458,273	2,094,355	108,552,628
Restatement of Net Assets					1,066,436	-	1,066,436
Ending net assets					\$ 110,481,929	\$ 1,926,471	\$ 112,408,400

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

STATE OF NEW MEXICO  
Rio Arriba County  
Balance Sheet  
June 30, 2011

Exhibit 3

ASSETS	General Fund	County Funded Capital Projects	Senior Appropriations Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Cash and cash equivalents	\$ 7,691,342	\$ -	\$ -	\$ -	\$ 7,691,342
Investments	6,499,031	13,682,091	-	9,286,438	29,467,560
Accounts receivable	-	-	-	-	-
Property taxes	1,325,893	-	-	-	1,325,893
Other taxes	819,629	-	-	305,223	1,124,852
Intergovernmental	-	38,946	200,779	545,660	785,385
Interest receivables	329,453	-	-	-	329,453
Other receivables	-	-	-	-	-
Due from other funds	721,920	-	-	-	721,920
<i>Total assets</i>	<u>\$ 17,387,268</u>	<u>\$ 13,721,037</u>	<u>\$ 200,779</u>	<u>\$ 10,137,321</u>	<u>\$ 41,446,405</u>

**LIABILITIES AND FUND BALANCES**

*Liabilities*

Accounts payable	\$ 503,021	\$ 40,707	\$ -	\$ 201,606	\$ 745,334
Accrued payroll	-	-	-	-	-
Deferred revenue - property taxes	1,089,993	-	-	-	1,089,993
Due to other funds	-	-	200,779	521,141	721,920
<i>Total liabilities</i>	<u>1,593,014</u>	<u>40,707</u>	<u>200,779</u>	<u>722,747</u>	<u>2,557,247</u>

*Fund balances:*

Nonspendable fund balances	-	-	-	-	-
Restricted fund balances	-	-	-	8,824,982	8,824,982
Committed fund balances	700,262	13,680,330	-	589,592	14,970,184
Assigned fund balances	-	-	-	-	-
Unassigned fund balances	15,093,992	-	-	-	15,093,992
<i>Net Fund balances</i>	<u>15,794,254</u>	<u>13,680,330</u>	<u>-</u>	<u>9,414,574</u>	<u>38,889,158</u>
<i>Total liabilities and fund balances</i>	<u>\$ 17,387,268</u>	<u>\$ 13,721,037</u>	<u>\$ 200,779</u>	<u>\$ 10,137,321</u>	<u>\$ 41,446,405</u>

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



STATE OF NEW MEXICO  
Rio Arriba County  
Governmental Funds  
Reconciliation of the Balance Sheet to the Statement of Net Assets  
June 30, 2011

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

Fund balances - total governmental funds	\$ 38,889,158
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	72,543,142
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	1,089,993
Loan to NCSWA is assets in statement of net assets	354,205
Bond cost deferred	52,482
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Long term debt	(1,712,913)
Compensated absences	<u>(734,138)</u>
 Total net assets of governmental activities	 <u><u>\$ 110,481,929</u></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, 2011

Exhibit 4

	County Funded General Fund	Capital Projects	Senior Appropriations Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<i>Revenues</i>					
Taxes:					
Property	\$ 5,874,252	\$ -	\$ -	\$ 155,502	\$ 6,029,754
Gross receipts	1,277,880	484,854	-	2,681,416	4,444,151
Gasoline and motor vehicle	9,818,290	-	-	439,886	10,258,177
Lodgers	-	-	-	50,347	50,347
Other	1,542,963	-	-	167,878	1,710,841
Intergovernmental:					
Federal operating grants	93,000	-	-	1,505,791	1,598,791
Federal capital grants	-	-	-	133,923	133,923
Federal Awards	-	-	-	7,430	7,430
State operating grants	14,651	-	-	4,447,657	4,462,307
State capital grants	-	-	288,307	446,634	734,941
Local Sources					
Charges for services	160,625	-	-	177,915	338,540
Licenses and fees	47,336	-	-	-	47,336
Investment income	609,334	-	-	-	609,334
Miscellaneous	495,715	944,625	-	541,364	1,981,705
<i>Total revenues</i>	<u>19,934,047</u>	<u>1,429,479</u>	<u>288,307</u>	<u>10,755,744</u>	<u>32,407,577</u>
<i>Expenditures</i>					
Current					
General government	9,043,335	740,991	-	377,080	10,161,406
Public safety	5,577,582	-	-	5,778,730	11,356,312
Public works	-	-	-	-	-
Culture and recreation	694,786	-	-	100,369	795,155
Health and welfare	243,716	-	-	3,209,764	3,453,480
Capital outlay	-	2,996,362	296,496	1,756,856	5,049,714
Debt service					
Principal	-	-	-	443,880	443,880
Interest	-	-	-	59,105	59,105
<i>Total expenditures</i>	<u>15,559,419</u>	<u>3,737,353</u>	<u>296,496</u>	<u>11,725,784</u>	<u>31,319,052</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>4,374,628</u>	<u>(2,307,874)</u>	<u>(8,189)</u>	<u>(970,039)</u>	<u>1,088,525</u>
<i>Other financing sources (uses)</i>					
Proceeds from sale of fixed assets	42,816	-	-	9,125	51,941
Loan Proceeds	-	-	-	143,238	143,238
Transfer Out to Component Unit	(62,822)	-	-	-	(62,822)
Transfers from - Agency Funds	12,831	-	-	-	12,831
Transfers in	88,184	-	8,534	2,990,267	3,086,985
Transfers (out)	(2,561,403)	(50,000)	(9,760)	(465,822)	(3,086,985)
Loan to NCWSA	-	(354,205)	-	-	(354,205)
<i>Total other financing sources (uses)</i>	<u>(2,480,394)</u>	<u>(404,205)</u>	<u>(1,226)</u>	<u>2,676,808</u>	<u>(209,017)</u>
<i>Net change in fund balances</i>	1,894,233	(2,712,079)	(9,415)	1,706,769	879,508
<i>Fund balances - beginning of year</i>	13,900,023	16,392,410	9,414	7,607,803	37,909,650
<i>Restatement of beginning fund balance</i>	-	-	-	100,000	100,000
<i>Fund balances - end of year</i>	<u>\$ 15,794,256</u>	<u>\$ 13,680,331</u>	<u>\$ (1)</u>	<u>\$ 9,414,572</u>	<u>\$ 38,889,158</u>

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

STATE OF NEW MEXICO

Rio Arriba County

Governmental Funds

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, 2011

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

Net change in fund balances - total governmental funds	\$ 879,508
--	------------

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:

Construction in Progress Transferred to Capital Outlay	
Capital assets additions reported as capital outlay expenditures	4,400,079
Depreciation expense	(2,901,179)

In the statement of activities, only the loss/gain 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.

Historical Cost of Disposed of Capital Assets	\$ 1,024,990	
Accumulated Depreciation of Disposed of Capital Assets	<u>(1,012,468)</u>	
Cost of the fixed assets disposed	12,522	(12,522)

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	(59,458)
---	----------

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:

Loan to NCSWA is shown as assets in government wide statements	(143,238)
	354,205
Bond issue cost expensed in current year	(13,691)
Decrease in accrued interest payables \$1,981	
Decrease in accrued compensated absences	9,636
Principal payments on bonds and mortgage	<u>443,880</u>

Changes in net assets of governmental activities	<u>\$ 2,957,220</u>
--	---------------------

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE BUDGET (Non-GAAP Basis) - BUDGET AND ACTUAL  
For The Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ 12,587,246	\$ 12,587,246	\$ 17,851,806	\$ 5,264,560
Licenses and Permits	46,300	46,300	48,652	2,352
Intergovernmental Grants	-	-	14,651	14,651
Charges for Services	569,000	569,680	870,499	300,819
Interest on Investments	335,000	335,000	609,334	274,334
Interest and Penalties - Taxes	150,000	150,000	252,914	102,914
Miscellaneous	90,000	118,486	329,466	210,980
Total Revenues	<u>13,777,546</u>	<u>13,806,712</u>	<u>19,977,322</u>	<u>6,170,610</u>
Prior year cash appropriated	<u>12,620,290</u>	<u>12,620,290</u>		
Total revenue and budgeted cash	<u><u>26,397,836</u></u>	<u><u>26,427,002</u></u>		
<b>EXPENDITURES:</b>				
Current				
General Government	10,568,780	10,654,238	8,689,514	1,964,724
Public Safety	6,500,191	6,521,057	5,577,582	943,475
Highways and Streets	-	-	-	-
Health and Welfare	275,406	277,906	243,716	34,190
Culture and Recreation	843,960	843,960	694,786	149,174
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>18,188,337</u>	<u>18,297,161</u>	<u>15,205,599</u>	<u>3,091,562</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,410,791)</u>	<u>(4,490,449)</u>	<u>4,771,723</u>	<u>9,262,172</u>
Other financing sources (uses):				
Proceed from sale of fixed assets	-	-	42,816	42,816
Transfers in	-	86,984	86,984	-
Transfers (out)	(2,225,356)	(2,249,080)	(2,311,901)	(62,822)
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	(298,293)	(298,293)
Total other financing and uses	<u>(2,225,356)</u>	<u>(2,162,096)</u>	<u>(2,480,395)</u>	<u>(318,299)</u>
Net changes in fund balance	<u><u>\$ 5,984,143</u></u>	<u><u>\$ 5,967,745</u></u>	<u><u>\$ 2,291,329</u></u>	<u><u>\$ 8,943,874</u></u>
Current year receivables			2,474,975	
Prior year receivables			(2,577,709)	
Current year payables			(503,021)	
Prior year payables			149,200	
Current year Deferred Revenue			(1,089,993)	
Prior year Deferred Revenue			1,149,451	
Net change in fund balance from Exhibit 4 (GAAP)			<u><u>\$ 1,894,232</u></u>	

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

STATE OF NEW MEXICO  
Rio Arriba County Housing Authority  
Proprietary Funds  
Statement of Net Assets  
For the year Ended June 30, 2011

Exhibit 6

<b>ASSETS</b>	
Current Assets:	
Cash and cash equivalents	\$ 70,560
Investments	46,674
Accounts receivable - net of allowance for doubtful accounts of \$4,617	25,770
Management Fee receivable	4,644
Accrued interest receivable	230
Due from other funds	149
Prepaid expenses	9,486
Total Current Assets	157,512
Noncurrent Assets:	
Restricted cash and cash equivalents	26,558
Capital Assets	5,543,130
Less Accumulated Depreciation	(3,774,355)
Total Noncurrent Assets	1,795,332
Total Assets	1,952,844
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable	3,776
Accrued payroll	2,088
Payroll Benefit Payable	2,786
Deferred revenue	-
Due to other funds	149
Compensated absences, current portion	8,877
Total Current Liabilities (payable from current assets)	17,676
Other current liabilities:	
Tenant deposits	4,380
Total other current liabilities (payable from restricted assets)	4,380
Noncurrent liabilities:	
Compensated absences, noncurrent portion	4,319
Total noncurrent liabilities	4,319
Total liabilities	26,375
<b>NET ASSETS</b>	
Invested in capital assets	1,768,775
Restricted (Housing Assistance Payments)	22,178
Unrestricted	135,517
Total net assets	\$ 1,926,469

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

STATE OF NEW MEXICO  
Rio Arriba County Housing Authority  
Proprietary Funds  
Statement of Revenues, Expenses and Changes in Fund Net Assets  
For the Year Ended June 30, 2011

Exhibit 7

Operating revenues:	
Charges for services	\$ 84,626
Other tenant revenue	3,981
Total operating revenues	<u>88,607</u>
Operating expenses:	
Personnel services	85,436
Contractual services	26,842
Supplies	1,903
Maintenance and materials	92,149
Utilities	22,502
Other expenses: phone	5,167
Other expenses: insurance	15,271
Bad debt expenses	4,617
Depreciation	199,496
Housing assistance payments	84,300
Other expenses: miscellaneous	3,203
Total operating expenses	<u>540,884</u>
Operating income/(loss)	<u>(452,277)</u>
Non-operating revenues (expenses):	
Operating and capital grants	212,635
Interest income	613
Interest expense	-
Miscellaneous - Management Contract	55,613
Total non-operating revenues (expenses)	<u>268,861</u>
Income before capital contributions, extraordinary items and transfers	<u>(183,416)</u>
Capital contributions	-
Transfers in	15,530
Transfers out	-
Change in net assets	<u>(167,886)</u>
Net assets - beginning	<u>2,094,356</u>
Net assets - ending	<u>\$ 1,926,469</u>

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

STATE OF NEW MEXICO  
 Rio Arriba Housing Authority  
 A Component Unit of Rio Arriba County  
 Statement of Cash Flows  
 Proprietary Funds  
 For the Year Ended June 30, 2011

Exhibit 8  
 Page 1 of 2

<i>Cash flows from operating activities:</i>	
Cash received from tenant charges	\$ 109,372
Cash payments to employees for services	(84,300)
Cash payments to suppliers for goods and services	<u>(280,615)</u>
<i>Net cash provided (used) by operating activities</i>	<u>(255,543)</u>
<i>Cash flows from noncapital financing activities:</i>	
Operating grants	212,635
Miscellaneous income (expense)	55,613
Change in Deferred Revenue	-
Change in noncurrent accrued compensated absences	1,849
Interfund loans and transfers	<u>(14,008)</u>
<i>Net cash provided (used) by from noncapital financing activities:</i>	<u>256,089</u>
<i>Cash flows from capital and related financing</i>	
Special Item-Loss on Disposal of Capital Assets	-
Capital grants	-
Purchase of capital assets	<u>-</u>
<i>Net cash (used) by capital and related financing</i>	<u>-</u>
<i>Cash flows from investing activities:</i>	
Interest on investments	<u>613</u>
<i>Net cash provided (used) by investing activities</i>	<u>613</u>
<i>Net increase in cash and cash equivalents</i>	1,159
<i>Cash and cash equivalents - beginning of year</i>	<u>142,255</u>
<i>Cash and cash equivalents - end of year</i>	<u><u>\$ 143,414</u></u>

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

STATE OF NEW MEXICO  
 Rio Arriba Housing Authority  
 A Component Unit of Rio Arriba County  
 Statement of Cash Flows  
 Proprietary Funds  
 For the Year Ended June 30, 2011

Exhibit 8  
 Page 2 of 2

*Reconciliation of operating income (loss) to  
 net cash provided (used) by operating activities:*

Operating income (loss)	\$ (452,277)
<i>Adjustments to reconcile operating (loss) to          net cash (used) by operating activities:</i>	
Depreciation	199,496
Transfer in from primary government	15,530
<i>Changes in assets and liabilities:</i>	
Receivables	6,314
Inventory	-
Prepaid expenses	(620.98)
Accounts payable	(25,121.03)
Accrued payroll expenses	(1,698.98)
Current accrued compensated absences	2,834.91
Customer deposits	-
Deferred revenue	-
<i>Net cash (used) by operating activities</i>	<u><u>\$ (255,544)</u></u>

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



STATE OF NEW MEXICO  
Rio Arriba County  
Statement of Fiduciary Assets and Liabilities  
Agency Funds  
For the Year Ended June 30, 2011

Exhibit 9

**ASSETS**

Cash and cash equivalents	\$ 141,639
Interest receivables	7
Property taxes receivables	3,768,763
Gross Receipts Tax receivables	<u>46,860</u>
<i>Total assets</i>	<u><u>\$ 3,957,269</u></u>

**LIABILITIES**

Due to other taxing units	\$ 3,846,292
Due to inmates and other beneficiaries	<u>110,977</u>
<i>Total liabilities</i>	<u><u>\$ 3,957,269</u></u>

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

**This page intentionally left blank.**

**NOTES TO THE  
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**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 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.

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

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

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.

#### Blended Component Unit

Rio Arriba County Housing Authority (The Authority): The Authority is a separate legal entity that can sue or be sued separately from the County. The component unit has the same three board members as the County and receives funding from the County to meet some of its expenditures. For these reasons, the Authority is considered a blended component unit. The Authority provides services to residents, generally within the geographic boundaries of the primary government. The Generally Accepted Accounting Principles requires the inclusion of this unit in the reporting entity. A separate audited financial statement was issued by the Authority and can be obtained by writing to the Rio Arriba County Housing Authority, PO Box 310, 737 La Joya Street, 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 non-fiduciary activities of the primary government. For the most part, the effect of inter-fund 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 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.

The government-wide Statement of Net Assets includes a single column for all governmental activities and a separate single column for all business type activities of the County. The Statement of Net Assets is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term 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.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segments 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;

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment such as the 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 the Statement of Fiduciary Assets and Liabilities. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues, net of estimated refunds and estimated uncollectible amounts, in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, sales 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. 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.

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 County Funded Capital Projects Fund accounts for capital acquisitions funded by cash transfers from the General Fund. (Authority: County Commission)

The Senior Citizens Appropriation Fund accounts for expenditures relative to various Senior Citizen Projects including capital outlay. (Authority: County Commission)

The County reports the following non-major proprietary funds:

- Low Rent Public Housing Program – Funded through direct grants from HUD, the program is designed to provide adequate living accommodations to qualified families through reduced rate rentals built and owned by The Authority.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

- Section 8 Housing Choice Vouchers Program – These programs, funded through direct grants from HUD, provide rental assistance to qualified recipients through rent subsidies paid directly to third-party property owners.
- Capital Fund Program – These programs, funded through direct grants from HUD, account for acquisition of capital assets or construction of capital projects.

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 non expendable 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.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Authority, a blended component unit of the County, are rent and other tenant-related revenue. Operating expenses of the Authority consist of administrative costs, maintenance and repairs, housing assistance payments, bad debt expenses, and depreciation. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

Agency funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The County's agency funds are used to account for the collection and payment of property taxes and special fees to other governmental agencies and inmate funds and to benefit other organizations.

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.

In the governmental fund financial statements, fund balance is reported in five classifications''

**Nonspendable** – This classification includes amounts that cannot be spent because they are either (a) not in spendable form; for example, inventories, prepaid amounts, long term amount of loans and note receivable or (b) legally or contractually required to be maintained intact; for example, debt service reserves.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**Restricted** – This classification includes amounts that are restricted to a specific purpose. Fund balances are restricted when constraints placed on the use of resources are either: (a) externally imposed by creditors (such as debt covenants) grantors, contributors, or laws or regulations of other governments; (b) enabling legislation, as the term is used authorizes the County to assess, levy, charge, or otherwise mandate payment of resources and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

**Committed** – This classification includes amounts that can only be used for specific purposes to constraints imposed by formal action of the Board of County Commissioners, the County's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the Board of County Commissioners removes or changes the specific use by taking the same type of action (for example, resolution or ordinance) it employed to previously commit those amounts.

**Assigned** – This classification includes amounts that are constrained by the County's *intent* to be used for specific purposes, but are neither restricted nor committed and should be reported as assigned fund balance. The Board of County Commissioners has delegated the authority to assign amounts to be used for specific purposes to the County Manager and the Director of Finance.

**Unassigned** – This classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount.

When expenditures are incurred for purposes for which amounts in any of the spendable fund balance classifications could be used, it is the County's policy to use committed amounts first, followed by assigned amounts and then unassigned amounts.

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.

**Receivables and Payables:** 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 December 10th and May 10th 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.



STATE OF NEW MEXICO  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2011

**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.

**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. There was no interest cost related to construction of capital assets that needed to be capitalized.

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>
Building and building improvements	25-50
Infrastructure	25-50
Machine and equipment	5-10
Office furniture and equipment	5-10

**Accrued Expenses:** Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2011, along with applicable PERA and Retiree Health Care.

**Deferred Revenues:** 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 \$1,089,993 on the Governmental Fund Financial Statements. The Authority had zero deferred revenue for the year.

**Compensated Absences:** Qualified employees may accumulate limited amounts of vacation pay which are payable to the employee upon termination or retirement. Full-time classified employees accrue annual leave at the rate of 6.1538 hours per pay period for a total of 20 days per year. Part-time classified employees working more than 20 hours but less than 40 hours a week will accrue annual leave on a pro rated basis. Employees can carryover up-to 30 days of annual leave from one fiscal year to another. Any leave in excess of 240 hours will be converted o sick leave. The employee or the employee's estate will be paid for each day of 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.

Full-time classified employees are entitled to accumulate sick leave at a rate of 18 days per year, and it may be accrued from year to year until the employee's termination or retirement. Part-time classified employees working more than 20 hours but less than 40 hours a week will accrue sick leave on a pro rated basis.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as a 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 financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. For bonds issued after GASB 34 was implemented in the fiscal year ended June 30, 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. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Net Assets or Fund Equity:** In the fund financial statements, governmental funds report reservation of fund 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.

### 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. Descriptions for the related restrictions for net assets restricted for “special revenues, debt service, and capital projects: are described on pages 56-63.

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.”

**Inter-fund Transactions:** Inter-fund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as inter-fund 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 inter-fund transactions are treated as transfers.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**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.

**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.

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 and secure appropriation of funds for only one year. The expenditures on the budgetary basis exclude encumbrances. 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 changes from the amounts shown in the original budget column to the respective amounts shown in the final budget column, in the budgetary comparison of each fund.

**Blended Component Unit:**

*Budgetary Information*

The Authority's Commission is required to obtain approval from HUD for any revisions to the budgets that alter the total expenditures, at the legal level of budgetary control, which is at the grant program level. HUD program budgets are prepared on a regulatory basis which is comparable to the GAAP basis except for the omission of depreciation. Budgetary data for the Authority's programs are prepared on a calendar year basis. HUD does not require the presentation of the budgets in the audit report. The inclusion of the budgets in the audit report would be misleading as the audit report is as of June 30, 2011 and the HUD budget period is not complete as of that date.

**NOTE 3. Deposits and Investments**

The County and Authority'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. The County is authorized under the provision of Section 6-10-10, NMSA 1978, as amended, to deposit its money in banks, savings and loan associations and/or credit unions whose accounts are insured by the United States of America. Local public finance officials may also place deposits with the State Treasurer's local government investment pool pursuant to Sections 6-10-10.1 and 6-10-36 NMSA 1978.

Pursuant to Section 6-10-36 NMSA 1978, deposits of funds may be made in: (1) non-interest bearing checking accounts within the geographical boundaries of the County, to the extent the deposits are insured by an agency of the United States, or (2) in interest bearing deposits in one or more banks or savings and loan associations, or credit unions within the geographical boundaries of the County, that have qualified as public depositories by reason of insurance of the account by an agency of the United States or by depositing collateral security or by giving bond as provided by law.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

Section 6-10-17 of NMSA 1978, requires that 50% of the balance of all deposits **not** insured by the FDIC, in banks or savings and loan associations must be collateralized by securities specified in Section 6-10-16 NMSA 1978. According to the statute, securities that are obligations of the state of New Mexico, its agencies, institutions, counties, municipalities or other subdivisions shall be accepted as security at par value. All other securities allowed by the statute shall be accepted as security at market value.

According to the Federal Deposit Insurance Corporation (FDIC), the insurance coverage of public unit accounts depends on the type of deposit. All time and saving deposits owned by a public unit and held by the same official custodian in an insured deposit institution within the State in which the public unit is located are added together and insured up to \$250,000. Separately, all demand deposits owned by a public unit and held by the same official custodian in an insured deposit institution within the State in which the public unit is located are added together and insured up to \$250,000. For the purpose of these rules, the term, "saving deposits" includes NOW accounts, money market deposit accounts and other interest-bearing checking accounts.

### **Primary Government**

As of June 30, 2011, the County had \$675 in petty cash, it also had interest bearing checking accounts totaling \$9,924,022 at Community Bank in Espanola with \$250,000 covered by FDIC insurance and the rest covered by pledged collateral. Reconciling items consisting of; \$4,233,181 in outstanding checks, \$2,062,053 of deposits in transit, \$80,086 in non reconciling differences, and \$141,639 in agency funds, which resulted in \$7,833,655.

The County has a 2009 GRT bond debt with a balance of \$154,167.59 with the New Mexico Finance Authority. This account is considered a restricted cash account.

The County has a 2007 GRT bond debt with a balance of \$100,000 with the New Mexico Finance Authority. This account is considered a restricted cash account.

The County has a 2010 GRT bond debt with a balance of \$14,238 with the New Mexico Finance Authority. This account is considered a restricted cash account.

### **Investments**

The County also has \$22,188,000 in one year certificates of deposit at Valley National Bank in Espanola which are classified as investments. Also at Valley National Bank, the County has \$5,500,000 in a five year certificate of deposit. The first \$250,000 is insured and the remaining deposits are collateralized and shown in the table below.

The County also has a \$1,500,000 one year certificate of deposit at Century Bank in Espanola which is classified as an investment. The first \$250,000 is insured and the remaining deposit is collateralized and shown in the table below.

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.

*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). As of June 30, 2011, \$38,362,022 of the County's bank balances totaling \$39,112,022 was exposed to custodial credit risk.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

\$35,228,708 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the County's name and \$3,133,314 was uninsured and uncollateralized.

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.

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 securities issued by any agency, district or political subdivision of the State of New Mexico.

	Community Bank	Valley National Bank	Century Bank	NMFA	Total
Amount of Deposits	\$ 9,924,022	\$ 27,688,000	\$ 1,500,000	\$ 268,321	\$ 39,380,343
FDIC Coverage	250,000	250,000	250,000	268,321	1,018,321
Total uninsured public funds	9,674,022	27,438,000	1,250,000		38,362,022
Collateral requirement (50%)	\$ 4,837,011	\$ 13,719,000	\$ 625,000		\$ 19,181,011
Pledged Securities	(5,735,711)	(28,146,921)	(1,346,076)		(35,228,708)
Over (under) collateralized	\$ 898,700	\$ 14,427,921	\$ 721,076		\$ 16,047,697

**Governmental Activities:**

County Reconciliation to the Statement of Net Assets	
Cash and cash equivalents per Exhibit 1	\$ 7,691,342
Investments per Exhibit 1	29,188,000
Restricted Cash	268,321
Total Cash, cash equivalents and investments as per Exhibit 1	37,147,663
Add: outstanding checks	4,233,181
Less: deposit in transit	(2,062,053)
Add: Non-reconciling Differences	(80,086)
Add: Agency cash per Exhibit 6	141,639
Bank Balance of Deposits	\$ 39,380,344

**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 pool 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 local government investment pool is voluntary. The LGIP

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

is rated AAAm (credit Risk) by Standard & Poors and the end of the fiscal year weighted average maturity (WAM) is 36 days for June 30, 2011.

In September 2008 the LGIP portfolio, like many investment funds throughout the country, experienced significant market volatility. One of the LGIP investments, the Reserve Primary money market fund was downgraded from "AAA" to "D" on September 16, 2008. The LGIP shares in the Reserve Primary Fund were initially frozen until the fund's liquidation process could begin. In order to maintain the LGIP's "AAA" rating, the LGIP temporarily sold this security to the State's General Fund investment pool at par under a put agreement. By December 31, 2008, 78% of the LGIP Reserve Primary Fund holding had been recovered. The County's \$11,238.70 investment as of June 30, 2011 represents the County's remaining portion of its September 15, 2008 investment in the LGIF that was allocated to the Reserve Contingency Fund. The Reserve Contingency Fund is a non-performing asset that represents claims against future distributions of principal from the Reserve Primary fund. The State Treasurer is participating in a lawsuit against the Reserve on behalf of the State Treasurer's portfolios and LGIP participants. Additionally, the Securities and Exchange Commission (SEC) filed a civil lawsuit in federal court against the operators of the Reserve seeking to expedite the distribution of the Reserve's remaining assets to investors. Therefore, the County's \$11,238.70 investment in the Reserve Contingency Fund at June 30, 2011 is shown as a restricted asset and reserved fund balance in the County's financial statements. For more information on the Reserve Contingency fund see the State Treasurer's website at <http://www.stonm.org/NewMexicoGROWLGIP/GASB40Disclosure>.

**Interest Rate Risk**

The County's investments at June 30, 2011 include the following:

<u>Investments</u>	<u>Maturities</u>	<u>Fair Value</u>
CDs, Valley National Bank	1 year increments	\$22,188,000
CD, Valley National Bank	5 year increment	5,500,000
CDs, Century Bank	1 year increments	1,500,000
Local Government Investment Pool, Contingency Fund	On-Going	11,239
Total Investments		<u>\$29,199,239</u>

**Concentration of Credit Risk**

The County's investment policy places no limit on the amount the County may invest in any one issuer. The County's investments are in Certificates of Deposit with the County's local banks with the average maturity being 1 year and one investment having a 5 year maturity date. The County's investment in CDs is \$29,188,000, which is 94.8% of total investment funds which are on deposit at Valley National Bank. The County's investment at Century Bank CD in the amount of \$1,500,000 or 5.1% of total investment funds which are on deposit. The County has an investment at the NM State Treasurer's Office – Local Government Investment Pool. It is held in a non-interest reserve contingency fund in the amount of \$11,239.

By fund, cash and cash equivalents and investments held by fund total \$37,158,902 at June 30, 2011, approximately 38.1% or \$14,190,373 is held by the General Fund; approximately 36.8% or \$13,682,091 is held by the County Funded Capital Projects and approximately 24.99% or \$9,286,438 is held by the Nonmajor Governmental funds. There were no investments in stocks or bonds held by Rio Arriba County or the Rio Arriba County Housing Authority for FY11.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**Blended Component Unit:**

**Deposits and Investments**

As of June 30, 2011, the authority held checking account deposits of \$92,731 and cash equivalent consisting of certificate of deposit with original maturity of three months or less from the date of acquisition of \$11,503 at a different financial institution, totaling \$104,234, all covered by FDIC insurance. Reconciling items consisting of \$7,116 net of outstanding checks and deposits in transit resulted in \$97,118 of cash and cash equivalents per the accounting records and related financial statements.

At a different financial institution from the checking accounts, the Authority held investment consisting of certificates of deposit with more than three months maturity totaling \$46,674 as of June 30, 2011. All the investments were covered by FDIC insurance at the end of the fiscal year.

Reconciliation to the Statement of Net Assets

The carrying amount of deposits and investments shown above are included in the Authority's statement of fund net assets as follows:

Reconciliation to Statement of Net Assets

Cash and cash equivalents per Exhibit 1	\$ 70,560
Investments per Exhibit 1	46,674
Restricted cash and cash equivalents per Exhibit 1	<u>26,558</u>
	143,792
Add outstanding checks and other reconciling items	<u>7,116</u>
Bank balance of deposits	<u><u>\$ 150,908</u></u>

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**NOTE 4. Receivables and Payables**

Receivables as of June 30, 2011 are as follows:

	General Fund	County Funded Capital Projects	Senior Approp Capital Projects	Nonmajor Funds	Total	Agency Funds
Property Taxes	\$ 1,380,811	\$ -	\$ -	\$ -	\$ 1,380,811	\$ 3,768,763
Other Taxes:						
Oil and Gas Taxes	780,683	-	-	-	780,683	-
GRT Receivables	38,946	38,946	-	230,884	308,776	46,860
Accounts Receivable	-	-	-	-	-	-
Intergovernmental Grants:						
State	-	-	200,779	554,732	755,511	-
Federal	-	-	-	65,267	65,267	-
Interest Receivable	329,453	-	-	-	329,453	7
Total Receivable	2,529,893	38,946	200,779	850,883	3,620,500	3,815,630
Less Uncollectable	(54,918)	-	-	-	(54,918)	-
Net Receivable	\$ 2,474,975	\$ 38,946	\$ 200,779	\$ 850,883	\$ 3,565,582	\$ 3,815,630

Payables as of June 30, 2011 represent the amount due to vendors of Rio Arriba County.

**NOTE 5. Restricted Net Assets**

The government-wide statement of net assets reports \$23,566,066 of restricted net assets. The Special Revenue Funds has \$8,442,067 and Capital Project Funds has \$14,410,909 which are restricted by enabling legislations.

**Blended Component Unit:**

**Restricted Net Assets**

The Authority has restricted net assets of Special Revenue Funds totaling \$22,178. These resources are set aside for housing assistance payments (HAP) as the use of those funds is limited.



STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**NOTE 6. Inter-fund Receivables, Payables, and Transfers**

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

<u>Transfer Out</u>	<u>Transfer In</u>	<u>Amount</u>
General Fund	Environmental Fund	\$ 503,981
General Fund	County Road	909,884
General Fund	Farm and Range Improvement	25,200
General Fund	Senior Citizen Program	716,291
General Fund	DWI Program	25,367
General Fund	Water Innovation	2,100
General Fund	Medanales Senior Center	8,534
General Fund	Alcalde CDBG	50,000
General Fund	Homeland Security (2476)	144
General Fund	Homeland Security (2494)	6,405
General Fund	RAC Activities	1,174
Senior Program	Chama Senior Center	27
Velarde Fire Department	Fire District Bond	9,475
Dixon Fire Department	Fire District Bond	16,900
Canjilon Fire Department	Fire District Bond	20,000
La Mesilla/San Pedro Fire Department	Fire District Bond	40,000
Abiquiu Fire Department	Fire District Bond	15,000
Coyote Fire Department	Fire District Bond	11,000
Ojo Sarco Fire Department	Fire District Bond	15,000
Chamita Fire Department	Fire District Bond	25,000
Vallecitos Fire Department	Fire District Bond	10,000
Alcalde Fire Department	Fire District Bond	12,810
Brazos Fire Department	Fire District Bond	15,000
Dixon EMS	Dixon Fire Department	411
El Rito EMS	El Rito Fire Department	3,542
Ojo Sarco EMS	Emergency Communication/EMS	3,854
Velarde EMS	Velarde Fire Department	2,158
JAG Program Recovery Act	General Fund	71
Abiquiu Lake Patrol	General Fund	9,820
Santa Fe National Forest	General Fund	2,150
Traffic Safety Education	General Fund	305
Click it or Ticket	General Fund	356
Teen Seatbelt	General Fund	22
Maternal Child Health	General Fund	470
CDBG10-C-NR-I-1-G09	General Fund	50,000
Seniors Countywide 2007-2370	General Fund	9,172
Medanales Senior Center	General Fund	345
Truchas Senior Center 2008-3372	General Fund	243
Capital Projects	Alcalde CDBG	50,000
Jail Bonds	Debt Service	80
RAC Security/Rent of Buildings	General Fund	14,030
		<u>\$ 2,586,321</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**NOTE 6. (continued)**

**The composition of interfund balances as of June 30, 2011 is as follows:**

<u>Due to other fund</u>	<u>Due from other fund</u>	<u>Amount</u>
<b>Primary Government</b>		
General Fund	DWI Detox	\$ 67,867
General Fund	DWI Grant	111,650
General Fund	Coyote Fire Department	55,457
General Fund	New Mexico State Library	1,209
General Fund	Summer Food Program	6,551
General Fund	Santa Fe National Forest	462
General Fund	Carson National Forest	1,062
General Fund	NMDOT - DWI FTE Grant	23,177
General Fund	Operation DWI (ODWI)	13,725
General Fund	Water Innovation Fund	50,523
General Fund	NMSH&T Comm DWI	11,258
General Fund	Corrections Program	7,489
General Fund	SAMHSA	29,748
General Fund	TCA Program - OPTUM	199
General Fund	ARRA - American Recovery & Reinvestment Act	36,302
General Fund	RAJJB	30,122
General Fund	Coyote 2009-4864	199,729
General Fund	Tierra Amarilla 2010-3036	1,050
General Fund	Boys & Girls Club 08-L-G-5273	50,000
General Fund	Health Commons Revenue Bond	24,339
		<u>\$721,920</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**Note 7. Capital Assets**

	<u>Balance June 30, 2010</u>	<u>Adjustments</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2011</u>
Capital Assets not being depreciated:					
Land	\$11,506,295	\$ 1,715,853	\$ 159,773	\$ -	\$13,381,921
Construction in Progress	549,484	225,954	1,180,536	(111,291)	1,844,682
Works of Art	180,000	-	-	-	180,000
Book Collections	10,000	-	-	-	10,000
Water Rights	-	90,674	-	-	90,674
	<u>12,245,779</u>	<u>2,032,481</u>	<u>1,340,309</u>	<u>(111,291)</u>	<u>15,507,277</u>
Total Capital Assets not being depreciated:					
Capital Assets being depreciated:					
Buildings & Improvements	54,958,482	(25,000)	1,593,477	-	56,526,959
Land Improvements	3,210,057	(268,444)	343,192	-	3,284,805
Infrastructure	13,506,990	(68,204)	408,566	-	13,847,352
Machinery & Equipment	20,010,308	(4,492)	825,825	(1,024,990)	19,806,652
	<u>91,685,837</u>	<u>(366,141)</u>	<u>3,171,061</u>	<u>(1,024,990)</u>	<u>93,465,767</u>
Total Capital Assets being depreciated:					
Less accumulated depreciation:					
Building & Improvements	15,310,685	-	1,096,241	-	16,406,926
Land Improvements	488,102	(9,490)	114,338	-	592,950
Infrastructure	6,337,095	-	368,982	-	6,706,077
Machinery & Equipment	12,414,799	-	1,321,618	(1,012,468)	12,723,949
	<u>34,550,681</u>	<u>(9,490)</u>	<u>2,901,179</u>	<u>(1,012,468)</u>	<u>36,429,902</u>
Total capital assets, net of depreciation:	<u>\$69,380,935</u>	<u>\$1,675,830</u>	<u>\$1,610,191</u>	<u>\$(123,813)</u>	<u>\$72,543,143</u>

Governmental Depreciation Expenses for the year ended June 30, 2011 were charged to the following functions:

Governmental Activities:

General Government	\$ 605,422
Public Safety	1,159,967
Culture and Recreation	335,120
Public Works	498,499
Health & Welfare	302,171
Total Depreciation Expense:	<u>\$2,901,179</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**Blended Component Unit:**

**Capital Assets**

Capital asset activity for the year ended June 30, 2011 was as follows:

Description	Balance 06/30/10	Additions	Deletions	Balance 06/30/11
<b>Business Type-Activities:</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 109,735	\$ -	\$ -	\$ 109,735
Total capital assets not being depreciated	<u>109,735</u>	<u>-</u>	<u>-</u>	<u>109,735</u>
<b>Capital assets being depreciated:</b>				
Buildings	4,072,542	-	-	4,072,542
Buildings and improvements	1,233,571	-	-	1,233,571
Machinery and equipment	132,887	-	(5,606)	127,281
Totals capital assets being depreciated	<u>5,439,000</u>	<u>-</u>	<u>(5,606)</u>	<u>5,433,394</u>
<b>Less: Accumulated depreciation:</b>				
Buildings	2,748,602	135,207	-	2,883,809
Buildings and improvements	725,058	53,614	-	778,672
Machinery and equipment	106,804	10,675	(5,606)	111,873
Total accumulated depreciation	<u>3,580,464</u>	<u>199,496</u>	<u>(5,606)</u>	<u>3,774,354</u>
Total capital assets, net of depreciation	<u>\$ 1,968,271</u>	<u>\$ (199,496)</u>	<u>\$ -</u>	<u>\$ 1,768,775</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**NOTE 8. Long-term Debt**

The County entered in to a new loan agreement with NMFA for \$143,238 during the fiscal year 2010. The purpose of this loan was to provide a grant to North Central Solid Waste Authority (NCSWA). The County pledged its Gross Receipt Tax (GRT) revenues to pay for it by way of intercepted payments.

The County had entered in to a loan agreement with NMFA in 2007 for \$1,000,000 and the proceeds of the loan went directly to the NCSWA as a grant from the County. The County pledged its GRT revenues to pay for this loan by way of intercepted payments. The County did not record this loan and relevant payments made by way of intercepted payments for the fiscal year 2007 through 2010. A prior period adjustment was required to the net assets of the County as of June 30, 2010. A finding related to this irregularity is presented as finding FS 10-05 in the Schedule of Findings and Questioned Costs.

The County had entered in to a loan agreement for \$153,000 with USDA in fiscal year 2010 to purchase a fire truck. The County pledged its fire allotment revenues to pay for this loan by way of intercepted payments. The County did not record this loan and relevant payments made by way of intercepted payments in fiscal year 2010. A prior period adjustment was required to the net assets of the County as of June 30, 2010. A finding related to this irregularity is presented as finding FS 10-05 in the Schedule of Findings and Questioned Costs.

During the year ended June 30, 2011, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance 6/30/10	Additions	Deletions	Balance 6/30/11	Due Within One Year
Series 2009 Bond	\$ 1,259,167	-	\$ 275,000	\$984,167	\$ 275,833
1996 NMFA Loan	45,000	-	6,000	39,000	7,000
2007 NMFA Loan	574,538	-	142,551	431,987	147,652
2009 USDA Loan	134,850	-	20,000	114,850	21,000
2010 NMFA Loan	-	143,238	329	142,909	284
Compensated Absences	743,774	703,610	713,246	734,138	704,773
<b>Total Long Term Debt</b>	<b><u>\$2,757,329</u></b>	<b><u>\$846,848</u></b>	<b><u>\$1,157,126</u></b>	<b><u>\$2,447,051</u></b>	<b><u>\$ 1,156,542</u></b>

Original Amount - \$ 1,540,000

Series 2009 GRT Revenue Bond

Dated 10/30/2009

Principal and Interest Payable - Each month, directly from GRT Distribution

Interest Rate .0650% to 2.56%

Fiscal Year Ending June 30, 2011	Principal	Interest	Total Debt Service
2012	\$ 275,833	\$ 20,167	\$ 296,000
2013	280,833	15,692	296,525
2014	269,167	10,232	279,398
2015	158,333	4,053	162,387
	<u>\$ 984,167</u>	<u>\$ 50,143</u>	<u>\$ 1,034,310</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

2009 USDA Loan  
Dated 2009  
Principal and Interest Payable - June 28  
Interest Rate

Fiscal Year Ending June 30, 2011	Principal	Interest	Total Debt Service
2012	\$ 21,000	\$ 5,500	\$ 26,500
2013	22,000	4,500	26,500
2014	23,000	3,500	26,500
2015	24,000	2,400	26,400
2016	24,850	1,200	26,050
	<u>\$ 114,850</u>	<u>\$ 17,100</u>	<u>\$ 131,950</u>

Original Amount - \$ 105,000  
1996 NMFA Loan  
Dated 03/01/1996  
Principal - February 1  
Interest - February 1 and August 1  
Interest Rate 5.77%

Fiscal Year Ending June 30, 2011	Principal	Interest	Total Debt Service
2012	\$ 7,000	\$ 2,262	\$ 9,262
2013	7,000	1,856	8,856
2014	8,000	1,450	9,450
2015	8,000	986	8,986
2016	9,000	522	9,522
	<u>\$ 39,000</u>	<u>\$ 7,076</u>	<u>\$ 46,076</u>

Original Amount - \$ 1,000,000  
2007 NMFA Loan  
Dated April 2007  
Principal and Interest Payable - Each month, directly from GRT Distribution  
Interest Rate 3.310% - 3.510%

Fiscal Year Ending June 30, 2011	Principal	Interest	Total Debt Service
2012	\$ 147,652	\$ 14,748	\$ 162,400
2013	152,992	9,763	162,754
2014	131,345	4,537	135,882
	<u>\$ 431,989</u>	<u>\$ 29,048</u>	<u>\$ 461,036</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

Original Amount       \$           143,238  
2011 NMFA Loan  
Dated November 2011  
Principal and Interest Payable - Each month, directly from GRT Distribution  
Interest Rate                   2.851%

Fiscal Year Ending June 30, 2011	Principal	Interest	Total Debt Service
2012	\$       284	\$     3,921	\$     4,205
2013	287	3,919	4,205
2014	3,957	3,915	7,871
2015	22,367	3,837	26,204
2016	22,818	3,379	26,197
2017-20	93,198	7,171	100,369
	<u>\$    142,909</u>	<u>\$     26,142</u>	<u>\$    169,051</u>

Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During the fiscal year June 30, 2011, compensated absences decrease by \$9,636. Compensated absences are paid by the fund that they are accrued in, which is mainly the General Fund.

**Blended Component Unit:**

**Compensated Absences**

The following summarizes changes in compensated absences during the fiscal year ended June 30, 2011:

	Balance June 30, 2010	Additions	Retirements	Balance June 30, 2011	Due Within One Year
Compensated Absences	\$   10,361	\$    4,075	\$    1,240	\$   13,196	\$    8,877
Total	<u>\$   10,361</u>	<u>\$    4,075</u>	<u>\$    1,240</u>	<u>\$   13,196</u>	<u>\$    8,877</u>

**NOTE 9.       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 (Insurance Authority). The Insurance 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 Insurance Authority acts as the common carrier for the State of New Mexico counties. The County pays an annual premium to the Insurance Authority based on claim experience and the status of the pool. The Risk Management Program

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

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.

**NOTE 10. Other Required Individual Fund Disclosures**

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

The following fund reflected a deficit fund balance as of June 30, 2011:

- ARRA 2490 Fund has a deficit fund balance of \$150.

**NOTE 11. 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 benefits, disability benefits, survivor benefits, and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, PO Box 2123, Santa Fe, New Mexico 87504-2123. The report is also available on PERA's website at [www.pera.state.nm.us](http://www.pera.state.nm.us).

*Funding Policy:* Plan members are required to contribute the following percentages of their gross salary: 16.3% for law enforcement and Detention Officers employees; and 15.65% for County employees. The County was required to contribute the following percentages of the gross covered salary: 18.5% for law enforcement and Detention Officers plan members; and 11.65% for County plan members. The contribution requirements of plan members and Rio Arriba County are established in State Statute under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County's contributions to PERA for the years ended June 30, 2011; 2010; and 2009 were \$1,618,469; \$1,705,599; and \$1,713,309; respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE 12. Post-Employment Benefits – Retiree Health Care Plan**

*Plan Description.* Rio Arriba County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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 RHCA plan on the person's behalf unless that person retires before the employer's RHCA 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; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.



STATE OF NEW MEXICO  
 Rio Arriba County  
 Notes to Financial Statements  
 June 30, 2011

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

*Funding Policy.* The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at [www.nmrhca.state.nm.us](http://www.nmrhca.state.nm.us).

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.6660% of each participating employee's annual salary; each participating employee is required to contribute .8330% of their salary. Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals. The NMRA enhanced for Police/Detention requires each participating employer to contribute 2.0840% of each participating employee's annual salary; each participating employee is required to contribute 1.0420% of their salary. In the fiscal years ending June 30, 2012 and 2013, the contribution rates for both employees and employers will rise as follows:

Fiscal Year	Employer Contribution Rate	Employee Contribution Rate
FY12	2.292%	1.146%
FY13	2.500%	1.250%

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature.

Rio Arriba County's contributions to the RHCA for the years ended June 30, 2011; 2010; and 2009 were \$158,632; \$117,070; and \$118,241; respectively, which equaled the required contributions each year.

The Authority has not elected to participate in New Mexico Public Employee Health Care Act plan and there were no required contributions for fiscal year ending June 30, 2011.

**NOTE 13. Joint Powers Agreements and Memorandums of Understanding**

**New Mexico Enhanced 911 Act**

The City of Espanola, The Village of Chama, Ohkay Owingeh, The Jicarilla Apache Nation, The County of Rio Arriba, and The County of Santa Fe have entered into a joint powers agreement to establish and provide a centralized enhanced 911 system and improve public emergency and law enforcement services to their citizens. The Espanola/Rio Arriba County shall oversee operations of enhanced 911 service within the District boundaries and act as the vehicle through which parties receive funding pursuant to the Act.

The terms of this agreement is indefinite. The City of Espanola shall act as fiscal agent for the District on behalf of the parties. As the fiscal agent, the City of Espanola shall manage all revenues, maintain all accounts and receive and

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

disburse all funds on behalf of the District and at the direction of the Board. The agreement may be terminated by any party to this agreement may, at any time after providing thirty (30) days written notice to the Board, withdraw from this agreement. Upon termination of this Agreement, any surplus money and/or property acquired from funding paid for by the members shall be returned to the parties, which are signatories to this agreement at the time of termination, in proportion to the contributions made. Property acquired through the Local Government Division, Department of Finance & Administration (DFA) shall be disbursed according to the requirements of DFA.

**North Central Solid Waste Authority**

The City of Espanola, the Santa Clara Pueblo, the San Juan Pueblo 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 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. It is the intent of the parties that the Authority become self-sufficient and that no party be required to contribute funds from its respective budget or taxing authority other than for start up costs. 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 a fiscal agent and will be responsible for all audit requirements.

**Animal Shelter Services**

Rio Arriba County entered into a joint animal shelter service program located and operated within the municipal boundaries of the City of Espanola to provide for the seizure and disposition of all dogs and cats running at large. The County shall pay to the Espanola Valley Humane Society \$6,333.33 per month beginning July 1, 2010 to help defray costs of the shelter in serving the County. The parties agree that this agreement shall terminate on June 30, 2011. At any time either party shall have the right to terminate this agreement with or without cause by giving the other party 30 days written notice. Any property acquired as a result of joint exercise of powers shall be disposed of, divided or distributed in equal parts to the parties hereto. Any monetary contributions pursuant to this agreement upon termination prior to the end of the fiscal year for which they were made will be refunded to the County pro rated to the end of the fiscal year.

**North Central Regional Transit District**

The North Central Regional Transit District Intergovernmental Contract entered into by and among the City of Espanola, County of Los Alamos, Pueblo of Nambe, Pueblo of Pojoaque, County of Rio Arriba, pueblo of San Ildefonso, Pueblo of Ohkay Owingeh, Pueblo of Santa Clara, City of Santa Fe, County of Santa Fe, Pueblo of Tesuque and County of Taos. The purpose of the District, being a multimodal public transit district formed pursuant to the Act, recognizes as its purpose to finance, construct, operate, maintain, and promote an efficient, sustainable, and regional multimodal transportation system at any location or locations, subject to compliance with the Act.

The term of the Contract shall begin when the New Mexico State Transportation Commission has certified the creation of the District and shall end when all current members agree in writing to terminate this contract, provided, however, that the contract cannot be terminated so long as the District has any Bonds outstanding. The District shall be governed by a Board of Directors who shall exercise and perform all powers and privileges and duties vested in or imposed upon the District. The Board shall appoint a Treasurer who shall be subject to rules and procedures established by the Board.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

**NOTE 14. 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, 2011, 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 15. Contingent Liabilities**

The County is party to various claims and lawsuits arising in the normal course of business. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government's counsel the resolution of these matters will not have a material adverse effect on the financial position of the County. The County is insured through the New Mexico County Insurance Authority.

**NOTE 16. Leases**

There were no capital lease agreements as of June 30, 2011 to which the County was a party.

The County is a party to several operating lease agreements where it is the lessee and is subject to future payment to unrelated parties. The amount of the future liability for these leases is disclosed below:

Commitments for Operating Leases

Year Payment Due	Annual Amount Due
2012	\$ 59,477
2013	49,390
2014	48,073
2015-2020	70,950
2021-2025	5
2026-2030	5
2031-2035	5
2036-2040	5
2041-2045	5
2046	1
Total	\$ 227,916

**NOTE 17. Prior Year Restatements**

The Fund balance of June 30, 2010 required restatement addition of \$100,000 in regards to a reserve account the County had in regards to an unrecorded loan. The details of this irregularity are noted further in the finding FS 10-05.

STATE OF NEW MEXICO  
Rio Arriba County  
Notes to Financial Statements  
June 30, 2011

The net assets required a net restatement of additional \$1,066,436 as of June 30, 2010. The amount included addition of \$100,000 as noted above; reduction of net assets of \$574,538 and \$134,857 pertaining to balance of 2007 NMFA and 2010 USDA loans respectively as of June 30, 2010 which were not previously recorded and has been noted in further detail in finding FS 10-05; and an addition of net assets of \$1,675,831 pertaining to capital assets and accumulated depreciation as of June 30, 2010 as noted in further detail in the finding FS 10-06.

**NOTE 18. Commitments**

The County has committed a portion of its annual state allotment for Fire District services related to the Tierra Amarilla Fire Department. The amount that is withheld annually and remitted to the New Mexico Financing Authority (NMFA) is equal to the amount of the mortgage loan payable as stated in Note 8 on pages 45-48 or a total of \$46,076 over the life of the mortgage loan.

The County has committed a portion of its annual state allotment for Fire District services related to the Dixon Fire Department. The amount that is withheld annually and remitted to the New Mexico Financing Authority (NMFA) is equal to the amount of the mortgage loan payable as stated in Note 8 on page pages 45-48 or a total of \$131,950 over the life of the mortgage loan.

The County has committed a portion of its monthly Gross Receipts Tax to the New Mexico Finance Authority (NMFA) for is equal to the amount of the loan payable as stated in Note 8 on pages 45-48 or the total of the loan \$1,034,310 over the life of the mortgage loan.

The County has committed a portion of its monthly Gross Receipts Tax to the New Mexico Finance Authority (NMFA) on behalf of the North Central Solid Waste Authority is equal to the amount of the loan payable as stated in Note 8 on pages 45-48 or a total for two loans \$630,087 over the life of the mortgage loan.

The County had signed a loan agreement with North central Solid waste Authority (NCSWA) on June 30, 2011 wherein the County agreed to give a loan to the NCSWA for 1,054,204. The amount of loan was given in two installments by way of paying obligations of NCSWA for the amount of \$354,204 in May and June of 2011 and \$700,262 in July 2011 (Fiscal Year 2012) for past due payroll taxes and health insurance premiums respectively. Both of these payments were expensed in the County's books contrary to the loan agreement. As detailed in the finding FS 11-03; the County's financial statements had to be adjusted to reclassify \$354,204 from an expense to a loan to NCSWA. Further, as detailed in the same finding, \$700,262 paid in July 2011 was reclassified from accounts payable as of June 30, 2011 and have been disclosed hereby as a loan commitment to NCSWA.

**NOTE 19. Transfers**

The County paid an insurance settlement expense on behalf of the Authority in the amount of \$15,530. This is recognized as a transfer-out by the County in the amount of \$15,530 and a transfer-in by the Authority of \$15,530. The nature of the activity is nonreciprocal.

## SUPPLEMENTARY INFORMATION

**This page intentionally left blank.**

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 CAPITAL PROJECTS FUND - COUNTY FUNDED CAPITAL PROJECTS (3400)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE BUDGET (NON-GAAP BASIS) - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ 465,546	\$ 465,546	\$ 481,067	\$ 15,521
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	931,024	944,625	13,601
Total Revenues	<u>465,546</u>	<u>1,396,570</u>	<u>1,425,692</u>	<u>29,122</u>
Prior year cash appropriated	16,486,217	16,486,217		
Total revenue and budgeted cash	<u>16,951,763</u>	<u>17,882,787</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	1,115,691	1,623,307	740,991	882,316
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	15,836,072	16,209,479	3,084,621	13,124,858
Total Expenditures	<u>16,951,763</u>	<u>17,832,787</u>	<u>3,825,613</u>	<u>14,007,174</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,486,217)</u>	<u>(16,436,217)</u>	<u>(2,399,921)</u>	<u>14,036,296</u>
<b>Other financing sources (uses):</b>				
Loan to NCSWA			(354,205)	
Transfers in				-
Transfers (out)	(50,000)	(50,000)	(50,000)	-
Total other financing and uses	<u>(50,000)</u>	<u>(50,000)</u>	<u>(404,205)</u>	<u>-</u>
Net changes in fund balance	<u>\$ (50,000)</u>	<u>\$ -</u>	<u>\$ (2,804,126)</u>	<u>\$ 14,036,296</u>
Current year receivables			38,946	
Prior year receivables			(35,159)	
Current year payables			(40,707)	
Prior year payables			128,966	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Exhibit 4 (GAAP)			<u>\$ (2,712,079)</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
CAPITAL SENIOR APPROPRIATIONS (32??,61,62,63,64,65,66,68,69,70,71,73,74,75,76,79,80,81,83,84)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	961,861	961,618	495,346	(466,272)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>961,861</u>	<u>961,618</u>	<u>495,346</u>	<u>(466,272)</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>961,861</u>	<u>961,618</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	534,957	525,543	296,496	229,047
Total Expenditures	<u>534,957</u>	<u>525,543</u>	<u>296,496</u>	<u>229,047</u>
Excess (deficiency) of revenues over over (under) expenditures	<u>426,904</u>	<u>436,076</u>	<u>198,850</u>	<u>(237,225)</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	8,534	8,534	-
Transfers (out)	-	(9,760)	(9,760)	-
Total other financing and uses	<u>-</u>	<u>(1,226)</u>	<u>(1,226)</u>	<u>-</u>
Net changes in fund balance	<u>\$ 426,904</u>	<u>\$ 434,850</u>	<u>\$ 197,625</u>	<u>\$ (237,225)</u>
Current year receivables			200,779	
Prior year receivables			(407,818)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-2 1/15 (GAAP)			<u>\$ (9,414)</u>	

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



# NON-MAJOR GOVERNMENTAL FUNDS

**This page intentionally left blank.**

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

SPECIAL REVENUE FUNDS

2201 – Jail Operations Fund – To account for Detention Center expenditures. Funding is provided from Correction Fees. (Authority: NMSA 3-3-25)

2202 – Environmental (Solid Waste) - Rio Arriba County, working in a Memorandum of Agreement with its North Central Solid Waste Authority to provide solid waste collection, removal and disposal services. Funding is provided by Gross Receipts Tax Revenue (Authority: 7-20E-17 & 7-19D-10)

2203 – County Property Evaluation Fund – The County established the 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 7-38-38.1)

2204 – Road Projects – The County established this fund to account for road projects in Rio Arriba County, New Mexico. (Authority: NMSA 67-3-28.2)

2207 - Emergency Communication/EMS – Established to account for expenditures related to 911 Center Operations and Emergency Medical Services funding is provided by Gross Receipts Tax Revenue. (Authority: NMSA 7-20E-12)

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

2211 - Law Enforcement Fund – To account for expenditures related to the purchase of law enforcement equipment and training. Financing is provided by a grant from New Mexico Department of Finance and Administration. (Authority: NMSA 29-13-7)

2214 - Lodgers' Tax Act Fund – 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 - 24)

2217 - Recreation Fund - The County established the 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 7-12-15)

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

2219 - Senior Citizen Program- The County established the fund to account for expenditures related to the operation of its senior programs. Funding is provided form federal grants and County matching funds. (Authority: County Commission)

2220 - Indigent Fund – The County established the fund to account for expenditures that assist needy individuals with hospital expenses. Financing is provided by Gross Receipts Tax Revenue. (Authority: NMSA 7-20-3)

2222 - Fire Protection – The County established the fund to account for expenditures of equipment, operating costs, and training for volunteer fire fighters. Financing is provided by Gross Receipts Tax Revenue. (Authority: NMSA 7-20E-15)

#### DWI GRANTS

2223 - Local DWI Distribution Grant – To account for expenditures incurred for prevention, outpatient treatment, intensive probation and alternative sentencing for the DWI Program. Funding is provided from state grants and County matching funds. (Authority: County Commission)

2224 – Local DWI Grant Fund – To account for expenditures made for prevention, law enforcement, screening and assessment, outpatient treatment, and coordination and planning of DWI program activities in the County. Funding is provided from State grants and County matching funds. (Authority: NMSA 11-6A-6)

2229 - DWI Grant Council – To account for expenditures incurred for Prevention, Screening, Treatment and compliance monitoring/ Tracking for the DWI program. Funding is providing from State Grants. (Authority: County Commission)

2465 – DWI (LOGRAR) – To account for misc. expenditures incurred by the DWI Program. (Authority: County Commission)

2466 – NCCBS – To account for expenditures related to the DWI program related to underage drinking. Funds are provided by North Central Community Based Services, Inc. (Authority: County Commission)

2467 - NMSH & T Community DWI 01 CD31080- To account for expenditures incurred for activities to reduce DWI which are of permanent direct benefit to traffic safety in New Mexico. Funding is provided from fees imposed on convicted drunk drivers as allowed by Section 31-12-7(B), Regulation 18.20.6 NMAC (2004) (Authority: County Commission)

2468 – RAC MCP – To account for expenditures related to the DWI Misdemeanor Compliance program whose purpose is to ensure, through standards and limitations of powers, the safe and

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

consistent handling of misdemeanor defendants who may be monitored or supervised by county operated misdemeanor compliance programs. (Authority: County Commission)

2469 – Correction Program - CYFD – To Account for expenditures incurred for providing juvenile community corrections services to clients. Funding provided by the New Mexico Department of Children, Youth and Families Department. (Authority: County Commission)

2225 - Clerks Recording Fees Fund – 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: NMSA 14-8-10)

2226 – Correctional Facility – The County established the fund to account for expenditures of equipment, operating costs, and training for the County Detention Center. Financing is provided by Gross Receipts Tax Revenue. (Authority: NMSA 7-20F-3)

#### FIRE DEPARTMENT FUNDS

2300,2301,2302,2303,2305,2306,2307,2308,2310,2311,2312,2313,2314,2315,2316,2317,2318,2319 – Fire Department Funds – 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: NMSA 59-A-53-2)

2340 – Fire Marshall/State Allocation - To account for expenditures of equipment, operating costs, and training for volunteer fire fighters. Funding is provided from the State of New Mexico Fire Protection Fund Act. (Authority: NMSA 59-A-53-2)

#### EMS FUNDS

2350,2351,2352,2353,2354,2355,2357,2358,2360,2361,2363,2364,2365,2366,2367,2368,2369 – Emergency Medical Service (EMS) Funds – 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 24-10A & B)

2402 - New Mexico State Library – The County established the 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).

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

2409 – 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.

2410 – Recycling & Illegal Dumping Act – The County established this fund to account for expenditures related to the processing, transportation or recycling of all recyclable materials and scrap tires. (Authority: County Commission)

2411 – NMSWA Grant – Recycling & Illegal Dumping Act – The County established this fund to account for expenditures related to the processing, transportation or recycling of all recyclable materials and scrap tires. (Authority: County Commission)

2421 - 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 the 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)

#### SHERIFF GRANTS

2431 – JAG Program FY 2009 Recovery Act – To account for expenditures to purchase of law enforcement equipment and training. Funds are provided by the Department of Justice. (Authority: County Commission)

2434 – Abiquiu Lake Patrol - To account for expenditures related to lake patrol of the Abiquiu Dam. Funds are provided by the USA Corps of Engineers. (Authority: County Commission)

2435 – Santa Fe National Forest - To account for expenditures related to forest patrol of the Santa Fe National Forest. Funds are provided by the USDA Forest Service. (Authority: County Commission)

2436 – Carson National Forest - To account for expenditures related to forest patrol of the Carson National Forest. Funds are provided by the USDA Forest Service. (Authority: County Commission)

2438 – Traffic Safety Education & Enforcement - To account for expenditures related to purchasing educational and promotional items. Funds are provided by the State of New Mexico Department of Transportation. (Authority: County Commission)

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

2440 – Click It Or Ticket - To account for expenditures related to the enforcement and public awareness to conduct seatbelt and child safety and enforcement activities. Funds are provided by the State of New Mexico Department of Transportation. (Authority: County Commission)

2441 – Teen Seatbelt – 10-OP-TD-080 - To account for expenditures related to the Traffic Safety Education Enforcement program, seatbelts, super blitz sobriety checkpoints and or saturation patrols. Funds are provided by the State of New Mexico Department of Transportation. (Authority: County Commission)

2446 – NMDOT DWI 07-AL-03-080 – 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)

2447 – OP DWI 08-AL-64-080 - 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)

2448 – OBD 08-OP-RF-080 - To account for expenditures related to the Traffic Safety Education Enforcement program, seatbelts, super blitz sobriety checkpoints and or saturation patrols. Funds are provided by the State of New Mexico Department of Transportation. (Authority: County Commission)

2471 – 100 Days & Nights of Summer - 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)

2452 - Water Innovation Fund –The County established this fund to account for expenditures for initiating a self-sustaining program to provide financial management and certified operation of rural water and wastewater systems within the County. Funding is provided from the Water Innovation Fund. (Authority: County Commission).

2453 - Preliminary Engineering Report – The County established this fund to account for expenditures to conduct a Preliminary Engineering Report for water and wastewater infrastructure in the Alcalde area of the County. (Authority: County Commission)

#### USDA GRANTS

2454 – USDA FOREST SERVICE 11DG11030200 Title II funds – The County Established this account for expenditures incurred in the forest health improvement project, consisting of decommissioning an excess road on the Canjilon Ranger District and making improvements to stock tanks on the El Rito Ranger District, implemented as a collaborative effort involving the Forest Service and Rio Arriba County. (Authority: County Commission)

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

2455 – USDA FOREST-Title II – The County established this account for expenditures incurred implementing a wild land fire prevention treatment along the NM Highway 115, between US 84 and the village of Canjilon, assessed as a high fire hazard rating area by the Upper Chama Community Wildfire protection Plan (CWPP). (Authority: County Commission)

2476 – CEM 2005-GE-T5-0012 RAC – To account for expenditures incurred for emergency management programmatic goals and objectives and purchase of major response equipment. Funding provided by the Department of Homeland Security and Emergency Management. (Authority: County Commission)

2477 H1N1 Agreement - DOH – To Account for expenditures for the delivery of the 2009 Novel H1N1 Vaccine to individuals residing within the jurisdiction and other H1N1 activities during the 2009-2010 H1N1 influenza season. Funds provided by the Department of Health & Human Services. (Authority: County Commission).

2482 - DOH CHI CNS (08-6650200.0077.A1) - Maternal/Child Health – The County established this fund to account for expenditures to support the community health improvement process through coordination of the health council, council development, assessment and planning and council action and leadership. Funding is provided by a grant for the New Mexico Dept. of Health. (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)

2486 – 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)

2488 – Region 2 Behavioral Health/Value Options - The County established the fund to account for expenditures incurred for providing quality behavioral health services, intervention and prevention for targeted population and the implementation of Total Community Approach Initiatives. (Authority: County Commission)

2489 - Value Options - The County established the fund to account for expenditures incurred for case management and outreach services. Funding provided by NM Dept. of Health- Region. (Authority: County Commission)

2490 – ARRA – American Recovery & Reinvestment - The County established the fund to account for expenditures incur in implementing the ARRA – Strengthening Communities Fund. (Authority: County Commission).



STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

2494 – Department of Homeland Security and Emergency Management – The County established the fund to account for expenditures in developing and conducting a progressive exercise program that will result in a full-scale exercise. (Authority: County Commission)

2498 – Southwest Regional Education Center –The County established the fund to account for expenditures incurred in professional/technical services 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)

2499 – RAJJB - Rio Arriba 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)

2528 - Inmate Evercom Phone Fund – The County established the fund to account for inmate expenditures as needed. Financing is provided from phone system charges that were collected as a commission on the purchase of phone cards. (Authority: County Commission)

CAPITAL PROJECT FUNDS

3120 – Waste Water Treatment – The project is planning/design and engineering for the Regional Wastewater Treatment project, to develop and expand the capability for re-use of water for irrigation projects, all as more specifically described in the application and in the final plans and specifications for the project approved by the Water Trust Board and the NMFA as provided by this Agreement. (Authority: County Commission)

3121 - Energy Efficiency & Conservation – US Dept of Energy – The County established this fund to account for expenditures incurred in the program for Energy Efficiency and Renewable Energy Building and Facilities – Supply Solar Thermal – Radiant Floor heating to a compound which is to be built for the Road Dept. (Authority: County Commission)

3224 – CDGB – To account for expenditures incurred in the infrastructure of the Rio Arriba Compound that will house several projects/dept. (Authority: County Commission)

SENIOR CAPITAL PROJECTS

3261,3262,3263,3264,3265,3266,3268,3269,3270,3271,3273,3274,3275,3276,3279,3280,3281,3283,3284 –Senior Capital Outlay – The County established this fund to account for expenditures relative to various County Senior facility projects finance by the Senior Capital Outlay. (Authority: County Commission).

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

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

3366 – Fire District Bond Funds – 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)

**2007 STATE APPROPRIATION CAPITAL PROJECTS**

3711 – 2007 State Appropriations – The County Established this fund to account for revenue and expenditures relative to various County facility construction projects financed by the 2007 State Appropriations. (Authority: County Commission)

**2008 STATE APPROPRIATION CAPITAL PROJECTS**

3809,3816 – 2008 State Appropriations – The County Established this fund to account for revenue and expenditures relative to various County facility construction projects financed by the 2008 State Appropriations. (Authority: County Commission)

**HEALTH COMMONS**

3901,3902 – The Country established this fund to account for expenditures for the construction of the Health Commons Project. Funds provided by Department of Health and Human Services, Health Resources and Services Administration. (Authority: County Commission).

**DEBT SERVICE FUNDS**

To account for the accumulation of resources and payment on General Obligation, Gross Receipt and Fire Tax Revenue bonds principal and interest

4401 – Jail Bond Debt Service Bonds – The County established this fund to accumulate monies for the repayment of the jail construction general obligation bonds of 1990. The County financed the fund primarily from the receipt of Ad Valorem taxes.

4420 – Sub Office Revenue Bonds – To accumulate monies for the payment of Gross Receipts Tax Refunding Revenue Bonds principal and interest. The fund is financed annually from a General Fund.

STATE OF NEW MEXICO  
Rio Arriba County  
Nonmajor Fund Descriptions  
June 30, 2011

TRUST & AGENCY FUNDS

- 7000 – Regional Transit – Established to account for expenditures related to the public transit system. Funded by Gross Receipts Tax Revenue. (Authority: County Commission)
- 7720 – Car Seat Program – To account for expenditures related to the Car Seat program. (Authority: County Commission)
- 7730 - Onate Center Donations – To account for expenditures related to the Onate (Authority: County Commission)
- 7740 – Inmate Fund – To account for expenditures related to the Inmate Commissary Fund (Authority: County Commission)
- 7741 – DWI Donation Fund – To account for expenditures related to the DWI donation fund (Authority: County Commission)
- 7745 – NM State Police Bike Patrol – To account for the expenditures related to the NMSP bike patrol. (Authority: County Commission)
- 7750 - RA County Activities – The County established this fund to account for expenditures related to minor public safety issues. (Authority County Commission)
- 7751 – Rio Arriba County Security/Rent of Building - To account for expenditures related to the RAC security fund (Authority: County Commission)
- 7752 – HHS Donation fund – To account for expenditures related to the support of the Crisis Prevention-Intervention Training, (Authority: County Commission)
- 7753 - Adult Day Care – The County established this fund to account for expenditures on behalf of participants in the County’s Senior Program. (Authority: County Commission)
- 7754,7755,7756,7757,7758,7759,7760,7761 – Senior Centers – The County established this fund to account for expenditures on behalf of participants in the County’s senior programs. The County maintains and operates Eight (8) Senior Centers (Authority: County Commission)

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Balance Sheet  
June 30, 2011

Special Revenue

	Jail Operations	Solid Waste	County Property Valuation	County Road Projects	Emergency Comm/ EMS	Farm & Range Improvement
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 104,327	\$ 158,409	\$ 1,532,566	\$ 1,303,979	\$ 1,429
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Other taxes	-	7,725	-	-	94,292	-
Intergovernmental	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 112,051</b>	<b>\$ 158,409</b>	<b>\$ 1,532,566</b>	<b>\$ 1,398,272</b>	<b>\$ 1,429</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Liabilities</i>						
Accounts payable	\$ -	\$ -	\$ 1,586	\$ 50,843	\$ 3,357	\$ -
Accrued payroll	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>1,586</b>	<b>50,843</b>	<b>3,357</b>	<b>-</b>
<i>Fund Balances</i>						
Nonspendable fund balances	-	-	-	-	-	-
Restricted fund balances	-	112,051	156,823	1,481,723	1,394,915	1,429
Committed fund balances	-	-	-	-	-	-
Assigned fund balances	-	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-	-
<b>Net Fund Balance</b>	<b>-</b>	<b>112,051</b>	<b>156,823</b>	<b>1,481,723</b>	<b>1,394,915</b>	<b>1,429</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 112,051</b>	<b>\$ 158,409</b>	<b>\$ 1,532,566</b>	<b>\$ 1,398,272</b>	<b>\$ 1,429</b>

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

	Special Revenue Funds					
	Law Enforcement	Lodgers' Tax Act	Recreation	Senior Citizen Program	Indigent	County Fire Protection
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 45,623	\$ 7,228	\$ 216,045	\$ 217,026	\$ 1,621,695
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Other taxes	-	-	-	-	38,946	43,334
Intergovernmental	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 45,623</b>	<b>\$ 7,228</b>	<b>\$ 216,045</b>	<b>\$ 255,972</b>	<b>\$ 1,665,030</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Liabilities</i>						
Accounts payable	\$ -	\$ 3,409	\$ -	\$ 26,779	\$ 2,768	\$ 73,644
Accrued payroll	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>3,409</b>	<b>-</b>	<b>26,779</b>	<b>2,768</b>	<b>73,644</b>
<i>Fund Balances</i>						
Nonspendable fund balances	-	-	-	-	-	-
Restricted fund balances	-	42,214	7,228	189,266	253,204	1,591,386
Committed fund balances	-	-	-	-	-	-
Assigned fund balances	-	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-	-
<b>Net Fund Balance</b>	<b>-</b>	<b>42,214</b>	<b>7,228</b>	<b>189,266</b>	<b>253,204</b>	<b>1,591,386</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 45,623</b>	<b>\$ 7,228</b>	<b>\$ 216,045</b>	<b>\$ 255,972</b>	<b>\$ 1,665,030</b>

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

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Balance Sheet  
June 30, 2011

Special Revenue

	Clerk's Recording and Filing Fees	Correctional Facility	DWI Grant	Fire Department Funds	EMS Fund	NM State Library
<b>ASSETS</b>						
Cash and cash equivalents	\$ 178,015	\$ 164,066	\$ 9,715	\$ 1,703,914	\$ 18,852	\$ -
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Other taxes	-	46,586	-	-	-	-
Intergovernmental	-	-	198,276	107,000	-	1,275
Other receivables	-	-	-	-	-	-
<i>Total Assets</i>	<u>\$ 178,015</u>	<u>\$ 210,653</u>	<u>\$ 207,991</u>	<u>\$ 1,810,914</u>	<u>\$ 18,852</u>	<u>\$ 1,275</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Liabilities</i>						
Accounts payable	\$ -	\$ -	\$ 668	\$ 6,091	\$ 702	\$ -
Accrued payroll	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-	-
Due to other funds	-	-	198,264	55,457	-	1,209
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>198,932</u>	<u>61,548</u>	<u>702</u>	<u>1,209</u>
<i>Fund Balances</i>						
Nonspendable fund balances	-	-	-	-	-	-
Restricted fund balances	178,015	210,653	9,059	1,749,366	18,150	66
Committed fund balances	-	-	-	-	-	-
Assigned fund balances	-	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-	-
<i>Net Fund Balance</i>	<u>178,015</u>	<u>210,653</u>	<u>9,059</u>	<u>1,749,366</u>	<u>18,150</u>	<u>66</u>
<i>Total liabilities and fund balances</i>	<u>\$ 178,015</u>	<u>\$ 210,653</u>	<u>\$ 207,991</u>	<u>\$ 1,810,914</u>	<u>\$ 18,852</u>	<u>\$ 1,275</u>

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

Special Revenue

	Special Revenue					
	Forest Reserve Title III	Recycling & Illegal Dumping	NCSWA Grant	Summer Food Program	SCAAP	Sheriff Grants
<b>ASSETS</b>						
Cash and cash equivalents	\$ 871,649	\$ -	\$ -	\$ -	\$ 6,796	\$ 2,695
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	24,886	-	43,694
Other receivables	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 871,649</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 24,886</b>	<b>\$ 6,796</b>	<b>\$ 46,389</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Liabilities</i>						
Accounts payable	\$ -	\$ -	\$ -	\$ 1,816	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-	-
Due to other funds	-	-	-	6,551	-	38,426
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,367</b>	<b>-</b>	<b>38,426</b>
<i>Fund Balances</i>						
Nonspendable fund balances	-	-	-	-	-	-
Restricted fund balances	871,649	-	-	16,519	6,796	7,963
Committed fund balances	-	-	-	-	-	-
Assigned fund balances	-	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-	-
<b>Net Fund Balance</b>	<b>871,649</b>	<b>-</b>	<b>-</b>	<b>16,519</b>	<b>6,796</b>	<b>7,963</b>
<b>Total liabilities and fund balances</b>	<b>\$ 871,649</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 24,886</b>	<b>\$ 6,796</b>	<b>\$ 46,389</b>

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

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Balance Sheet  
June 30, 2011

Special Revenue

	Water Innovation Fund	Preliminary Engineering Report	USDA Forest P & Z	CEM 2005 - GE-T5-0012 RAC	H1N1 Agreement	DOH CHI CNS 08- 655.0200.0077 .A1
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ 16,758	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-
Intergovernmental	52,523	-	-	-	-	29,748
Other receivables	-	-	-	-	-	-
<i>Total Assets</i>	<u>\$ 52,523</u>	<u>\$ -</u>	<u>\$ 16,758</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,748</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Liabilities</i>						
Accounts payable	\$ -	\$ -	\$ 13,072	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-	-
Due to other funds	50,523	-	-	-	-	29,748
<i>Total Liabilities</i>	<u>50,523</u>	<u>-</u>	<u>13,072</u>	<u>-</u>	<u>-</u>	<u>29,748</u>
<i>Fund Balances</i>						
Nonspendable fund balances	-	-	-	-	-	-
Restricted fund balances	2,000	-	3,686	-	-	-
Committed fund balances	-	-	-	-	-	-
Assigned fund balances	-	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-	-
<i>Net Fund Balance</i>	<u>2,000</u>	<u>-</u>	<u>3,686</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 52,523</u>	<u>\$ -</u>	<u>\$ 16,758</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,748</u>

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



	Special Revenue					Homeland Security & Emergency Mgmt
	Maternal / Child Health	DOH CHI CNSL 04.665.42	TCA Program - Optum	Optum	ARRA	
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 8,366	\$ -	\$ 24,847	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-
Intergovernmental	-	-	21,416	-	36,302	-
Other receivables	-	-	-	-	-	-
<i>Total Assets</i>	<u>\$ -</u>	<u>\$ 8,366</u>	<u>\$ 21,416</u>	<u>\$ 24,847</u>	<u>\$ 36,302</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Liabilities</i>						
Accounts payable	\$ -	\$ 5,617	\$ -	\$ 6,800	\$ 150	\$ -
Accrued payroll	-	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-	-
Due to other funds	-	-	199	-	36,302	-
<i>Total Liabilities</i>	<u>-</u>	<u>5,617</u>	<u>199</u>	<u>6,800</u>	<u>36,452</u>	<u>-</u>
<i>Fund Balances</i>						
Nonspendable fund balances	-	-	-	-	-	-
Restricted fund balances	-	2,749	21,217	18,047	(150)	-
Committed fund balances	-	-	-	-	-	-
Assigned fund balances	-	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-	-
<i>Net Fund Balance</i>	<u>-</u>	<u>2,749</u>	<u>21,217</u>	<u>18,047</u>	<u>(150)</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 8,366</u>	<u>\$ 21,416</u>	<u>\$ 24,847</u>	<u>\$ 36,302</u>	<u>\$ -</u>

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

STATE OF NEW MEXICO  
 Rio Arriba County  
 Non-Major Governmental Funds  
 Combining Balance Sheet  
 June 30, 2011

Statement A-1  
 Page 4 of 4

	Special Revenue			Total Non-Major Special Revenue
	Southwest Srec- RAJJB	RAJJB - 07.890.3057 - CYFD	Inmate Evercom Phone	
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ 73,448	\$ 8,287,449
Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Property taxes	-	-	-	-
Other taxes	-	-	-	230,884
Intergovernmental	-	30,540	-	545,660
Other receivables	-	-	-	-
<i>Total Assets</i>	\$ -	\$ 30,540	\$ 73,448	\$ 9,063,992
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 197,302
Accrued payroll	-	-	-	-
Accrued compensated absences	-	-	-	-
Deferred revenue - property taxes	-	-	-	-
Due to other funds	-	30,122	-	446,802
<i>Total Liabilities</i>	-	30,122	-	644,104
<i>Fund Balances</i>				
Nonspendable fund balances	-	-	-	-
Restricted fund balances	-	418	73,448	8,419,889
Committed fund balances	-	-	-	-
Assigned fund balances	-	-	-	-
Unassigned fund balances	-	-	-	-
<i>Net Fund Balance</i>	-	418	73,448	8,419,889
<i>Total liabilities and fund balances</i>	\$ -	\$ 30,540	\$ 73,448	\$ 9,063,992

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

**This page intentionally left blank.**

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Balance Sheet  
June 30, 2011

	Capital Projects				
	Waste Water Treatment	Energy Efficiency & Conservation	CDBG 10-C- NR-I-1-G-09	Rio Arriba Health Commons	Landfill Closure
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	50,000	90,988	147,394
Accounts receivable	-	-	-	-	-
Property taxes	-	-	-	-	-
Other taxes	-	-	-	-	-
Intergovernmental	-	-	-	24,339	-
Other receivables	-	-	-	-	-
	-	-	-	-	-
<i>Total Assets</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ 115,327</u>	<u>\$ 147,394</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Liabilities</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued compensated absences	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-
Due to other funds	-	-	-	24,339	-
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,339</u>	<u>-</u>
<i>Fund Balances</i>					
Nonspendable fund balances	-	-	-	-	-
Restricted fund balances	-	-	50,000	90,987	-
Committed fund balances	-	-	-	-	147,394
Assigned fund balances	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-
	-	-	-	-	-
<i>Net Fund Balance</i>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>90,987</u>	<u>147,394</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ 115,327</u>	<u>\$ 147,394</u>

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

	Capital Projects				Total Non-Major Capital Projects
	Fire District Bond Funds	EMS Bond Fund	2007 State Appropriations Projects	2008 State Appropriations Projects	
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	397,840	44,357	-	-	730,579
Accounts receivable	-	-	-	-	-
Property taxes	-	-	-	-	-
Other taxes	-	-	-	-	-
Intergovernmental	-	-	-	50,000	74,339
Other receivables	-	-	-	-	-
<i>Total Assets</i>	<u>\$ 397,840</u>	<u>\$ 44,357</u>	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ 804,918</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Liabilities</i>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued compensated absences	-	-	-	-	-
Deferred revenue - property taxes	-	-	-	-	-
Due to other funds	-	-	-	50,000	74,339
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>74,339</u>
<i>Fund Balances</i>					
Nonspendable fund balances	-	-	-	-	-
Restricted fund balances	-	-	-	-	140,987
Committed fund balances	397,840	44,357	-	-	589,592
Assigned fund balances	-	-	-	-	-
Unassigned fund balances	-	-	-	-	-
<i>Net Fund Balance</i>	<u>397,840</u>	<u>44,357</u>	<u>-</u>	<u>-</u>	<u>730,579</u>
<i>Total liabilities and fund balances</i>	<u>\$ 397,840</u>	<u>\$ 44,357</u>	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ 804,918</u>

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

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining - Balance Sheet  
For the Year Ending June 30, 2011

Statement A-3  
Page 1 of 1

	Debt Service		Total Debt Service Funds	Total Non-Major Funds
	Jail Revenue Bonds	Sub Office - Revenue Bonds		
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 268,411	\$ 268,411	\$ 8,555,860
Investments	-	-	-	730,579
Accounts receivable	-	-	-	-
Property taxes	-	-	-	-
Other taxes	-	-	-	230,884
Intergovernmental	-	-	-	619,999
Other receivables	-	-	-	-
Due from other funds	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 268,411</b>	<b>\$ 268,411</b>	<b>\$ 10,137,321</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Liabilities</i>				
Accounts payable	\$ -	\$ 4,304	\$ 4,304	\$ 201,606
Accrued payroll	-	-	-	-
Accrued compensated absences	-	-	-	-
Deferred revenue - property taxes	-	-	-	-
Due to other funds	-	-	-	521,141
<b>Total Liabilities</b>	<b>-</b>	<b>4,304</b>	<b>4,304</b>	<b>722,747</b>
<i>Fund Balances</i>				
Nonspendable fund balances	-	-	-	-
Restricted fund balances	-	264,107	264,107	8,824,982
Committed fund balances	-	-	-	589,592
Assigned fund balances	-	-	-	-
Unassigned fund balances	-	-	-	-
<b>Net Fund Balance</b>	<b>-</b>	<b>264,107</b>	<b>264,107</b>	<b>9,414,574</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 268,411</b>	<b>\$ 268,411</b>	<b>\$ 10,137,321</b>

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

**This page intentionally left blank.**

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
For the Year Ending June 30, 2011

Special Revenue

	Jail Operations	Solid Waste	County Property Valuation	County Road Projects	Emergency Comm/ EMS	Farm & Range Improvement
<i>Revenues</i>						
Taxes:						
Property	\$	\$	\$ 155,502	\$ -	\$ -	\$ -
Gross receipts	-	274,379	-	-	1,162,085	-
Gasoline and motor vehicle	-	-	-	439,886	-	-
Lodgers	-	-	-	-	-	-
Other	-	-	-	-	-	-
Federal operating grants	-	-	-	1,026,767	-	-
Federal capital grants	-	-	-	-	-	-
Federal Awards	-	-	-	-	-	7,430
State operating grants	-	-	-	510,494	-	-
State capital grants	-	-	-	-	-	-
Local Sources						
Charges for services	116,477	-	-	-	-	-
Licenses and fees	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	-	196	9,133	-	-
<b>Total revenues</b>	<b>116,477</b>	<b>274,379</b>	<b>155,698</b>	<b>1,986,280</b>	<b>1,162,085</b>	<b>7,430</b>
<i>Expenditures</i>						
Current						
General government	-	-	-	-	-	-
Public safety	167,615	510,000	163,713	1,958,538	1,005,936	32,000
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	27,826	482,086	54,238	-
Debt service	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total expenditures</b>	<b>167,615</b>	<b>510,000</b>	<b>191,539</b>	<b>2,440,624</b>	<b>1,060,174</b>	<b>32,000</b>
<i>Excess (deficiency) of revenues over expenditures</i>	<b>(51,138)</b>	<b>(235,621)</b>	<b>(35,841)</b>	<b>(454,344)</b>	<b>101,911</b>	<b>(24,570)</b>
<i>Other financing sources (uses)</i>						
Proceeds from sale of fixed assets	-	-	-	-	-	-
Loan Proceeds	-	-	-	-	-	-
Transfers in	-	503,981	-	909,884	3,854	25,200
Transfers (out)	-	-	-	-	-	-
Debt Service Transfer In	-	-	-	-	-	-
Debt Service Transfer Out	-	(202,371)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>301,610</b>	<b>-</b>	<b>909,884</b>	<b>3,854</b>	<b>25,200</b>
<b>Net change in fund balances</b>	<b>(51,138)</b>	<b>65,989</b>	<b>(35,841)</b>	<b>455,539</b>	<b>105,765</b>	<b>630</b>
<i>Fund balances - beginning of year</i>	51,138	10,764	192,665	1,026,183	1,289,150	800
<b>Fund balances - end of year</b>	<b>\$ 0</b>	<b>\$ 76,753</b>	<b>\$ 156,823</b>	<b>\$ 1,481,722</b>	<b>\$ 1,394,914</b>	<b>\$ 1,429</b>

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



Special Revenue

	Law Enforcement	Lodger's Tax Act	Recreation	Senior Citizen Program	Indigent	County Fire Protection
<i>Revenues</i>						
Taxes:						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-	484,854	549,445
Gasoline and motor vehicle	-	-	-	-	-	-
Lodgers	-	50,347	-	-	-	-
Other	-	-	136	-	169,975	-
Federal operating grants	-	-	-	291,254	-	-
Federal capital grants	-	-	-	-	-	-
Federal Awards	-	-	-	-	-	-
State operating grants	40,200	-	-	580,983	-	-
State capital grants	-	-	-	-	-	-
Local Sources						
Charges for services	-	-	11,278	25	-	-
Licenses and fees	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	75	-	-	42,033	484,854	-
<b>Total revenues</b>	<b>40,275</b>	<b>50,347</b>	<b>11,414</b>	<b>914,295</b>	<b>1,139,683</b>	<b>549,445</b>
<i>Expenditures</i>						
Current						
General government	-	-	-	-	-	-
Public safety	13,187	-	-	-	-	153,541
Public works	-	-	-	-	-	-
Culture and recreation	-	25,968	10,518	-	-	-
Health and welfare	-	-	-	1,536,969	1,182,223	-
Capital outlay	27,088	-	-	6,050	-	34,236
Debt service	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total expenditures</b>	<b>40,275</b>	<b>25,968</b>	<b>10,518</b>	<b>1,543,019</b>	<b>1,182,223</b>	<b>187,777</b>
<i>Excess (deficiency) of revenues over expenditures</i>	-	24,379	896	(628,724)	(42,539)	361,669
<i>Other financing sources (uses)</i>						
Proceeds from sale of fixed assets	-	-	-	3,650	-	-
Loan Proceeds	-	-	-	-	-	-
Transfers in	-	-	-	716,291	-	-
Transfers (out)	-	-	-	(27)	-	-
Debt Service Transfer In	-	-	-	-	-	-
Debt Service Transfer Out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	-	-	-	<b>719,915</b>	-	-
<i>Net change in fund balances</i>	-	24,379	896	91,191	(42,539)	361,669
<i>Fund balances - beginning of year</i>	-	17,834	6,332	98,076	295,744	1,229,716
<b>Fund balances - end of year</b>	<b>\$ -</b>	<b>\$ 42,213</b>	<b>\$ 7,228</b>	<b>\$ 189,267</b>	<b>\$ 253,205</b>	<b>\$ 1,591,385</b>

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

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
For the Year Ending June 30, 2011

Special Revenue

	Clerk's Recording and Filing Fees	Correctional Facility	DWI Grants	Fire Department Funds	EMS Fund	NM State Library
<i>Revenues</i>						
Taxes:						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	210,652	-	-	-	-
Gasoline and motor vehicle	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-
Other	-	-	-	-	-	-
Federal operating grants	-	-	-	-	-	-
Federal capital grants	-	-	-	-	-	-
Federal Awards	-	-	-	-	-	-
State operating grants	-	-	799,435	1,655,069	96,618	4,996
State capital grants	-	-	-	-	-	-
Local Sources						
Charges for services	50,134	-	-	-	-	-
Licenses and fees	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	-	5,065	-	-	-
<b>Total revenues</b>	<b>50,134</b>	<b>210,652</b>	<b>804,500</b>	<b>1,655,069</b>	<b>96,618</b>	<b>4,996</b>
<i>Expenditures</i>						
Current						
General government	63,053	-	-	-	-	3,096
Public safety	-	-	717,876	625,770	87,766	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	9,377	-	99,703	646,898	17,336	1,899
Debt service	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total expenditures</b>	<b>72,430</b>	<b>-</b>	<b>817,580</b>	<b>1,272,668</b>	<b>105,102</b>	<b>4,995</b>
<i>Excess (deficiency) of revenues over expenditures</i>	<b>(22,296)</b>	<b>210,652</b>	<b>(13,079)</b>	<b>382,401</b>	<b>(8,484)</b>	<b>1</b>
<i>Other financing sources (uses)</i>						
Proceeds from sale of fixed assets	-	-	-	5,475	-	-
Loan Proceeds	-	-	-	-	-	-
Transfers in	-	-	25,367	6,112	-	-
Transfers (out)	-	-	-	(190,185)	(9,965)	-
Debt Service Transfer In	-	-	-	-	-	-
Debt Service Transfer Out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>25,367</b>	<b>(178,598)</b>	<b>(9,965)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(22,296)</b>	<b>210,652</b>	<b>12,288</b>	<b>203,803</b>	<b>(18,449)</b>	<b>1</b>
<i>Fund balances - beginning of year</i>	200,311	-	(3,229)	1,580,861	36,598	65
<b>Fund balances - end of year</b>	<b>\$ 178,015</b>	<b>\$ 210,652</b>	<b>\$ 9,059</b>	<b>\$ 1,784,664</b>	<b>\$ 18,149</b>	<b>\$ 66</b>

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

	Special Revenue					
	Forest Reserve Title III	Recycling & Illegal Dumping	NCSWA Grant	Summer Food Program	SCAAP	Sheriff Dept. Grants
<i>Revenues</i>						
Taxes:						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-	-	-
Gasoline and motor vehicle	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-
Other	-	-	-	-	-	-
Federal operating grants	177,714	-	-	-	10,056	-
Federal capital grants	-	-	-	-	-	-
Federal Awards	-	-	-	-	-	-
State operating grants	-	-	16,000	51,944	-	156,015
State capital grants	-	-	-	-	-	-
Local Sources						
Charges for services	-	-	-	-	-	-
Licenses and fees	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<b>Total revenues</b>	<b>177,714</b>	<b>-</b>	<b>16,000</b>	<b>51,944</b>	<b>10,056</b>	<b>156,015</b>
<i>Expenditures</i>						
Current						
General government	-	-	16,000	-	20,530	-
Public safety	-	-	-	-	-	150,225
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	63,883	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>16,000</b>	<b>63,883</b>	<b>20,530</b>	<b>150,225</b>
<i>Excess (deficiency) of revenues over expenditures</i>	<b>177,714</b>	<b>-</b>	<b>-</b>	<b>(11,939)</b>	<b>(10,474)</b>	<b>5,790</b>
<i>Other financing sources (uses)</i>						
Proceeds from sale of fixed assets	-	-	-	-	-	-
Loan Proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	(12,724)
Debt Service Transfer In	-	-	-	-	-	-
Debt Service Transfer Out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12,724)</b>
<b>Net change in fund balances</b>	<b>177,714</b>	<b>-</b>	<b>-</b>	<b>(11,939)</b>	<b>(10,474)</b>	<b>(6,934)</b>
<i>Fund balances - beginning of year</i>	693,935	-	-	28,457	17,270	14,895
<b>Fund balances - end of year</b>	<b>\$ 871,649</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 16,519</b>	<b>\$ 6,796</b>	<b>\$ 7,961</b>

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

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
For the Year Ending June 30, 2011

Special Revenue

	Water Innovation Fund	Preliminary Engineering Report	USDA Forest Service P & Z	CEM 2005 - GE-T5-0012 RAC	H1N1 Agreement	DOH CHI CNS 08- 655.0200.007 7-A1
<i>Revenues</i>						
Taxes:						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-	-	-
Gasoline and motor vehicle	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-
Other	-	-	-	-	-	-
Federal operating grants	-	-	-	-	-	-
Federal capital grants	-	-	-	-	-	-
Federal Awards	-	-	-	-	-	-
State operating grants	136,578	-	56,740	-	-	47,966
State capital grants	-	-	-	-	-	-
Local Sources						
Charges for services	-	-	-	-	-	-
Licenses and fees	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<i>Total revenues</i>	<u>136,578</u>	<u>-</u>	<u>56,740</u>	<u>-</u>	<u>-</u>	<u>47,966</u>
<i>Expenditures</i>						
Current						
General government	-	-	-	-	-	-
Public safety	134,578	-	53,054	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	47,966
Capital outlay	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total expenditures</i>	<u>134,578</u>	<u>-</u>	<u>53,054</u>	<u>-</u>	<u>-</u>	<u>47,966</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>2,000</u>	<u>-</u>	<u>3,686</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>						
Proceeds from sale of fixed assets	-	-	-	-	-	-
Loan Proceeds	-	-	-	-	-	-
Transfers in	2,100	-	-	144	-	-
Transfers (out)	-	-	-	-	-	-
Debt Service Transfer In	-	-	-	-	-	-
Debt Service Transfer Out	-	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,100</u>	<u>-</u>	<u>-</u>	<u>144</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>4,100</u>	<u>-</u>	<u>3,686</u>	<u>144</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>(2,100)</u>	<u>-</u>	<u>-</u>	<u>(144)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ 3,686</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Special Revenue					Homeland Security & Emergency Mgmt
	Maternal / Child Health	DOH CHI CNSL04.665. 42	OPTUM Health	Optum BHSD	ARRA	
<i>Revenues</i>						
Taxes:						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-	-	-
Gasoline and motor vehicle	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-
Other	-	-	-	-	-	-
Federal operating grants	-	-	-	-	-	-
Federal capital grants	-	-	-	-	140,328	(6,405)
Federal Awards	-	-	-	-	-	-
State operating grants	-	13,567	88,396	143,156	-	-
State capital grants	-	-	-	-	-	-
Local Sources						
Charges for services	-	-	-	-	-	-
Licenses and fees	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<i>Total revenues</i>	-	13,567	88,396	143,156	140,328	(6,405)
<i>Expenditures</i>						
Current						
General government	-	-	-	-	140,320	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health and welfare	-	12,078	80,275	151,054	-	-
Capital outlay	-	2,290	-	-	158	-
Debt service	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total expenditures</i>	-	14,368	80,275	151,054	140,478	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	(801)	8,120	(7,898)	(150)	(6,405)
<i>Other financing sources (uses)</i>						
Proceeds from sale of fixed assets	-	-	-	-	-	-
Loan Proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	6,405
Transfers (out)	(470)	-	-	-	-	-
Debt Service Transfer In	-	-	-	-	-	-
Debt Service Transfer Out	-	-	-	-	-	-
<i>Total other financing sources (uses)</i>	(470)	-	-	-	-	6,405
<i>Net change in fund balances</i>	(470)	(801)	8,120	(7,898)	(150)	-
<i>Fund balances - beginning of year</i>	470	3,550	13,097	25,945	-	-
<i>Fund balances - end of year</i>	\$ -	\$ 2,749	\$ 21,217	\$ 18,047	\$ (150)	\$ -

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

	Special Revenue			Total Non-Major Special Revenues Funds
	Southwest SREC-RAJJB	RAJJB 07-690- 3057	Inmate Evercom Phone	
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ 155,502
Gross receipts	-	-	-	2,681,416
Gasoline and motor vehicle	-	-	-	439,886
Lodgers	-	-	-	50,347
Other	-	-	-	170,111
Federal operating grants	-	-	-	1,505,791
Federal capital grants	-	-	-	133,923
Federal Awards	-	-	-	7,430
State operating grants	49,500	-	-	4,447,657
State capital grants	-	149,698	-	149,698
Local Sources				
Charges for services	-	-	-	177,915
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	541,355
<b>Total revenues</b>	<b>49,500</b>	<b>149,698</b>	<b>-</b>	<b>10,461,032</b>
<i>Expenditures</i>				
Current				
General government	-	-	-	242,999
Public safety	-	-	2,324	5,776,124
Public works	-	-	-	-
Culture and recreation	-	-	-	100,369
Health and welfare	49,500	149,699	-	3,209,764
Capital outlay	-	-	9,994	1,419,180
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total expenditures</b>	<b>49,500</b>	<b>149,699</b>	<b>12,318</b>	<b>10,748,436</b>
<i>Excess (deficiency) of revenues over expenditures</i>	-	(1)	(12,318)	(287,404)
<i>Other financing sources (uses)</i>				
Proceeds from sale of fixed assets	-	-	-	9,125
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	2,199,338
Transfers (out)	-	-	-	(213,371)
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	(202,371)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,792,722</b>
<i>Net change in fund balances</i>	-	(1)	(12,318)	1,505,318
<i>Fund balances - beginning of year</i>	-	420	85,767	6,914,568
<b>Fund balances - end of year</b>	<b>\$ -</b>	<b>\$ 419</b>	<b>\$ 73,448</b>	<b>\$ 8,419,886</b>

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

**This page intentionally left blank.**

STATE OF NEW MEXICO  
Rio Arriba County  
Non-Major Governmental Funds  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
For the Year Ending June 30, 2011

	Capital Projects				
	Waste Water Treatment	Energy Efficiency & Conservation	CDBG 10-C- NR-I-1-G-09	Rio Arriba Health Commons	Landfill Closure
<i>Revenues</i>					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-	-
Gasoline and motor vehicle	-	-	-	-	-
Lodgers	-	-	-	-	-
Other	-	-	-	-	-
Federal operating grants	-	-	-	-	-
Federal capital grants	-	-	-	-	-
Federal Awards	-	-	-	-	-
State operating grants	-	-	-	-	-
State capital grants	31,374	-	-	215,562	-
Local Sources					
Charges for services	-	-	-	-	-
Licenses and fees	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>31,374</u>	<u>-</u>	<u>-</u>	<u>215,562</u>	<u>-</u>
<i>Expenditures</i>					
Current					
General government	-	-	-	5,164	-
Public safety	-	-	-	-	2,606
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Capital outlay	31,374	-	-	256,301	-
Debt service	-	-	-	-	-
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>31,374</u>	<u>-</u>	<u>-</u>	<u>261,465</u>	<u>2,606</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(45,903)</u>	<u>(2,606)</u>
<i>Other financing sources (uses)</i>					
Proceeds from sale of fixed assets	-	-	-	-	-
Loan Proceeds	-	-	-	-	-
Operating transfers in	-	-	100,000	-	-
Operating transfers out	-	-	(50,000)	-	-
Debt Service Transfer In	-	-	-	-	-
Debt Service Transfer Out	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>(45,903)</u>	<u>(2,606)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>136,891</u>	<u>150,000</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ 90,988</u>	<u>\$ 147,394</u>

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



	Capital Projects				Total Non-Major Capital Projects
	Fire District Bonds	EMS Bond Fund	2007 State Appropriations Projects	2008 State Appropriations Projects	
<i>Revenues</i>					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-	-
Gasoline and motor vehicle	-	-	-	-	-
Lodgers	-	-	-	-	-
Other	-	-	-	-	-
Federal operating grants	-	-	-	-	-
Federal capital grants	-	-	-	-	-
Federal Awards	-	-	-	-	-
State operating grants	-	-	-	-	-
State capital grants	-	-	-	50,000	296,936
Local Sources					
Charges for services	-	-	-	-	-
Licenses and fees	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	-	-	-	50,000	296,936
<i>Expenditures</i>					
Current					
General government	-	-	-	-	5,164
Public safety	-	-	-	-	2,606
Public works	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Capital outlay	-	-	-	50,000	337,676
Debt service	-	-	-	-	-
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	-	-	-	50,000	345,446
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-	(48,509)
<i>Other financing sources (uses)</i>					
Proceeds from sale of fixed assets	-	-	-	-	-
Loan Proceeds	-	-	-	-	-
Operating transfers in	190,185	-	-	-	290,185
Operating transfers out	-	-	-	-	(50,000)
Debt Service Transfer In	-	-	-	-	-
Debt Service Transfer Out	-	-	-	-	-
<i>Total other financing sources (uses)</i>	190,185	-	-	-	240,185
<i>Net change in fund balances</i>	190,185	-	-	-	191,676
<i>Fund balances - beginning of year</i>	207,655	44,357	-	-	538,903
<i>Fund balances - end of year</i>	\$ 397,840	\$ 44,357	\$ -	\$ -	\$ 730,579

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

## STATE OF NEW MEXICO

## Rio Arriba County

## Non-Major Governmental Funds

Statement A-6

Page 1 of 1

## Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Debt Service Fund

For the Year Ending June 30, 2011

	Debt Service			Total Non Major Funds
	Jail Revenue Bonds	Sub Office Revenue Bonds	Total Debt Service Funds	
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ 155,502
Gross receipts	-	-	-	2,681,416
Gasoline and motor vehicle taxes	-	-	-	439,886
Lodgers taxes	-	-	-	50,347
Other	-	(2,233)	(2,233)	167,878
Federal operating grants	-	-	-	1,505,791
Federal capital grants	-	-	-	133,923
Federal Awards	-	-	-	7,430
State operating grants	-	-	-	4,447,657
State capital grants	-	-	-	446,634
Local Sources				
Charges for services	-	-	-	177,915
Miscellaneous	-	9	9	541,364
<i>Total revenues</i>	-	(2,224)	(2,224)	10,755,744
<i>Expenditures</i>				
Current				
General government	-	128,917	128,917	377,080
Public safety	-	-	-	5,778,730
Public works	-	-	-	-
Culture and recreation	-	-	-	100,369
Health and welfare	-	-	-	3,209,764
Capital outlay	-	-	-	1,756,856
Debt service				
Principal	-	443,880	443,880	443,880
Interest	-	59,105	59,105	59,105
<i>Total expenditures</i>	-	631,902	631,902	11,725,784
<i>Excess (deficiency) of revenues over expenditures</i>	-	(634,126)	(634,126)	(970,040)
<i>Other financing sources (uses)</i>				
Proceeds from sale of fixed assets	-	-	-	9,125
Loan proceeds	-	143,238	143,238	143,238
Operating transfers in	-	80	80	2,489,603
Operating transfers out	(80)	-	(80)	(263,451)
Debt Service Transfer In	-	500,664	500,664	500,664
Debt Service Transfer Out	-	-	-	(202,371)
<i>Total other financing sources (uses)</i>	(80)	643,982	643,902	2,676,808
<i>Net change in fund balances</i>	(80)	9,856	9,776	1,706,769
<i>Fund balances - beginning of year</i>	80	154,252	154,332	7,607,803
<i>Restatement of fund balance</i>	-	100,000	100,000	100,000
<i>Fund balances - end of year</i>	\$ -	\$ 264,108	\$ 264,108	\$ 9,414,572

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

## **SUPPORTING SCHEDULES**

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
NON-MAJOR SPECIAL REVENUE FUND - COMBINING  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 2,589,607	\$ 2,774,156	\$ 3,432,843	\$ 658,688
Licenses and Permits	-	-	-	-
Intergovernmental Grants	5,297,758	7,450,991	6,155,614	(1,295,377)
Charges for Services	160,000	162,755	177,890	15,134
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	362,362	513,632	541,380	27,747.89
Total Revenues	<u>\$ 8,409,727</u>	<u>\$ 10,901,534</u>	<u>\$ 10,307,727</u>	<u>(593,807)</u>
Prior year cash appropriated	6,710,478	6,710,478		
Total revenue and budgeted cash	<u>\$ 15,120,205</u>	<u>\$ 17,612,012</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	\$ 1,982,259	\$ 2,139,772	\$ 895,645	1,244,127
Public Safety	6,615,313	7,640,010	4,827,573	2,812,437
Highways and Streets	-	-	-	-
Health and Welfare	2,605,086	3,783,346	3,351,458	431,888
Culture and Recreation	96,709	226,794	98,866	127,928
Debt Service	-	-	-	-
Capital Outlay	3,378,892	4,775,923	1,418,043	3,357,880
Total Expenditures	<u>14,678,260</u>	<u>18,565,846</u>	<u>10,591,585</u>	<u>7,974,261</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,268,532.86)</u>	<u>(7,664,311.67)</u>	<u>(283,858.39)</u>	<u>7,380,453</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	9,125	9,125
Loan Proceeds	-	-	-	-
Transfers in	2,175,356	2,199,337	2,199,337	-
Transfers (out)	-	(213,371)	(213,371)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	(202,371)	(202,371)
Total other financing and uses	<u>2,175,356</u>	<u>1,985,966</u>	<u>1,792,720</u>	<u>(193,246)</u>
Net changes in fund balance	<u>\$ 2,617,301</u>	<u>\$ 1,032,133</u>	<u>\$ 1,508,862</u>	<u>\$ 476,729</u>
Current year receivables			776,544	
Prior year receivables			(623,238)	
Current year payables			(197,302)	
Prior year payables			40,450	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 4/4 (GAAP)			<u>\$ 1,505,316</u>	

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

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 SPECIAL REVENUE FUND-JAIL OPERATIONS (2201)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	125,000	116,477	116,477	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>125,000</u>	<u>116,477</u>	<u>116,477</u>	<u>-</u>
Prior year cash appropriated	<u>51,138</u>	<u>51,138</u>		
Total revenue and budgeted cash	<u><u>176,138</u></u>	<u><u>167,615</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	176,138	167,615	167,615	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>176,138</u>	<u>167,615</u>	<u>167,615</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(51,138)</u>	<u>(51,138)</u>	<u>(51,138)</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (51,138)</u></u>	<u><u>\$ (51,138)</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 1/4 (GAAP)			<u><u>\$ (51,138)</u></u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-ENVIRONMENTAL (2202)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ 90,000	\$ 90,000	\$ 271,399	\$ 181,399
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>90,000</u>	<u>90,000</u>	<u>271,399</u>	<u>181,399</u>
Prior year cash appropriated	<u>6,019</u>	<u>6,019</u>		
<b>Total revenue and budgeted cash</b>	<u><u>96,019</u></u>	<u><u>96,019</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	600,000	600,000	510,000	90,000
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>600,000</u>	<u>600,000</u>	<u>510,000</u>	<u>90,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(510,000)</u>	<u>(510,000)</u>	<u>(238,601)</u>	<u>271,399</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	503,981	503,981	503,981	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	(202,371)	(202,371)
<b>Total other financing and uses</b>	<u>503,981</u>	<u>503,981</u>	<u>301,610</u>	<u>(202,371)</u>
<b>Net changes in fund balance</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 63,009</u></u>	<u><u>\$ 63,009</u></u>
Current year receivables			7,725	
Prior year receivables			(4,745)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 1/4 (GAAP)</b>			<u><u>\$ 65,989</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-COUNTY PROPERTY VALUATION (2203)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ 100,000	\$ 100,000	\$ 155,502	\$ 55,502
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	196	196
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>155,698</u>	<u>55,698</u>
Prior year cash appropriated	<u>193,864</u>	<u>193,864</u>		
Total revenue and budgeted cash	<u><u>293,864</u></u>	<u><u>293,864</u></u>		
<b>EXPENDITURES:</b>				
Current				
General Government	284,364	246,773	163,326	83,447
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	<u>9,500</u>	<u>47,091</u>	<u>27,826</u>	<u>19,265</u>
Total Expenditures	<u>293,864</u>	<u>293,864</u>	<u>191,152</u>	<u>102,711</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(193,864)</u>	<u>(193,864)</u>	<u>(35,454)</u>	<u>158,409</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (35,454)</u></u>	<u><u>\$ (35,454)</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			(1,586)	
Prior year payables			1,199	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 1/4 (GAAP)			<u><u>\$ (35,841)</u></u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-COUNTY ROAD (2204)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 400,000	\$ 400,000	\$ 439,886	\$ 39,886
Licenses and Permits	-	-	-	-
Intergovernmental Grants	1,594,436	1,850,044	1,537,261	(312,783)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	9,133	9,133
<b>Total Revenues</b>	<u>1,994,436</u>	<u>2,250,044</u>	<u>1,986,280</u>	<u>(263,764)</u>
Prior year cash appropriated	<u>1,045,221</u>	<u>1,045,221</u>		
<b>Total revenue and budgeted cash</b>	<u><u>3,039,657</u></u>	<u><u>3,295,265</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	2,402,314	2,437,113	1,927,870	509,243
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	896,485	1,117,294	480,949	636,345
<b>Total Expenditures</b>	<u>3,298,799</u>	<u>3,554,407</u>	<u>2,408,819</u>	<u>1,145,588</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,304,363)</u>	<u>(1,304,363)</u>	<u>(422,539)</u>	<u>881,824</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	909,884	909,884	909,884	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>909,884</u>	<u>909,884</u>	<u>909,884</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u><u>\$ 650,742</u></u>	<u><u>\$ 650,742</u></u>	<u><u>\$ 487,345</u></u>	<u><u>\$ (163,397)</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			(50,843)	
Prior year payables			19,038	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 1/4 (GAAP)</b>			<u><u>\$ 455,540</u></u>	

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



STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-EMERGENCY COMMUNICATIONS/EMS (2207)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,157,649	\$ 157,649
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,157,649</u>	<u>157,649</u>
Prior year cash appropriated	<u>1,202,435</u>	<u>1,202,435</u>		
Total revenue and budgeted cash	<u><u>2,202,435</u></u>	<u><u>2,202,435</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	1,602,435	1,600,435	1,005,720	594,715
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	<u>600,000</u>	<u>602,000</u>	<u>54,238</u>	<u>547,762</u>
Total Expenditures	<u>2,202,435</u>	<u>2,202,435</u>	<u>1,059,958</u>	<u>1,142,476</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,202,435)</u>	<u>(1,202,435)</u>	<u>97,691</u>	<u>1,300,126</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	3,854	3,854	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>3,854</u>	<u>3,854</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ 3,854</u></u>	<u><u>\$ 101,545</u></u>	<u><u>\$ 97,691</u></u>
Current year receivables			94,292	
Prior year receivables			(89,856)	
Current year payables			(3,357)	
Prior year payables			3,141	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 1/4 (GAAP)			<u><u>\$ 105,765</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-FARM & RANGE IMPROVEMENT (2208)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	6,000	6,000	7,430	1,429
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>7,430</u>	<u>1,429</u>
Prior year cash appropriated	<u>800</u>	<u>800</u>		
Total revenue and budgeted cash	<u><u>6,800</u></u>	<u><u>6,800</u></u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	32,000	32,000	32,000	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>32,000</u>	<u>32,000</u>	<u>32,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(26,000)</u>	<u>(26,000)</u>	<u>(24,570)</u>	<u>1,429</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	25,200	25,200	25,200	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>25,200</u>	<u>25,200</u>	<u>25,200</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 630</u></u>	<u><u>\$ 630</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 1/4 (GAAP)			<u><u>\$ 630</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND- LAW ENFORCEMENT (2211)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	40,200	40,200	40,200	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	75	75	-
Total Revenues	<u>40,200</u>	<u>40,275</u>	<u>40,275</u>	<u>-</u>
Prior year cash appropriated	-	-	-	-
Total revenue and budgeted cash	<u>40,200</u>	<u>40,275</u>	-	-
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	30,000	13,187	13,187	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	10,200	27,088	27,088	-
Total Expenditures	<u>40,200</u>	<u>40,275</u>	<u>40,275</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	-	-	-	-
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 1/4 (GAAP)			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-LODGERS' TAX ACT (2214)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 30,000	\$ 50,347	\$ 50,347	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>30,000</u>	<u>50,347</u>	<u>50,347</u>	<u>-</u>
Prior year cash appropriated	<u>21,188</u>	<u>21,188</u>		
<b>Total revenue and budgeted cash</b>	<u><u>51,188</u></u>	<u><u>71,535</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	51,188	71,535	25,912	45,623
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>51,188</u>	<u>71,535</u>	<u>25,912</u>	<u>45,623</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,188)</u>	<u>(21,188)</u>	<u>24,435</u>	<u>45,623</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 24,435</u></u>	<u><u>\$ 24,435</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			(3,409)	
Prior year payables			3,353	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 1/4 (GAAP)</b>			<u><u>\$ 24,379</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-RECREATION (2217)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ 136	\$ 136	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	11,278	11,278	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>11,414</u>	<u>11,414</u>	<u>-</u>
Prior year cash appropriated	<u>6,332</u>	<u>6,332</u>		
Total revenue and budgeted cash	<u><u>6,332</u></u>	<u><u>17,746</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	6,332	17,746	10,518	7,228
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>6,332</u>	<u>17,746</u>	<u>10,518</u>	<u>7,228</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,332)</u>	<u>(6,332)</u>	<u>896</u>	<u>7,228</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 896</u></u>	<u><u>\$ 896</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 1/4 (GAAP)			<u><u>\$ 896</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-SENIOR CITIZEN PROGRAM (2219)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	645,990	868,471	872,237	3,766
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	42,058	42,058.05
<b>Total Revenues</b>	<u>645,990</u>	<u>868,471</u>	<u>914,295</u>	<u>45,825</u>
Prior year cash appropriated	<u>102,886</u>	<u>102,886</u>		
<b>Total revenue and budgeted cash</b>	<u><u>748,876</u></u>	<u><u>971,357</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	1,465,167	1,669,843	1,515,001	154,842
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	17,805	6,050	11,754
<b>Total Expenditures</b>	<u>1,465,167</u>	<u>1,687,648</u>	<u>1,521,051</u>	<u>166,597</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(819,177)</u>	<u>(819,177)</u>	<u>(606,756)</u>	<u>212,421</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	3,650	3,650
Loan Proceeds	-	-	-	-
Transfers in	716,291	716,291	716,291	-
Transfers (out)	-	(27)	(27)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>716,291</u>	<u>716,264</u>	<u>719,914</u>	<u>3,650</u>
<b>Net changes in fund balance</b>	<u><u>\$ -</u></u>	<u><u>\$ (26)</u></u>	<u><u>\$ 113,158</u></u>	<u><u>\$ 113,185</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			(26,779)	
Prior year payables			4,811	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 1/4 (GAAP)</b>			<u><u>\$ 91,190</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-INDIGENT (2220)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 465,546	\$ 465,546	\$ 651,043	\$ 185,497
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	362,362	513,557	484,854	(28,704)
Total Revenues	<u>827,908</u>	<u>979,103</u>	<u>1,135,896</u>	<u>156,793</u>
Prior year cash appropriated	264,871	264,871		
Total revenue and budgeted cash	<u>1,092,779</u>	<u>1,243,974</u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	1,092,779	1,243,974	1,183,742	60,233
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>1,092,779</u>	<u>1,243,974</u>	<u>1,183,742</u>	<u>60,233</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(264,871)</u>	<u>(264,871)</u>	<u>(47,845)</u>	<u>217,026</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (47,845)</u>	<u>\$ (47,845)</u>
Current year receivables			38,946	
Prior year receivables			(35,159)	
Current year payables			(2,768)	
Prior year payables			4,287	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 1/4 (GAAP)			<u>\$ (42,539)</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-FIRE PROTECTION (2222)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ 504,060	\$ 504,060	\$ 542,814	\$ 38,754
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>504,060</u>	<u>504,060</u>	<u>542,814</u>	<u>38,754</u>
Prior year cash appropriated	1,193,014	1,193,014		
<b>Total revenue and budgeted cash</b>	<u>1,697,074</u>	<u>1,697,074</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	162,684	171,684	79,897	91,787
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	1,534,390	1,525,390	34,236	1,491,154
<b>Total Expenditures</b>	<u>1,697,074</u>	<u>1,697,074</u>	<u>114,133</u>	<u>1,582,941</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,193,014)</u>	<u>(1,193,014)</u>	<u>428,682</u>	<u>1,621,695</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 428,682</u>	<u>\$ 428,682</u>
Current year receivables			43,334	
Prior year receivables			(36,703)	
Current year payables			(73,644)	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 1/4 (GAAP)</b>			<u>\$ 361,669</u>	

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



STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-DWI PROGRAM (2223, 2224, 2229, 2465, 2466, 2467, 2468, 2469)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	851,645	932,486	715,960	(216,526)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	5,065	5,065
Total Revenues	<u>851,645</u>	<u>932,486</u>	<u>721,025</u>	<u>(211,461)</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u><u>851,645</u></u>	<u><u>932,486</u></u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	753,920	729,767	717,513	12,254
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	102,636	99,703	2,932
Total Expenditures	<u>753,920</u>	<u>832,403</u>	<u>817,217</u>	<u>15,186</u>
Excess (deficiency) of revenues over (under) expenditures	<u>97,725</u>	<u>100,083</u>	<u>(96,191)</u>	<u>(196,274)</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	20,000	25,367	25,367	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>20,000</u>	<u>25,367</u>	<u>25,367</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ 117,725</u></u>	<u><u>\$ 125,450</u></u>	<u><u>\$ (70,825)</u></u>	<u><u>\$ (196,274)</u></u>
Current year receivables			198,276	
Prior year receivables			(114,801)	
Current year payables			(668)	
Prior year payables			305	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 2/4 (GAAP)			<u><u>\$ 12,288</u></u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-CLERK'S RECORDING FEE & FILING (2225)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	35,000	35,000	50,134	15,134
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>35,000</u>	<u>35,000</u>	<u>50,134</u>	<u>15,134</u>
Prior year cash appropriated	200,311	200,311		
<b>Total revenue and budgeted cash</b>	<u>235,311</u>	<u>235,311</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	222,246	220,246	63,053	157,193
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	13,065	15,065	9,377	5,688
<b>Total Expenditures</b>	<u>235,311</u>	<u>235,311</u>	<u>72,430</u>	<u>162,881</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(200,311)</u>	<u>(200,311)</u>	<u>(22,296)</u>	<u>178,015</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (22,296)</u>	<u>\$ (22,296)</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ (22,296)</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-CORRECTIONAL FACILITY (2226)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ 164,066	\$ 164,066	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>164,066</u>	<u>164,066</u>	<u>-</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>-</u>	<u>164,066</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	164,066	-	164,066
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>164,066</u>	<u>-</u>	<u>164,066</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	164,066	164,066
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 164,066</u>	<u>\$ 164,066</u>
Current year receivables			46,586	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 2/4 (GAAP)			<u>\$ 210,653</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND- FIRE DEPARTMENTS (23??,00,01,02,03,05,06,07,08,10,11,12,13,14,15,16,17,18,19,40)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	1,385,413	1,645,245	1,548,069	(97,176)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>1,385,413</u>	<u>1,645,245</u>	<u>1,548,069</u>	<u>(97,176)</u>
Prior year cash appropriated	1,584,809	1,584,809		
<b>Total revenue and budgeted cash</b>	<u>2,970,222</u>	<u>3,230,054</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	1,072,037	1,775,451	623,626	1,151,825
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	313,376	1,245,526	646,898	598,629
<b>Total Expenditures</b>	<u>1,385,413</u>	<u>3,020,977</u>	<u>1,270,524</u>	<u>1,750,454</u>
Excess (deficiency) of revenues over (under) expenditures	-	(1,375,732)	277,546	1,653,278
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	5,475	5,475
Loan Proceeds	-	-	-	-
Transfers in	-	6,112	6,112	-
Transfers (out)	-	(190,185)	(190,185)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>(184,073)</u>	<u>(178,598)</u>	<u>5,475</u>
<b>Net changes in fund balance</b>	<u>\$ 1,584,809</u>	<u>\$ 25,003</u>	<u>\$ 98,947</u>	<u>\$ 73,944</u>
Current year receivables			107,000	
Prior year receivables			-	
Current year payables			(6,091)	
Prior year payables			3,947	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ 203,803</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND- EMS FUND (23??, 50,51,52,53,54,55,57,58,60,61,62,63,64,65,66,67,68,69)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	95,251	96,618	96,618	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>95,251</u>	<u>96,618</u>	<u>96,618</u>	<u>-</u>
Prior year cash appropriated	<u>36,600</u>	<u>36,600</u>		
<b>Total revenue and budgeted cash</b>	<u>131,851</u>	<u>133,218</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	95,251	105,622	87,064	18,557
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	17,631	17,336	295
<b>Total Expenditures</b>	<u>95,251</u>	<u>123,253</u>	<u>104,401</u>	<u>18,852</u>
Excess (deficiency) of revenues over (under) expenditures	-	(26,635)	(7,782)	18,852
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(9,965)	(9,965)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>(9,965)</u>	<u>(9,965)</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 36,600</u>	<u>\$ -</u>	<u>\$ (17,748)</u>	<u>\$ (17,748)</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			(702)	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ (18,450)</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-NEW MEXICO STATE LIBRARY (2402)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	22,542	22,542	8,951	(13,591)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>22,542</u>	<u>22,542</u>	<u>8,951</u>	<u>(13,591)</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>22,542</u>	<u>22,542</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	16,446	15,297	3,096	12,201
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	931	2,080	1,899	181
<b>Total Expenditures</b>	<u>17,377</u>	<u>17,377</u>	<u>4,995</u>	<u>12,381</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,165</u>	<u>5,165</u>	<u>3,955</u>	<u>(1,210)</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 5,165</u>	<u>\$ 5,165</u>	<u>\$ 3,955</u>	<u>\$ (1,210)</u>
Current year receivables			1,275	
Prior year receivables			(5,230)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-FOREST RESERVE III (2409)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	165,216	165,216	177,714	12,498
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>165,216</u>	<u>165,216</u>	<u>177,714</u>	<u>12,498</u>
Prior year cash appropriated	<u>693,935</u>	<u>693,935</u>		
Total revenue and budgeted cash	<u><u>859,151</u></u>	<u><u>859,151</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	859,151	859,151	-	859,151
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>859,151</u>	<u>859,151</u>	<u>-</u>	<u>859,151</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(693,935)</u>	<u>(693,935)</u>	<u>177,714</u>	<u>871,649</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 177,714</u></u>	<u><u>\$ 177,714</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 2/4 (GAAP)			<u><u>\$ 177,714</u></u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-RECYCLING & ILLEGAL DUMPING ACT (2410)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	7,344	7,344	7,344	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>7,344</u>	<u>7,344</u>	<u>7,344</u>	<u>-</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>7,344</u>	<u>7,344</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,344</u>	<u>7,344</u>	<u>7,344</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 7,344</u>	<u>\$ 7,344</u>	<u>\$ 7,344</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			(7,344)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ -</u>	

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



STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-NORTH CENTRAL SOLID WASTE AUTHORITY GRANT (2411)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	16,000	16,000	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>16,000</u>	<u>16,000</u>	<u>-</u>
Prior year cash appropriated	-	-	-	-
<b>Total revenue and budgeted cash</b>	<u>-</u>	<u>16,000</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	16,000	16,000	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>16,000</u>	<u>16,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND- SUMMER FOOD PROGRAM (2421)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	67,037	148,665	83,731	(64,934)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>67,037</u>	<u>148,665</u>	<u>83,731</u>	<u>(64,934)</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>67,037</u>	<u>148,665</u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	39,190	137,513	62,436	75,077
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>39,190</u>	<u>137,513</u>	<u>62,436</u>	<u>75,077</u>
Excess (deficiency) of revenues over (under) expenditures	<u>27,847</u>	<u>11,152</u>	<u>21,295</u>	<u>10,143</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 27,847</u>	<u>\$ 11,152</u>	<u>\$ 21,295</u>	<u>\$ 10,143</u>
Current year receivables			24,886	
Prior year receivables			(56,673)	
Current year payables			(1,816)	
Prior year payables			369	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ (11,938)</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-SCAAP (2426)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	10,056	10,056	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	-	10,056	10,056	-
Prior year cash appropriated	17,270	17,270		
Total revenue and budgeted cash	17,270	27,326		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	17,270	27,326	20,530	6,796
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	17,270	27,326	20,530	6,796
Excess (deficiency) of revenues over (under) expenditures	(17,270)	(17,270)	(10,474)	6,796
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	-	-	-	-
Net changes in fund balance	\$ -	\$ -	\$ (10,474)	\$ (10,474)
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 2/4 (GAAP)			\$ (10,474)	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-SHERIFF DEPARTMENT GRANTS (24??,31,34,35,36,38,40,41,46,47,48,71)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	237,416	427,750	179,136	(248,615)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>237,416</u>	<u>427,750</u>	<u>179,136</u>	<u>(248,615)</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>237,416</u>	<u>427,750</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	185,497	339,977	150,225	189,752
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	18,827	-	18,827
<b>Total Expenditures</b>	<u>185,497</u>	<u>358,804</u>	<u>150,225</u>	<u>208,579</u>
Excess (deficiency) of revenues over (under) expenditures	<u>51,918</u>	<u>68,946</u>	<u>28,911</u>	<u>(40,036)</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(12,724)	(12,724)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>(12,724)</u>	<u>(12,724)</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 51,918</u>	<u>\$ 56,223</u>	<u>\$ 16,187</u>	<u>\$ (40,036)</u>
Current year receivables			43,694	
Prior year receivables			(66,815)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 2/4 (GAAP)</b>			<u>\$ (6,934)</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-WATER INNOVATION FUND (2452)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	70,671	195,671	108,561	(87,110)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>70,671</u>	<u>195,671</u>	<u>108,561</u>	<u>(87,110)</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u><u>70,671</u></u>	<u><u>195,671</u></u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	43,120	169,065	134,578	34,487
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	945	-	-	-
Total Expenditures	<u>44,065</u>	<u>169,065</u>	<u>134,578</u>	<u>34,487</u>
Excess (deficiency) of revenues over (under) expenditures	<u>26,606</u>	<u>26,606</u>	<u>(26,017)</u>	<u>(52,623)</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	2,100	2,100	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>2,100</u>	<u>2,100</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ 26,606</u></u>	<u><u>\$ 28,706</u></u>	<u><u>\$ (23,917)</u></u>	<u><u>\$ (52,623)</u></u>
Current year receivables			52,523	
Prior year receivables			(24,506)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 3/4 (GAAP)			<u><u>\$ 4,100</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-PRELIMINARY ENGINEERING REPORT/WATER STUDY (2453)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	18,942	18,942	18,942	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>18,942</u>	<u>18,942</u>	<u>18,942</u>	<u>-</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>18,942</u>	<u>18,942</u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>18,942</u>	<u>18,942</u>	<u>18,942</u>	<u>-</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ 18,942</u>	<u>\$ 18,942</u>	<u>\$ 18,942</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			(18,942)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 3/4 (GAAP)			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-USDA FOREST P & Z (2454-2455)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	130,752	56,740	(74,012)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>130,752</u>	<u>56,740</u>	<u>(74,012)</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>-</u>	<u>130,752</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	130,752	39,982	90,770
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>130,752</u>	<u>39,982</u>	<u>90,770</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>16,758</u>	<u>16,758</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,758</u>	<u>\$ 16,758</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			(13,072)	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 3/4 (GAAP)			<u>\$ 3,686</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND- EMERGENCY MANAGEMENT 2005-GE-T5-0012 RAC (2476)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	18,000	17,856	17,856	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>18,000</u>	<u>17,856</u>	<u>17,856</u>	<u>-</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>18,000</u>	<u>17,856</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>18,000</u>	<u>17,856</u>	<u>17,856</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	144	144	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>144</u>	<u>144</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 18,000</u>	<u>\$ 18,000</u>	<u>\$ 18,000</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			(17,856)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 3/4 (GAAP)</b>			<u>\$ 144</u>	

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



STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND- H1N1 (2477)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	38,641	38,641	38,641	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>38,641</u>	<u>38,641</u>	<u>38,641</u>	<u>-</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u><u>38,641</u></u>	<u><u>38,641</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>38,641</u>	<u>38,641</u>	<u>38,641</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ 38,641</u></u>	<u><u>\$ 38,641</u></u>	<u><u>\$ 38,641</u></u>	<u><u>\$ -</u></u>
Current year receivables			-	
Prior year receivables			(38,641)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 3/4 (GAAP)			<u><u>\$ -</u></u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND- SAMSA (2482)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	123,257	18,217	(105,040)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>123,257</u>	<u>18,217</u>	<u>(105,040)</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>-</u>	<u>123,257</u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	122,057	47,966	74,091
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	1,200	-	1,200
Total Expenditures	<u>-</u>	<u>123,257</u>	<u>47,966</u>	<u>75,291</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(29,748)</u>	<u>(29,748)</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,748)</u>	<u>\$ (29,748)</u>
Current year receivables			29,748	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 3/4 (GAAP)			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-MATERNAL/CHILD HEALTH (2484)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Prior year cash appropriated	470	470		
<b>Total revenue and budgeted cash</b>	<b>470</b>	<b>470</b>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	470	-	-	-
Culture and Recreation	-	-	-	-
<b>Debt Service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>470</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues over (under) expenditures	(470)	-	-	-
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(470)	(470)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<b>-</b>	<b>(470)</b>	<b>(470)</b>	<b>-</b>
<b>Net changes in fund balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (470)</b>	<b>\$ (470)</b>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 3/4 (GAAP)</b>			<b>\$ (470)</b>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-DOH COMMUNITY HEALTH IMPROVEMENT (2486)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	13,567	13,567
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>13,567</b>	<b>13,567</b>
Prior year cash appropriated	3,550	3,550		
<b>Total revenue and budgeted cash</b>	<b>3,550</b>	<b>3,550</b>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	3,550	12,710	6,461	6,249
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	2,290	2,290	-
<b>Total Expenditures</b>	<b>3,550</b>	<b>15,000</b>	<b>8,751</b>	<b>6,249</b>
Excess (deficiency) of revenues over (under) expenditures	(3,550)	(15,000)	4,816	19,816
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net changes in fund balance</b>	<b>\$ -</b>	<b>\$ (11,450)</b>	<b>\$ 4,816</b>	<b>\$ 16,265</b>
Current year receivables			-	
Prior year receivables			-	
Current year payables			(5,617)	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 3/4 (GAAP)</b>			<b>\$ (801)</b>	

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

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 SPECIAL REVENUE FUND-TCA PROGRAM - OPTUM HEALTH (2488)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	2,933	78,195	83,010	4,814
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>2,933</u>	<u>78,195</u>	<u>83,010</u>	<u>4,814</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>2,933</u>	<u>78,195</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	87,381	80,275	7,106
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>87,381</u>	<u>80,275</u>	<u>7,106</u>
Excess (deficiency) of revenues over (under) expenditures	2,933	(9,186)	2,734	11,920
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 2,933</u>	<u>\$ (9,186)</u>	<u>\$ 2,734</u>	<u>\$ 11,920</u>
Current year receivables			21,416	
Prior year receivables			(16,030)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 3/4 (GAAP)</b>			<u>\$ 8,120</u>	

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

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 SPECIAL REVENUE FUND- OPTUM BHSD (2489)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	7,459	155,823	176,559	20,737
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>7,459</u>	<u>155,823</u>	<u>176,559</u>	<u>20,737</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>7,459</u>	<u>155,823</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	148,364	144,254	4,110
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>148,364</u>	<u>144,254</u>	<u>4,110</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,459</u>	<u>7,459</u>	<u>32,305</u>	<u>24,847</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 7,459</u>	<u>\$ 7,459</u>	<u>\$ 32,305</u>	<u>\$ 24,847</u>
Current year receivables			-	
Prior year receivables			(33,403)	
Current year payables			(6,800)	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 3/4 (GAAP)</b>			<u>\$ (7,898)</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-ARRA AMERICAN RECOVERY & REINVESTMENT ACT (2490)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	5,101	244,899	142,619	(102,280)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>5,101</u>	<u>244,899</u>	<u>142,619</u>	<u>(102,280)</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>5,101</u>	<u>244,899</u>		
<b>EXPENDITURES:</b>				
Current				
General Government	53	182,306	140,170	42,136
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	24,000	158	23,842
Total Expenditures	<u>53</u>	<u>206,306</u>	<u>140,328</u>	<u>65,978</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,048</u>	<u>38,593</u>	<u>2,290</u>	<u>(36,302)</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ 5,048</u>	<u>\$ 38,593</u>	<u>\$ 2,290</u>	<u>\$ (36,302)</u>
Current year receivables			36,302	
Prior year receivables			(38,593)	
Current year payables			(150)	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 3/4 (GAAP)			<u>\$ (150)</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND- RIO ARriba HOMELAND SECURITY (2494)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	6,405	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>6,405</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year cash appropriated	-	-	-	-
<b>Total revenue and budgeted cash</b>	<u>6,405</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	6,405	-	-	-
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	6,405	6,405	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>6,405</u>	<u>6,405</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 6,405</u>	<u>\$ 6,405</u>	<u>\$ 6,405</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			(6,405)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 3/4 (GAAP)</b>			<u>\$ -</u>	

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



STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-SOUTHWEST REGIONAL EDUCATION CENTER -RAJJB (2498)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	49,500	49,500	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>49,500</b>	<b>49,500</b>	<b>-</b>
Prior year cash appropriated	-	-	-	-
<b>Total revenue and budgeted cash</b>	<b>-</b>	<b>49,500</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	49,500	49,500	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>49,500</b>	<b>49,500</b>	<b>-</b>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net changes in fund balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-4 4/4 (GAAP)</b>			<b>\$ -</b>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
SPECIAL REVENUE FUND-RAJJB 07-690-3057 (2499)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	11,117	160,817	130,695	(30,122)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>11,117</u>	<u>160,817</u>	<u>130,695</u>	<u>(30,122)</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>11,117</u>	<u>160,817</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	149,700	149,699	1
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>149,700</u>	<u>149,699</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,117</u>	<u>11,117</u>	<u>(19,004)</u>	<u>(30,122)</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ 11,117</u>	<u>\$ 11,117</u>	<u>\$ (19,004)</u>	<u>\$ (30,122)</u>
Current year receivables			30,540	
Prior year receivables			(11,537)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 4/4 (GAAP)			<u>\$ (1)</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
SPECIAL REVENUE FUND-INMATE EVERCOM PHONE (2528)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year cash appropriated	85,767	85,767		
Total revenue and budgeted cash	<u>85,767</u>	<u>85,767</u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	85,767	75,767	2,324	73,442
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	10,000	9,994	6
Total Expenditures	<u>85,767</u>	<u>85,767</u>	<u>12,318</u>	<u>73,448</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(85,767)</u>	<u>(85,767)</u>	<u>(12,318)</u>	<u>73,448</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,318)</u>	<u>\$ (12,318)</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-4 4/4 (GAAP)			<u>\$ (12,318)</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
NON-MAJOR CAPITAL PROJECTS FUND - COMBINING  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	1,047,747	1,047,747	279,313	(768,434)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>1,047,747</u>	<u>1,047,747</u>	<u>279,313</u>	<u>(768,434)</u>
Prior year cash appropriated	<u>526,438</u>	<u>526,438</u>		
Total revenue and budgeted cash	<u><u>1,574,185</u></u>	<u><u>1,574,185</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	\$ -	\$ 5,500	\$ 5,164	336
Public Safety	-	-	-	-
Highways and Streets	108,969	115,074	33,980	81,094
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	1,661,150	1,649,544	306,301	1,343,243
Total Expenditures	<u>1,770,119</u>	<u>1,770,119</u>	<u>345,445</u>	<u>1,424,673</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(722,371)</u>	<u>(722,372)</u>	<u>(66,132)</u>	<u>656,240</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	240,185	290,185	290,185	-
Transfers (out)	-	(50,000)	(50,000)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>240,185</u>	<u>240,185</u>	<u>240,185</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ 44,251</u></u>	<u><u>\$ 44,251</u></u>	<u><u>\$ 174,053</u></u>	<u><u>\$ 129,802</u></u>
Current year receivables			74,339	
Prior year receivables			(56,716)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u><u>\$ 191,676</u></u>	

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

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 CAPITAL PROJECTS FUND-WASTE WATER TREATMENT (3120)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	108,969	108,969	31,374	(77,594)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>108,969</u>	<u>108,969</u>	<u>31,374</u>	<u>(77,594)</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>108,969</u>	<u>108,969</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	108,969	108,969	31,374	77,594
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>108,969</u>	<u>108,969</u>	<u>31,374</u>	<u>77,594</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
<b>Net change in fund balance from Schedule A-5 1/1 (GAAP)</b>			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
CAPITAL PROJECTS FUND- ENERGY EFFICIENCY & CONSERVATION (3121)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	166,500	166,500	-	(166,500)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>166,500</u>	<u>166,500</u>	<u>-</u>	<u>(166,500)</u>
Prior year cash appropriated	-	-	-	-
Total revenue and budgeted cash	<u>166,500</u>	<u>166,500</u>	-	-
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	<u>166,500</u>	<u>166,500</u>	-	166,500
Total Expenditures	<u>166,500</u>	<u>166,500</u>	-	166,500
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	-	-	-	-
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
 RIO ARriba COUNTY  
 CAPITAL PROJECTS FUND- CDBG 10-C-NR-I-1-G-09 (3224)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	450,000	450,000	-	(450,000)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>450,000</u>	<u>450,000</u>	<u>-</u>	<u>(450,000)</u>
Prior year cash appropriated	-	-	-	-
Total revenue and budgeted cash	<u><u>450,000</u></u>	<u><u>450,000</u></u>	<u><u>-</u></u>	<u><u>(450,000)</u></u>
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	500,000	500,000	-	500,000
Total Expenditures	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>500,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>	<u>50,000</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	50,000	100,000	100,000	-
Transfers (out)	-	(50,000)	(50,000)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 50,000</u></u>	<u><u>\$ 50,000</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u><u>\$ 50,000</u></u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
CAPITAL PROJECTS FUND-LANDFILL CLOSURE (3285)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year cash appropriated	<u>150,000</u>	<u>150,000</u>		
Total revenue and budgeted cash	<u><u>150,000</u></u>	<u><u>150,000</u></u>		
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	6,106	2,606	3,500
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	<u>150,000</u>	<u>143,894</u>	<u>-</u>	<u>143,894</u>
Total Expenditures	<u>150,000</u>	<u>150,000</u>	<u>2,606</u>	<u>147,394</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(2,606)</u>	<u>(2,606)</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (2,606)</u></u>	<u><u>\$ (2,606)</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u><u>\$ (2,606)</u></u>	

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



STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
CAPITAL PROJECTS FUND-FIRE DISTRICT BOND FUND (3366)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year cash appropriated	<u>207,655</u>	<u>207,655</u>		
Total revenue and budgeted cash	<u><u>207,655</u></u>	<u><u>207,655</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	<u>397,840</u>	<u>397,840</u>	-	<u>397,840</u>
Total Expenditures	<u>397,840</u>	<u>397,840</u>	-	<u>397,840</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(190,185)</u>	<u>(190,185)</u>	-	<u>190,185</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	190,185	190,185	190,185	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>190,185</u>	<u>190,185</u>	<u>190,185</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 190,185</u></u>	<u><u>\$ 190,185</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u><u>\$ 190,185</u></u>	

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

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 CAPITAL PROJECTS FUND-EMS BONDS (3367)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year cash appropriated	44,357	44,357		
Total revenue and budgeted cash	<u>44,357</u>	<u>44,357</u>		
EXPENDITURES:				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	44,357	44,357	-	44,357
Total Expenditures	<u>44,357</u>	<u>44,357</u>	<u>-</u>	<u>44,357</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(44,357)</u>	<u>(44,357)</u>	<u>-</u>	<u>44,357</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
CAPITAL PROJECTS FUND- 2007 STATE APPROPRIATIONS (3711)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	4,962	4,962	4,962	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>4,962</u>	<u>4,962</u>	<u>4,962</u>	<u>-</u>
Prior year cash appropriated	-	-		
Total revenue and budgeted cash	<u>4,962</u>	<u>4,962</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,962</u>	<u>4,962</u>	<u>4,962</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u>\$ 4,962</u>	<u>\$ 4,962</u>	<u>\$ 4,962</u>	<u>\$ -</u>
Current year receivables			-	
Prior year receivables			(4,962)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
CAPITAL PROJECTS FUND-2008 STATE APPROPRIATIONS (3809, 3816)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	89,289	89,289	39,289	(50,000)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>89,289</u>	<u>89,289</u>	<u>39,289</u>	<u>(50,000)</u>
Prior year cash appropriated	-	-		
<b>Total revenue and budgeted cash</b>	<u>89,289</u>	<u>89,289</u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	50,000	50,000	50,000	-
<b>Total Expenditures</b>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>39,289</u>	<u>39,289</u>	<u>(10,711)</u>	<u>(50,000)</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
<b>Total other financing and uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	<u>\$ 39,289</u>	<u>\$ 39,289</u>	<u>\$ (10,711)</u>	<u>\$ (50,000)</u>
Current year receivables			50,000	
Prior year receivables			(39,289)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u>\$ -</u>	

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

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 CAPITAL PROJECTS FUND- HEALTH COMMONS (3901-3902)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	228,027	228,027	203,688	(24,339)
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>228,027</u>	<u>228,027</u>	<u>203,688</u>	<u>(24,339)</u>
Prior year cash appropriated	<u>124,426</u>	<u>124,426</u>		
Total revenue and budgeted cash	<u><u>352,453</u></u>	<u><u>352,453</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	5,500	5,164	336
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	<u>352,453</u>	<u>346,953</u>	<u>256,301</u>	<u>90,652</u>
Total Expenditures	<u>352,453</u>	<u>352,453</u>	<u>261,465</u>	<u>90,988</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(124,426)</u>	<u>(124,426)</u>	<u>(57,777)</u>	<u>66,648</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (57,777)</u></u>	<u><u>\$ (57,777)</u></u>
Current year receivables			24,339	
Prior year receivables			(12,465)	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-5 1/1 (GAAP)			<u><u>\$ (45,903)</u></u>	

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

STATE OF NEW MEXICO  
RIO ARRIBA COUNTY  
NON MAJOR DEBT SERVICE FUND - COMBINING  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	9	9	-
Total Revenues	<u>-</u>	<u>9</u>	<u>9</u>	<u>-</u>
Prior year cash appropriated	<u>80</u>	<u>80</u>		
Total revenue and budgeted cash	<u><u>80</u></u>	<u><u>89</u></u>		
<b>EXPENDITURES:</b>				
<b>Current</b>				
General Government	-	-	128,917	(128,917)
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service Principal	80	89	443,880	(443,791)
Debt Service Interest	-	-	56,784	(56,784)
Total Expenditures	<u>80</u>	<u>89</u>	<u>629,581</u>	<u>(629,492)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(80)</u>	<u>(80)</u>	<u>(629,572)</u>	<u>(629,492)</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	143,238	143,238
Transfers in	-	80	80	-
Transfers (out)	-	(80)	(80)	-
Debt Service Transfer In	-	-	500,664	500,664
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>643,902</u>	<u>643,902</u>
Net changes in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 14,330</u></u>	<u><u>\$ 14,330</u></u>
Current year receivables			-	
Prior year receivables			(2,233)	
Current year payables			(4,304)	
Prior year payables			1,981	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-6 1/1 (GAAP)			<u><u>\$ 9,775</u></u>	

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

STATE OF NEW MEXICO  
RIO ARriba COUNTY  
DEBT SERVICE FUND-JAIL BONDS (4401)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE- BUDGET AND ACTUAL  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year cash appropriated	<u>80</u>	<u>80</u>		
Total revenue and budgeted cash	<u><u>80</u></u>	<u><u>80</u></u>		
EXPENDITURES:				
Current				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service Principal	-	-	-	-
Debt Service Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(80)	(80)	-
Debt Service Transfer In	-	-	-	-
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	<u>-</u>	<u>(80)</u>	<u>(80)</u>	<u>-</u>
Net changes in fund balance	<u><u>\$ 80</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (80)</u></u>	<u><u>\$ (80)</u></u>
Current year receivables			-	
Prior year receivables			-	
Current year payables			-	
Prior year payables			-	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-6 1/1 (GAAP)			<u><u>\$ (80)</u></u>	

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

STATE OF NEW MEXICO  
 RIO ARRIBA COUNTY  
 DEBT SERVICE FUND-DEBT SERVICE - SUB OFFICE (4420)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE- BUDGET AND ACTUAL  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental Grants	-	-	-	-
Charges for Services	-	-	-	-
Interest on Investments	-	-	-	-
Interest and Penalties - Taxes	-	-	-	-
Miscellaneous	-	9	9	-
Total Revenues	-	9	9	-
Prior year cash appropriated	-	-	-	-
Total revenue and budgeted cash	-	9	-	-
<b>EXPENDITURES:</b>				
Current				
General Government	-	-	128,917	(128,917)
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Debt Service Principal	80	89	443,880	(443,791)
Debt Service Interest	-	-	56,784	(56,784)
Total Expenditures	80	89	629,581	(629,492)
Excess (deficiency) of revenues over (under) expenditures	(80)	(80)	(629,572)	(629,492)
Other financing sources (uses):				
Proceeds from sale of fixed assets	-	-	-	-
Loan Proceeds	-	-	143,238	143,238
Transfers in	-	80	80	-
Transfers (out)	-	-	-	-
Debt Service Transfer In	-	-	500,664	500,664
Debt Service Transfer Out	-	-	-	-
Total other financing and uses	-	80	643,982	643,902
Net changes in fund balance	\$ (80)	\$ -	\$ 14,410	\$ 14,410
Current year receivables			-	
Prior year receivables			(2,233)	
Current year payables			(4,304)	
Prior year payables			1,981	
Current year transfer in (out)			-	
Prior year transfer in (out)			-	
Deferred Revenue			-	
Net change in fund balance from Schedule A-6 1/1 (GAAP)			\$ 9,854	

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



**RIO ARRIBA HOUSING AUTHORITY**

**This page intentionally left blank.**

STATE OF NEW MEXICO  
Rio Arriba County Housing Authority  
Proprietary Funds  
Statement of Net Assets  
For the year Ended June 30, 2011

Statement E-1

	Low Rent Public Housing Program	Section 8 Housing Choice Program	Public Housing Capital Fund Program	Total
<b>ASSETS</b>				
Current Assets:				
Cash and cash equivalents	\$ 54,006	\$ 16,554	\$ -	\$ 70,560
Investments	46,674	-	-	46,674
Accounts receivable - net of allowance for doubtful accounts of \$4,617	23,835	1,935	-	25,770
Management Fee receivable	4,644	-	-	4,644
Accrued interest receivable	230	-	-	230
Intergovernmental Receivable	149	-	-	149
Prepaid expenses	9,486	-	-	9,486
<b>Total Current Assets</b>	<u>139,023</u>	<u>18,489</u>	<u>-</u>	<u>157,512</u>
Noncurrent Assets:				
Restricted cash and cash equivalents	4,380	22,178	-	26,558
Capital Assets	5,543,130	-	-	5,543,130
Less Accumulated Depreciation	(3,774,355)	-	-	(3,774,355)
<b>Total Noncurrent Assets</b>	<u>1,773,155</u>	<u>22,178</u>	<u>-</u>	<u>1,795,332</u>
<b>Total Assets</b>	<u>1,912,178</u>	<u>40,666</u>	<u>-</u>	<u>1,952,844</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	3,776	149	-	3,925
Accrued payroll	2,088	-	-	2,088
Payroll Benefit Payable	2,786	-	-	2,786
Deferred revenue	-	-	-	-
Compensated absences, current portion	8,267	610	-	8,877
<b>Total Current Liabilities (payable from current assets)</b>	<u>16,917</u>	<u>759</u>	<u>-</u>	<u>17,676</u>
Other current liabilities:				
Tenant deposits	4,380	-	-	4,380
<b>Total other current liabilities (payable from restricted assets)</b>	<u>4,380</u>	<u>-</u>	<u>-</u>	<u>4,380</u>
Noncurrent liabilities:				
Compensated absences, noncurrent portion	4,014	305	-	4,319
<b>Total noncurrent liabilities</b>	<u>4,014</u>	<u>305</u>	<u>-</u>	<u>4,319</u>
<b>Total liabilities</b>	<u>25,311</u>	<u>1,064</u>	<u>-</u>	<u>26,375</u>
<b>NET ASSETS</b>				
Invested in capital assets	1,768,775	-	-	1,768,775
Restricted (Housing Assistance Payments)	-	22,178	-	22,178
Unrestricted	118,092	17,425	-	135,517
<b>Total net assets</b>	<u>\$ 1,886,867</u>	<u>\$ 39,603</u>	<u>\$ -</u>	<u>\$ 1,926,469</u>

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

STATE OF NEW MEXICO  
Rio Arriba County Housing Authority  
Proprietary Funds

Statement E-2

Statement of Revenues, Expenses and Changes in Fund Net Assets  
For the Year Ended June 30, 2011

	Low Rent Public Housing Program	Section 8 Housing Choice Program	Public Housing Capital Fund Program	Total
Operating revenues:				
Charges for services	\$ 78,853	\$ 5,773	\$ -	\$ 84,626
Other tenant revenue	3,981	-	-	3,981
Total operating revenues	<u>82,834</u>	<u>5,773</u>	<u>-</u>	<u>88,607</u>
Operating expenses:				
Personnel services	65,461	12,189	7,787	85,436
Contractual services	23,915	2,927	-	26,842
Supplies	1,466	437	-	1,903
Maintenance and materials	83,390	-	8,759	92,149
Utilities	22,502	-	-	22,502
Other expenses: phone	5,167	-	-	5,167
Other expenses: insurance	15,270.52	-	-	15,271
Bad debt expenses	4,616.92	-	-	4,617
Depreciation	199,496	-	-	199,496
Housing assistance payments	-	84,300	-	84,300
Other expenses: miscellaneous	2,848	355	-	3,203
Total operating expenses	<u>424,132</u>	<u>100,207</u>	<u>16,545</u>	<u>540,884</u>
Operating income/(loss)	<u>(341,298)</u>	<u>(94,434)</u>	<u>(16,545)</u>	<u>(452,277)</u>
Non-operating revenues (expenses):				
Operating and capital grants	101,369	94,721	16,545	212,635
Interest income	533	79	-	613
Interest expense	-	-	-	-
Miscellaneous - Management Contract	55,613	-	-	55,613
Total non-operating revenues (expenses)	<u>157,515</u>	<u>94,800</u>	<u>16,545</u>	<u>268,861</u>
Income before capital contributions, extraordinary items and transfers	<u>(183,782)</u>	<u>366</u>	<u>-</u>	<u>(183,416)</u>
Capital contributions	-	-	-	-
Transfers in	15,530	-	-	15,530
Transfers out	-	-	-	-
Change in net assets	<u>(168,252)</u>	<u>366</u>	<u>-</u>	<u>(167,886)</u>
Net assets - beginning of period	<u>2,055,119</u>	<u>39,237</u>	<u>-</u>	<u>2,094,356</u>
Net assets - ending	<u>\$ 1,886,867</u>	<u>\$ 39,603</u>	<u>\$ -</u>	<u>\$ 1,926,469</u>

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

STATE OF NEW MEXICO  
Rio Arriba Housing Authority  
A Component Unit of Rio Arriba County  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2011

Statement E-3  
Page 1 of 2

	Low Income Public Housing Program	Section 8 Housing Choice Vouchers Program	Public Housing Capital Fund Program	Total
<i>Cash flows from operating activities:</i>				
Cash received from tenant charges	\$ 101,275	\$ 8,098	\$ -	\$ 109,372
Cash payments to employees for services	(64,532)	(11,981)	(7,787)	(84,300)
Cash payments to suppliers for goods and services	(183,838)	(88,019)	(8,759)	(280,615)
<i>Net cash provided (used) by operating activities</i>	(147,096)	(91,902)	(16,545)	(255,543)
<i>Cash flows from noncapital financing activities:</i>				
Operating grants	\$ 101,369	\$ 94,721	\$ 16,545	\$ 212,635
Miscellaneous income (expense)	55,613	-	-	55,613
Change in Deferred Revenue	-	-	-	-
Change in noncurrent accrued compensated absences	1,849	-	-	1,849
Interfund loans and transfers	(7,072)	(6,936)	-	(14,008)
<i>Net cash provided (used) by from noncapital financing activities:</i>	151,759	87,785	16,545	256,089
<i>Cash flows from capital and related financing activities:</i>				
Special Item-Loss on Disposal of Capital Assets	\$ -	\$ -	\$ -	\$ -
Capital grants	-	-	-	-
Purchase of capital assets	-	-	-	-
<i>Net cash (used) by capital and related financing</i>	-	-	-	-
<i>Cash flows from investing activities:</i>				
Interest on investments	533	79	-	\$ 613
<i>Net cash provided (used) by investing activities</i>	533	79	-	613
<i>Net increase in cash and cash equivalents</i>	5,197	(4,037)	-	1,159
<i>Cash and cash equivalents - beginning of year</i>	99,486	42,769	-	\$ 142,255
<i>Cash and cash equivalents - end of year</i>	\$ 104,683.00	\$ 38,731	\$ -	\$ 143,414

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

STATE OF NEW MEXICO  
Rio Arriba Housing Authority  
A Component Unit of Rio Arriba County  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2011

	<u>Low Income Public Housing Program</u>	<u>Section 8 Housing Choice Vouchers Program</u>	<u>Public Housing Capital Fund Program</u>	<u>Total</u>
<i>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</i>				
Operating income (loss)	\$ (341,298)	\$ (94,434)	\$ (16,545)	\$ (452,277)
<i>Adjustments to reconcile operating (loss) to net cash (used) by operating activities:</i>				
Depreciation	199,496	-	-	\$ 199,496
Transfer in from primary government	15,530			\$ 15,530
<i>Changes in assets and liabilities:</i>				
Receivables	3,989	2,325	-	\$ 6,314
Inventory	-			\$ -
Prepaid expenses	(621)	-	-	\$ (621)
Accounts payable	(25,121)	-	-	\$ (25,121)
Accrued payroll expenses	(1,699)	-	-	\$ (1,699)
Current accrued compensated absences	2,627	207	-	\$ 2,835
Customer deposits	-	-	-	\$ -
Deferred revenue	-	-	-	\$ -
	\$ (147,097)	\$ (91,902)	\$ (16,545)	\$ (255,544)
<i>Net cash (used) by operating activities</i>	<u>\$ (147,097)</u>	<u>\$ (91,902)</u>	<u>\$ (16,545)</u>	<u>\$ (255,544)</u>

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

# SUPPORTING SCHEDULES

**This page intentionally left blank.**



STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Collateral Pledged by Depository  
For Public Funds  
June 30,2011

Schedule I

Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value 6/30/2011	PAR Value 6/30/2011	Name and Location of Safekeeper
<b>Valley National Bank</b>					
FN256978	11/1/2037	31371NM36	\$ 511,653		TIB
FHLMC Pool #H01410	2/1/2036	3128MTR75	572,081		TIB
FHLMC Pool #P51265	3/1/2037	3128C6MN6	258,609		TIB
Las Cruces NM Gas Tax Rev	6/1/2014	51748PAM6		250,000	TIB
Las Cruces NM Gas Tax Rev	6/1/2014	517489AM6		620,000	TIB
Dulce NM Indpt Sch Dist No. 21	6/1/2015	264430GR4		500,000	TIB
FNMA Pool #MA0213	10/1/2039	31417YGX9	458,959		TIB
ALAMOGORDO NM JT WTR	6/1/2018	011500FG5		500,000	TIB
BELEN NM GROSS RECPTS	6/1/2021	177571CM7		390,000	TIB
LEA COUNTY NM PUB SCH DIS	7/15/2017	521513AG6		350,000	TIB
FNMA #88982	9/1/2038	31417V6U2	1,005,002		TIB
FHLMC	12/15/2022	3133F4UC3	2,000,000		TIB
FHLMC POOL #91303	5/1/2030	3128P7NU3	1,354,958		TIB
FREDDIE MAC	7/15/2028	3133F4WN7	1,400,000		TIB
FHLMC	8/15/2022	3133F4XS5	1,000,000		TIB
FHLMC GOLD #H09188	10/1/2037	3128UNGF3	2,099,727		TIB
FNMA #888737	10/1/2037	31410GLS0	409,283		TIB
CLOVIS NM GROSS RECEIPT	6/1/2030	189387CT8		465,000	TIB
FHLB	12/11/2015	313371ZY5	1,500,000		TIB
FFCB	10/19/2015	31331VCQ7	1,000,000		TIB
FHLMC Gold#J1308	10/1/2025	3128PSKV8	1,457,708		TIB
	2/15/2011	3137A6KT8	1,453,500		TIB
FMAB2047	1/1/2026	31416XHZ6	2,121,387		TIB
FNMA #MA0641	2/1/2031	31417YWB9	1,228,627		TIB
FN C1 AH6827	3/1/2026	3138A8SR8	1,965,939		TIB
FN AL0238	3/1/2026	3138EGHQ0	2,019,828		TIB
FNMA FNCI	7/1/2023	31414E4G6	1,254,662		TIB
Total collateral pledged by Valley National Bank			<u>\$ 25,071,921</u>	<u>\$ 3,075,000</u>	
				28,146,921	
<b>Community Bank</b>					
FHLMC	10/4/2016	3128X5KS6	\$ 405,608		Federal Reserve
FHLB	12/13/2013	3133XSP93	793,418		Federal Reserve
FNMA	5/15/2014	31398AXJ6	1,046,356		Federal Reserve
FHLMC	9/1/2011	31282SBD3	147,354		Federal Reserve
FHLB GOLD	5/1/2012	31282SCF7	325,194		Federal Reserve
FHLMC	12/1/2012	31282SDE9	250,498		Federal Reserve
FHLMC	1/1/2013	31282SDJ8	242,691		Federal Reserve
FHLMC	1/1/2013	3128DBPP6	315,808		Federal Reserve
FHLB GOLD	4/1/2013	3128H3FB2	30,665		Federal Reserve
FHLB GOLD	10/1/2017	3128M1BZ1	473,643		Federal Reserve
FHLMC	12/1/2020	3128M1ET2	353,661		Federal Reserve
FHLMC	5/1/2024	3128PMZ94	627,561		Federal Reserve
FNMA	7/1/2020	31402RHX0	221,458		Federal Reserve
FNMA	5/1/2021	31410G3C5	501,796		Federal Reserve
Total collateral pledged by Community Bank			<u>\$ 5,735,711</u>		
<b>Century Bank</b>					
Alamogordo NM JT WTR & S	6/1/2020	0011500FZ3		280,066	FHLB
Rio Rancho NM	8/1/2020	767165DQ3		1,066,010	FHLB
Total collateral pledged by Century Bank				<u>\$ 1,346,076</u>	
<b>TOTAL ALL BANKS</b>			<u>\$ 30,807,632</u>	<u>\$ 4,421,076</u>	
				<u>\$ 35,228,708</u>	

TIB - The Independent BankersBank, Irving TX  
FRB - Federal Reserve Bank, Boston, MA  
FHLB - Federal Home Loan Bank, Dallas, TX

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Depository Accounts for Public Funds  
June 30, 2011

<u>Bank Account Type/Name</u>	<u>Community Bank</u>	<u>New Mexico Grow LGIP/Contingencies</u>	<u>Valley National Bank</u>	<u>Century Bank</u>	<u>NMFA (Restricted)</u>	<u>Totals</u>
Miscellaneous Checking Account-1001524801	\$ 7,388,076				\$	7,388,076
Taxes Checking Account-61042870	2,500,120					2,500,120
Inmate Checking Account-008228354	35,826					35,826
Money Market-8231533						
Certificate of Deposit			100,000			100,000
Certificate of Deposit			300,000			300,000
Certificate of Deposit			4,000,000			4,000,000
Certificate of Deposit			3,000,000			3,000,000
Certificate of Deposit			3,000,000			3,000,000
Certificate of Deposit			4,000,000			4,000,000
Certificate of Deposit			1,894,000			1,894,000
Certificate of Deposit			1,894,000			1,894,000
Certificate of Deposit			4,000,000			4,000,000
Certificate of Deposit			5,500,000	1,500,000		1,500,000
LGIP - Contingency Fund		11,239				11,239
Debt Service (Restricted Funds) NMFA					268,489	268,489
<b>Total on Deposit</b>	<b>\$ 9,924,022</b>	<b>\$ 11,239</b>	<b>\$ 27,688,000</b>	<b>\$ 1,500,000</b>	<b>\$ 268,489</b>	<b>\$ 39,391,750</b>
Petty Cash	\$ 675					675
<b>Total</b>	<b>\$ 9,924,697</b>	<b>\$ 11,239</b>	<b>\$ 27,688,000</b>	<b>\$ 1,500,000</b>	<b>\$ 268,489</b>	<b>\$ 39,392,425</b>

**Statement of Net Asset Totals June 30, 2011**

**\$ 39,392,425**

STATE OF NEW MEXICO  
Rio Arriba County  
Tax Roll Reconciliation - Changes in Property Taxes Receivable  
For the Year Ended June 30, 2011

Schedule III

Tax Roll Reconciliation-Changes in Property Taxes Receivables  
for the Year Ended June 30, 2011

	Gross Receivables	Net Adjusted Receivables
Property Taxes Receivable, Beginning of Year	\$ 5,635,795	\$ 5,351,795
Changes to tax roll Addition & Deletions		(13,710)
Taxes Charges to treasurer for fiscal year	15,634,732	15,634,732
Adjustments:		
Increases/decreases from prior year		
Adjustments:		
Total receivables prior to collections	\$ 21,270,527	\$ 20,972,817
Collection for fiscal year ended June 30,2011	(15,956,211)	(15,956,211)
less P&I	390,068	390,068
Considered Paid & Rec Per State Law (Tx year 2000)	(343,586)	(257,098)
Adjustment	1	-
	\$ (15,909,729)	\$ (15,823,242)
Property taxes receivables, end of year	\$ 5,360,797	\$ 5,149,575

Property Taxes Receivables by Year

	Tax Year		
	\$ 355,337	2001	\$ 297,088
	260,003	2002	181,243
	356,628	2003	250,325
	247,336	2004	151,588
	403,338	2005	457,059
	314,297	2006	246,926
	355,782	2007	302,929
	450,364	2008	461,923
	720,719	2009	973,324
	1,896,994	2010	1,827,168
Receivable Tax Year End (Total)	\$ 5,360,797		\$ 5,149,574

STATE OF NEW MEXICO  
Rio Arriba County  
Property Tax Schedule  
For the Year Ended June 30, 2011

Schedule IV

	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>State Debt Service</b>						
2001	\$ 1,250,588	\$ 3,525	\$ 892,859	\$ 3,525	\$ 892,859	\$ 357,729
2002	610,592	2,254	571,013	2,254	571,013	39,579
2003	919,676	3,415	890,549	3,415	890,549	29,127
2004	628,750	2,474	609,102	2,474	609,102	19,648
2005	758,477	3,775	727,940	3,775	727,940	30,537
2006	813,941	4,790	783,692	4,790	783,692	30,249
2007	808,628	9,694	775,457	9,694	775,457	33,171
2008	842,119	25,039	804,119	25,039	804,119	38,000
2009	831,792	60,392	778,623	60,392	778,623	53,169
2010	1,117,187	962,812	962,812	962,812	962,812	154,376
	<b>\$ 8,581,750</b>	<b>\$ 1,078,169</b>	<b>\$ 7,796,166</b>	<b>\$ 1,078,169</b>	<b>\$ 7,796,166</b>	<b>\$ 785,585</b>
<b>County Operating</b>						
2001	\$ 3,360,801	\$ 16,459	\$ 3,307,988	\$ 16,459	\$ 3,307,988	\$ 52,813
2002	3,539,816	17,535	3,561,857	17,535	3,561,857	(22,041)
2003	3,245,288	15,288	3,182,154	15,288	3,182,154	63,134
2004	3,545,843	18,779	3,479,746	18,779	3,479,746	66,097
2005	3,759,532	24,462	3,656,436	24,462	3,656,436	103,096
2006	4,010,489	30,072	3,929,604	30,072	3,929,604	80,885
2007	4,288,335	59,611	4,188,864	59,611	4,188,864	99,471
2008	4,582,080	135,990	4,453,801	135,990	4,453,801	128,278
2009	4,941,060	352,118	4,744,493	352,118	4,744,493	196,567
	5,127,960	4,515,449	4,515,449	4,515,449	4,515,449	612,512
	<b>\$ 40,401,204</b>	<b>\$ 5,185,762</b>	<b>\$ 39,020,393</b>	<b>\$ 5,185,762</b>	<b>\$ 39,020,393</b>	<b>\$ 1,380,811</b>
<b>Municipalities</b>						
<b>Village of Chama</b>						
2001	\$ 48,176		\$ 46,044		\$ 46,044	\$ 2,132
2002	51,859		51,400		51,400	459
2003	51,564		50,826		50,826	738
2004	57,131		55,811		55,811	1,320
2005	60,425	70	59,054	70	59,054	1,371
2006	63,777	96	63,258	96	63,258	519
2007	67,705	2,021	66,265	2,021	66,265	1,440
2008	71,772	2,580	68,389	2,580	68,389	3,383
2009	76,041	5,378	68,525	5,378	68,525	7,516
	77,784	63,510	63,510	63,510	63,510	14,274
	<b>\$ 626,234</b>	<b>\$ 73,654</b>	<b>\$ 593,082</b>	<b>\$ 73,654</b>	<b>\$ 593,082</b>	<b>\$ 33,152</b>
<b>City of Espanola</b>						
2001	\$ 251,352	\$ 127	\$ 246,059	\$ 127	\$ 246,059	\$ 5,293
2002	260,186	144	254,293	144	254,293	5,893
2003	269,963	55	263,627	55	263,627	6,336
2004	281,005	283	274,937	283	274,937	6,068
2005	309,589	698	299,447	698	299,447	10,142
2006	330,055	981	326,095	981	326,095	3,960
2007	336,656	2,398	325,203	2,398	325,203	11,453
2008	367,394	9,386	347,554	9,386	347,554	19,840
2009	402,538	33,403	366,224	33,403	366,224	36,314
2010	403,128	345,184	345,184	345,184	345,184	57,945
	<b>\$ 3,211,867</b>	<b>\$ 392,658</b>	<b>\$ 3,048,624</b>	<b>\$ 392,658</b>	<b>\$ 3,048,624</b>	<b>\$ 163,243</b>

STATE OF NEW MEXICO  
Rio Arriba County  
Property Tax Schedule  
For the Year Ended June 30, 2011

Schedule IV

**Mesa Vista SD#6**

2001	\$ 158,706	\$ 66	\$ 186,113	\$ 66	\$ 186,113	(27,407)
2002	141,303	60	139,114	60	139,114	2,189
2003	108,307	44	106,284	44	106,284	2,023
2004	121,574	147	118,811	147	118,811	2,763
2005	107,529	87	104,234	87	104,234	3,295
2006	155,552	572	149,417	572	149,417	6,135
2007	234,307	1,889	221,359	1,889	221,359	12,948
2008	247,521	6,042	238,095	6,042	238,095	9,427
2009	234,899	15,861	216,356	15,861	216,356	18,543
2010	220,249	190,238	190,238	190,238	190,238	30,011
<b>\$</b>	<b>1,729,948</b>	<b>\$ 215,004</b>	<b>\$ 1,670,022</b>	<b>\$ 215,004</b>	<b>\$ 1,670,022</b>	<b>\$ 59,926</b>

**Chama Valley Schools #19**

2001	\$ 444,649	\$ 133	\$ 441,028	\$ 133	\$ 441,028	3,621
2002	202,397	112	196,829	112	196,829	5,568
2003	207,905	194	203,313	194	203,313	4,592
2004	498,328	509	485,859	509	485,859	12,469
2005	830,677	1,637	774,791	1,637	774,791	55,886
2006	990,527	2,870	963,543	2,870	963,543	26,984
2007	1,052,750	13,086	1,021,074	13,086	1,021,074	31,676
2008	1,216,655	28,077	1,179,894	28,077	1,179,894	36,761
2009	1,463,103	111,686	1,333,417	111,686	1,333,417	129,686
2010	1,305,658	1,111,166	1,111,166	1,111,166	1,111,166	194,492
<b>\$</b>	<b>8,212,649</b>	<b>\$ 1,269,470</b>	<b>\$ 7,710,914</b>	<b>\$ 1,269,470</b>	<b>\$ 7,710,914</b>	<b>\$ 501,735</b>

**Dulce Independent #21**

2001	\$ 733,518	\$ 710,541	\$ 710,541	\$ 22,977
2002	920,443	912,150	912,150	8,293
2003	818,053	823,170	823,170	(5,117)
2004	350,062	346,249	346,249	3,813
2005	265,603	275,980	275,980	(10,377)
2006	309,972	305,037	305,037	4,935
2007	354,221	349,230	349,230	4,991
2008	804,364	797,802	797,802	6,562
2009	671,233	765,665	765,665	(94,432)
2010	1,686,720	1,644,027	1,644,027	42,693
<b>\$</b>	<b>6,914,189</b>	<b>\$ 1,650,472</b>	<b>\$ 6,929,852</b>	<b>\$ (15,663)</b>

**Penasco #32**

2001	\$ 14,693	\$ 33	\$ 1,847	\$ 33	\$ 1,847	12,846
2002	9,498	9,252	9,252	246		
2003	12,819	12,377	12,377	442		
2004	13,662	13,245	13,245	417		
2005	16,456	16,028	16,028	428		
2006	16,956	16,510	16,510	446		
2007	18,127	113	17,257	113	870	
2008	20,011	373	24,430	373	(4,419)	
2009	32,332	1,796	38,076	1,796	(5,744)	
2010	31,860	27,829	27,829	27,829	4,031	
<b>\$</b>	<b>186,415</b>	<b>\$ 30,144</b>	<b>\$ 176,852</b>	<b>\$ 30,144</b>	<b>\$ 176,852</b>	<b>\$ 9,563</b>

**Espanola 45IN&Out**

2001	\$ 2,365,912	\$ 1,401	\$ 2,313,253	\$ 1,401	\$ 2,313,253	52,659
2002	2,601,818	1,692	2,528,935	1,692	2,528,935	72,883
2003	2,549,629	2,060	2,354,499	2,060	2,354,499	195,130
2004	3,467,784	4,745	3,358,887	4,745	3,358,887	108,897
2005	2,998,999	7,783	2,864,757	7,783	2,864,757	134,242
2006	2,683,982	9,720	2,587,385	9,720	2,587,385	96,597
2007	1,969,808	20,194	1,881,732	20,194	1,881,732	88,076
2008	2,339,424	78,479	2,222,541	78,479	2,222,541	116,883
2009	2,328,289	184,610	2,116,545	184,610	2,116,545	211,744
2010	2,371,973	2,008,065	2,008,065	2,008,065	2,008,065	363,909
<b>\$</b>	<b>25,677,618</b>	<b>\$ 2,318,749</b>	<b>\$ 24,236,599</b>	<b>\$ 2,318,749</b>	<b>\$ 24,236,599</b>	<b>\$ 1,441,019</b>

STATE OF NEW MEXICO  
Rio Arriba County  
Property Tax Schedule  
For the Year Ended June 30, 2011

Schedule IV

**Jemez Mtn #53**

2001	\$ 156,033	\$ 6,391	\$ 158,956	\$ 6,391	\$ 158,956	(2,923)
2002	194,839	7,996	198,616	7,996	198,616	(3,777)
2003	196,915	6,290	185,759	6,290	185,759	11,156
2004	235,335	7,996	234,485	7,996	234,485	850
2005	206,983	7,627	206,071	7,627	206,071	912
2006	156,392	5,923	154,834	5,923	154,834	1,558
2007	214,152	9,123	215,572	9,123	215,572	(1,420)
2008	228,022	12,072	231,782	12,072	231,782	(3,760)
2009	285,657	26,336	282,811	26,336	282,811	2,846
2010	334,266	300,952	300,952	300,952	300,952	33,313
<b>Total</b>	<b>\$ 2,208,594</b>	<b>\$ 390,706</b>	<b>\$ 2,169,839</b>	<b>\$ 390,706</b>	<b>\$ 2,169,839</b>	<b>\$ 38,755</b>

**Hospital**

2001	\$ 1,772,700	\$ 7,544	\$ 1,886,059	\$ 7,544	\$ 1,886,059	(113,359)
2002	1,814,588	8,040	1,725,270	8,040	1,725,270	89,318
2003	1,734,837	7,071	1,690,773	7,071	1,690,773	44,064
2004	1,904,086	8,746	1,859,436	8,746	1,859,436	44,650
2005	2,014,976	11,635	1,950,649	11,635	1,950,649	64,327
2006	2,136,521	14,311	2,080,406	14,311	2,080,406	56,115
2007	2,220,471	28,760	2,153,259	28,760	2,153,259	67,212
2008	2,298,869	68,448	2,214,244	68,448	2,214,244	84,625
2009	2,432,933	174,515	2,304,510	174,515	2,304,510	128,423
2010	2,495,253	2,173,140	2,173,140	2,173,140	2,173,140	322,112
<b>Total</b>	<b>\$ 20,825,234</b>	<b>\$ 2,502,211</b>	<b>\$ 20,037,747</b>	<b>\$ 2,502,211</b>	<b>\$ 20,037,747</b>	<b>\$ 787,487</b>

**Chama SWCD**

2001	\$ 21,680	\$ 10	\$ 27,101	\$ 10	\$ 27,101	(5,421)
2002	108,749	40	52,241	40	52,241	56,508
2003	62,491	66	61,031	66	61,031	1,460
2004	49,440	89	71,340	89	71,340	(21,900)
2005	81,100	182	74,644	182	74,644	6,456
2006	84,470	279	81,812	279	81,812	2,658
2007	87,422	747	84,664	747	84,664	2,758
2008	91,600	1,866	89,065	1,866	89,065	2,535
2009	103,014	7,974	94,164	7,974	94,164	8,850
2010	102,717	88,245	88,245	88,245	88,245	14,473
<b>Total</b>	<b>\$ 792,684</b>	<b>\$ 99,498</b>	<b>\$ 724,304</b>	<b>\$ 99,498</b>	<b>\$ 724,304</b>	<b>\$ 68,379</b>

**East Espanola SWCD**

2001	\$ 52,783	\$ 36	\$ 56,616	\$ 36	\$ 56,616	(3,833)
2002	54,194	40	51,419	40	51,419	2,775
2003	51,377	62	49,532	62	49,532	1,845
2004	55,167	87	53,160	87	53,160	2,007
2005	57,876	167	55,080	167	55,080	2,796
2006	61,689	225	58,935	225	58,935	2,754
2007	65,970	738	62,506	738	62,506	3,464
2008	228,800	8,344	215,656	8,344	215,656	13,144
2009	293,109	23,224	266,579	23,224	266,579	26,530
2010	293,944	247,763	247,763	247,763	247,763	46,181
<b>Total</b>	<b>\$ 1,214,909</b>	<b>\$ 280,686</b>	<b>\$ 1,117,246</b>	<b>\$ 280,686</b>	<b>\$ 1,117,246</b>	<b>\$ 97,663</b>

**Cuba SWCD**

2001	\$ 28,731	\$ 1,058	\$ 30,520	\$ 1,058	\$ 30,520	(1,789)
2002	28,262	1,037	26,150	1,037	26,150	2,112
2003	30,074	815	28,377	815	28,377	1,697
2004	32,003	929	31,768	929	31,768	235
2005	43,118	1,564	42,891	1,564	42,891	227
2006	45,303	1,673	44,800	1,673	44,800	503
2007	48,999	2,074	49,326	2,074	49,326	(327)
2008	55,486	2,935	56,380	2,935	56,380	(895)
2009	63,081	5,814	62,374	5,814	62,374	707
2010	66,030	59,358	59,358	59,358	59,358	6,673
<b>Total</b>	<b>\$ 441,087</b>	<b>\$ 77,256</b>	<b>\$ 431,944</b>	<b>\$ 77,256</b>	<b>\$ 431,944</b>	<b>\$ 9,143</b>

<b>Total</b>	<b>\$ 121,024,381</b>	<b>\$ 15,564,439</b>	<b>\$ 115,663,584</b>	<b>\$ 15,564,439</b>	<b>\$ 115,663,584</b>	<b>\$ 5,360,797</b>
--------------	-----------------------	----------------------	-----------------------	----------------------	-----------------------	---------------------

STATE OF NEW MEXICO  
 Rio Arriba County  
 Property Tax Roll Reconciliation  
 For the Year Ended June 30, 2011

Tax Roll Reconciliation-FY- 2010/2011

	Property Taxes Levied	Taxes Collected Current Year	Taxes Collected Year to Date	Taxes Distributed Current Year	Taxes Distributed Year to Date	Taxes Receivable Year End
2001	\$ 10,660,322	\$ 36,782	\$ 10,304,985	\$ 36,782	\$ 10,304,985	\$ 355,337
2002	10,538,544	38,949	10,278,541	38,949	10,278,541	260,003
2003	10,258,898	35,360	9,902,270	35,360	9,902,270	356,628
2004	11,240,170	44,783	10,992,834	44,783	10,992,834	247,336
2005	11,511,340	59,687	11,108,002	59,687	11,108,002	403,338
2006	11,859,626	71,517	11,545,329	71,517	11,545,329	314,297
2007	11,767,551	150,571	11,411,769	150,571	11,411,769	355,782
2008	13,394,117	381,620	12,943,753	381,620	12,943,753	450,364
2009	14,159,081	1,007,432	13,438,362	1,007,432	13,438,362	720,719
2010	15,634,732	13,737,738	13,737,738	13,737,738	13,737,738	1,896,994
	<u>\$ 121,024,382</u>	<u>\$ 15,564,440</u>	<u>\$ 115,663,585</u>	<u>\$ 15,564,440</u>	<u>\$ 115,663,585</u>	<u>\$ 5,360,798</u>

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Changes in Fiduciary Assets and Liabilities  
For the Year Ended June 30, 2011

Schedule VI

<b>ASSETS</b>	Balance June 30, 2010	Adjustments	Additions	Deletions	Balance June 30, 2011
Cash and cash equivalents	\$ 115,785	\$ -	\$ 16,203,203	\$ 16,177,349	\$ 141,639
Interest receivable	4	-	67	64	7
Property taxes receivables	3,860,117	-	13,737,738	13,829,119	3,768,763
Gross receipts tax receivable	43,041	-	574,350	570,531	46,860
<i>Total assets</i>	<u>\$ 4,018,947</u>	<u>\$ -</u>	<u>\$ 30,515,358</u>	<u>\$ 30,577,063</u>	<u>\$ 3,957,269</u>
 <b>LIABILITIES</b>					
Due to other taxing units	\$ 3,930,420	\$ -	\$ 29,867,104	\$ 29,964,089	\$ 3,833,462
Due to Inmates	88,527	-	648,254	612,974	123,807
<i>Total liabilities</i>	<u>\$ 4,018,947</u>	<u>\$ -</u>	<u>\$ 30,515,358</u>	<u>\$ 30,577,063</u>	<u>\$ 3,957,269</u>

See accompanying independent auditors' report.



STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Aging and Long Term Agreement  
June 30, 2011

RIO ARRIBA COUNTY SENIOR PROGRAM

Source(s) of Revenue(s)	Congregate Meals	Home Del. Meals	Transportation	Adult Day Care	NSIP	Other: SEP	State One-Time Funds	PCOP	TOTAL
Federal IIIB			\$ 49,105						\$ 49,105
Federal IIIC-1	\$ 72,972								\$ 72,972
Federal IIIC-2		\$ 33,957							\$ 39,807
State	\$ 105,462	\$ 230,460	\$ 68,837	\$ 41,301			\$ 5,850		\$ 475,543
State One Time Funds							\$ 29,483		
State Senior Employment									
NSIP	\$ 22,334	\$ 52,113				\$ 34,975			\$ 34,975
County Senior Budget							\$ 6,457		\$ 80,904
Local Funds	\$ 136,186	\$ 354,946	\$ 50,154	\$ 125,937					\$ 667,223
PC OP								\$ 105,336	\$ 105,336
Program Income	\$ 18,200	\$ 23,000							\$ 41,200
<b>Totals:</b>	\$ 355,154	\$ 694,476	\$ 168,096	\$ 167,238	\$ -	\$ 34,975	\$ 41,790	\$ -	\$ 1,567,065

Actual Expenditures BY Funding Source	Congregate Meals	Home Del. Meals	Transportation	Adult Day Care	NSIP	SEP	State One-Time Funds	County Sr. Budget	PCOP	TOTAL
Federal IIIB			\$ 49,105							\$ 49,105
Federal IIIC-1	\$ 72,972									\$ 72,972
Federal IIIC-2		\$ 33,957								\$ 33,957
Federal III-E										\$ -
State	\$ 119,317	\$ 230,460	\$ 68,837	\$ 41,301			\$ 13,690			\$ 459,915
State One Time Funds										\$ 13,690
State Senior Employment						\$ 37,233				\$ 37,233
NSIP					\$ 68,059					\$ 68,059
Local Funds	\$ 191,769	\$ 256,632	\$ 39,911	\$ 48,089						\$ 536,401
County Sr. Budget								\$ 153,620		\$ 153,620
Program Income	\$ 6,807	\$ 15,882								\$ 22,689
PCOP									\$ 73,408	\$ 73,408
<b>Totals:</b>	\$ 390,865	\$ 536,931	\$ 157,853	\$ 89,390	\$ 68,059	\$ 37,233	\$ 13,690	\$ 153,620	\$ 73,408	\$ 1,521,049

<b>Units Provided:</b>	31954	68045	22492	10775						
------------------------	-------	-------	-------	-------	--	--	--	--	--	--

**This page intentionally left blank.**

# **COMPLIANCE SECTION**



State of New Mexico  
*OFFICE OF THE STATE AUDITOR*

**Hector H. Balderas**  
State Auditor

**Carla C. Martinez**  
Deputy State Auditor

**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***

Mr. Hector Balderas  
New Mexico State Auditor  
To the County Manager and County  
Commissioners Rio Arriba County  
P.O. Box 127 – Main Street  
Tierra Amarilla, New Mexico 87575

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, budgetary comparison for the general fund and the aggregate remaining fund information of Rio Arriba County (County), as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 9, 2011. We also have audited the financial statements of each of the County's nonmajor governmental funds, and the budgetary comparisons for the major capital project 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, 2011 as listed in the table of contents and have issued our report thereon dated November 9, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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 and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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

accompanying schedule of findings and questioned costs to be material weaknesses; see items FS 10-03, FS 10-04, FS 10-05, FS 10-06, FS 11-03, FS 11-04, FS 11-05 for the County.

A significant deficiency is a deficiency or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies; see items FS 09-01, FS 10-02, FA 10-02, FS 11-01, FA 11-01 and FS 11-02 for the County.

#### 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; see items FS 09-01, FS 09-05, FS 10-02, FS 11-02, FS 11-06 for the County and FS HA 10-02 and FS HA 11-01 for the Authority.

We also noted certain other matters that are required to be reported pursuant to Government Auditing Standards paragraphs 5.14 and 5.16, and pursuant to Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings; see items HA 10-02 and HA 11-01 for the Authority.

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

This report is intended solely for the information and use of the audit committee, management, others within the organization, County Commission, the New Mexico Legislature, New Mexico Department of Finance and Administration-Local Government Division, 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.

*Office of the State Auditor*

Office of the State Auditor  
November 9, 2011

# FEDERAL FINANCIAL ASSISTANCE



State of New Mexico  
**OFFICE OF THE STATE AUDITOR**

**Hector H. Balderas**  
State Auditor

**Carla C. Martinez**  
Deputy State Auditor

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON 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 of Rio Arriba County  
P.O. Box 127 – Main Street  
Tierra Amarilla, New Mexico 87578

**Compliance**

We have audited Rio Arriba County's compliance 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, 2011. 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 referred to above 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 identified in the accompanying schedule of findings and questioned costs 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 compliance requirements referred to above that are applicable to each of its major federal programs identified in the accompanying schedule of findings and questioned costs for the year ended June 30, 2011. However, the results of our auditing procedures disclosed instances of noncompliance with those compliance requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items FA 10-02 and FA 11-01.

**Internal Control Over Compliance**

Management of Rio Arriba County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit, we considered Rio Arriba County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Rio Arriba County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such

that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses in internal control over compliance. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiency in internal control over compliance that we consider to be significant deficiency as described in the accompanying schedule of findings and questioned costs as item FA 11-01. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 the responses.

This report is intended solely for the information and use of management, the County Commission, others within the organization, The New Mexico Legislature, the New Mexico Department of Finance and Administration-Local Government Division, the Office of the State Auditor, 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.

Office of the State Auditor

Office of the State Auditor  
November 9, 2011



STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2011

Schedule VIII  
Page 1 of 2

Federal Grantor/Pass Through - Grantor/Program Title	Federal CFDA Number	Pass Through Entity	Pass-Through Grantor's Number	Federal Expenditures
<b>U.S. Department of Agriculture Forest Service</b>				
Energy , Minerals and Naturals Resources Dept. Abiquiu FD	10.664	NM State Forestry	09-DG-11031600-084	\$ 22,212
Energy , Minerals and Naturals Resources Dept. Laguna Vista FD	10.664	NM State Forestry	09-DG-11031600-084	8,609
Energy , Minerals and Naturals Resources Dept. Velerde FD	10.664	NM State Forestry	09-DG-11031600-084	5,856
<b>Total U.S. Department of Agriculture Forest Service</b>				<u>36,677</u>
<b>U.S. Department of Agriculture</b>				
Secure Payments for States and Counties Section I	10.665	DFA	PL-110-343	1,007,046
Secure Payments for States and Counties Section III	10.665	DFA		-
Santa Fe National Forest	10.6xx	DFA		5,353
Carson National, Forest	10.6xx	DFA		6,277
USDA Forest Service	10.665	DFA	11DG11030200-008	9,982
USDA Foresty	10.665	DFA		30,000
<b>Total U.S. Department of Agriculture</b>				<u>1,058,658</u>
<b>U.S. Department of Housing and Urban Development</b>				
Low Rent Housing Program	14.850			101,369
Section 8 Housing Choice Vouchers	14.871			100,207
Capital Funding	14.872			16,545
<b>Total U.S. Department of Housing and Urban Development</b>				<u>218,121</u>
<b>U.S. Department of Justice</b>				
State Criminal Alien Assistance Program	16.606			20,530
<b>Total U.S. Department of Justice</b>				<u>20,530</u>
<b>Department of Transportation</b>				
Impaired Driving Demonstration Program	20.608			105,819
Operation DWI 11-AL-64-080	20.608			18,794
<b>Total Department of Transportation</b>				<u>124,613</u>
<b>U.S. Department of Health &amp; Human Services</b>				
Federal Aging Grant Title III Part B	93.044	NMAAA	2010-11 60024	49,105
Federal Aging Grant Title III Part C I	93.045	NMAAA	2010-11 60024	72,972
Federal Aging Grant Title III Part C II	93.045	NMAAA	2010-11 60024	39,807
Arra-2009 -Strengthening Communities	93.711			140,328
Federal - Commodities - Nutrition Service Incentive (NSIP)	93.053	NMAAA	2010-11 60024	74,447
Dept. of Health & Human Services Substance Abuse	93.276			47,966
<b>Total U.S. Department of Health &amp; Human Services</b>				<u>424,625</u>
<b>Dept of Homeland Security</b>				
Homeland Security Grant Program	97.042	DFA	45766	24,413
<b>Total Dept of Homeland Security</b>				<u>24,413</u>
<b>United States Department of the Interior</b>				
BLM - Brazos Fire Department	15.242			18,236
<b>Total United States Department of the Interior</b>				<u>18,236</u>
<b>US Department of the Army Engineer District</b>				
Law Enforcement, Abiquiu Lake	12.1xx			9,949
<b>Total of of the Department of the Army Engineer District</b>				<u>9,949</u>
<b>Total Federal Financial Assistance</b>				<u><u>1,935,821</u></u>

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2011

Schedule VIII  
Page 2 of 2

**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.

**STATE OF NEW MEXICO**  
 Rio Arriba County  
 Schedule of Findings and Questioned Costs  
 For the year ended June 30, 2011

**Section I- Summary of Audit Results**

*Financial Statements:*

- |   |           |
|---|-----------|
| 1. Type of auditors' report issued                                    | Qualified |
| 2. Internal control over Financial Reporting                          |           |
| a. Material Weakness identified?                                      | Yes       |
| b. Significant deficiencies not considered to be material weaknesses? | Yes       |
| c. Noncompliance material to the financial statements noted?          | Yes       |

*Federal Awards:*

- |   |                                     |
|---|-------------------------------------|
| 1. Internal control over major programs:  |                                     |
| a. Material weakness identified?  | No                                  |
| b. Significant deficiencies identified not considered to be material weakness?  | Yes                                 |
| 2. Type of auditor's report issued on compliance for major program  | 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:  |                                     |
| <u>CFDA Number</u>  | <u>Federal Program</u>              |
| 10.665  | Schools and Roads, Grants to States |
| 5. Dollar threshold used to distinguish between type A and type B programs:   | \$300,000                           |
| 6. Auditee qualified as low-risk auditee?   | No                                  |

**This page intentionally left blank.**

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

**Financial Statement Findings**

FS 09-01 (Revised and Repeated) Disbursement Irregularities (Significant Deficiency and Non-Compliance)

Condition:

Out of 403 disbursements totaling \$7,308,039 that were tested, 58 disbursements tested had purchases made without a purchase order being utilized prior to purchase for a total of \$661,102. An additional 15 disbursements were found to have been made utilizing a Direct Purchase Voucher (DPV) and not the required purchase order. The DPV is to be used in emergency purchasing situations of the County; however, the purpose of the disbursements identified did not meet that criterion. The total of the DPV utilized that did not meet the requirements of its use was \$347,728. Purchase orders are used to control cash and to authorize their purchase, while the DPV are to be used in specific instances such as shipping not included in the purchase order.

Additional items were noted during the test work of the County's disbursements as noted below:

- Three disbursements tested were found to have no quote attached to the purchase documents. The total amount of \$42,291.57 was not in compliance with the requirement per County policy.
- Fifteen disbursements tested were found to have no budgetary signature approving the compliance or availability of budgeted funds for the proposed purchase. The total amount of \$297,283 was not in compliance with the requirement per County policy.
- Two disbursements tested were improperly included in the current fiscal year. One invoice appears to not have been received in a timely manner and the other was presented when near due. The total amount of \$16,969 was not processed timely to be included in the proper fiscal year.
- One disbursement of \$248 was found to have been included in an incorrect account for the expenditure. Replacement purchase for an item that had been misplaced while in the Detention Center's care should have been included as an expenditure of operations instead of out of the restricted funds that was generated for use for the inmates as a whole.
- One disbursement of \$594 for travel and per diem was found to be incorrect. The calculation of the partial day, per State Statute, was based on incorrect hours and as a result there was an overpayment of \$10.
- Three disbursement vouchers totaling \$846 for travel and per diem did not have information in regards to hours to calculate accurate Per Diem and therefore it was indeterminable to test the compliance.
- One disbursement of \$3,901 for NM Gross Receipts Tax that was not properly included in the purchase order for the contracted amount for additions and modifications to the Coyote Senior Center. The staff was unable to locate the purchase requisition.

Criteria:

It is the County's Policies and Procedures that a purchase order be completed prior to making purchases except for specific exceptions. Purchase authorization and budgetary control is acquired through the completion of a purchase order for purchases, which is signed by an approved person giving authority for the purchase. Also the County's Policies dictate the proper intended use of the Direct Purchase Voucher, requirement of quotes, budgetary signature approval as well as the requirement of purchase requisitions. The County is required to follow 2.42.2 NMAC, the Travel and Per Diem Act.

Good accounting procedures as well as adequate internal control require that policies and procedures are followed for the proper recording of transactions.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Effect:

The lack of purchase orders as well as the inaccurate use of DPVs can have an impact on cash flow, as well as other transaction recording functions. The proper procedures not followed consistently by all staff for the quotation, capital assets and travel and per diem transactions due have an impact on recording of the transactions as well as the accurate reporting of such areas.

Cause:

The County personnel submitting the vouchers decided that an immediate purchase was needed and did not follow the proper procedure for making purchases. Also, for situations such as a contract or joint powers agreement, the personnel involved presumed that no purchase orders were required, even though it is a County policy to require such purchase orders. The County did not implement the corrective action plan in regards to prior year's finding.

Recommendation:

The importance of cash controls and adequate planning needs to be made clear to all personnel that will be making purchases for the County. Purchases that require a purchase order should be rejected and not paid without a letter authorizing the exception to the policy. The County should adhere to New Mexico Per Diem and Mileage Act.

Management's Response:

The County will enforce the policy that is implemented and may have to revise it, to ensure that everything is done to curb or stop this practice.

FS 09-05 (Revised and Repeated) Monies Not Reverted Timely to State – Uniform Unclaimed Property Act (Non-Compliance)

Condition:

During review of the stale dated checks for the Rio Arriba County Miscellaneous Account, we noted there were 6 outstanding checks with a total of \$656.46. The outstanding check amounts range from \$.01 to \$284.80. A similar review of the stale dated checks for the Rio Arriba County Taxes Account, we noted there were three outstanding checks with a total of \$1,943.70. The outstanding check amounts range from \$118.75 to \$974.25.

Criteria:

Pursuant to the provisions of the Uniform Unclaimed Property Act, Section 7-8A-2-A(11) NMSA 1978, the County is to revert property held to the State one year after the property becomes distributable.

Cause:

The County did not adequately monitor periodically to ensure the requirements of the Uniform Unclaimed Property Act are complied with. The County did not implement the corrective action plan in regards to prior year's finding.

Effect:

The County is not in compliance with Section 7-8A-2-A(11) NMSA 1978.

Recommendation:

We recommend that the County implement regular monitoring of its requirements to ensure that all monies are reverted timely as established by State Statute.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Management's Response:

The County will adopt a policy to ensure the correct procedure is done yearly to revert money to the state.

FS 10-02: (Revised and Repeated) Inaccurate reporting of Fringe Benefit- Use of the County Vehicles for Personal Use (Significant Deficiency and Non-Compliance)

Condition:

During the compliance test we performed in regards to the County's responsibility to report the fringe benefits to the IRS pertaining to personal use of the County provided vehicles by the employees; we noted that out of eight employees who had the permission to use the vehicle for personal use, seven made use of it. We reviewed the mileage reporting process of the seven employees and noted that the process was inconsistent as below:

- Only one out of seven employees consistently provided a mileage log to the payroll department during the entire fiscal year.
- One out of seven employees did not provide a mileage log to the payroll department during the entire fiscal year.
- One out of seven employees did not provide the mileage log during the first half of the fiscal year; however, this employee did provide the log for the second half of the fiscal year.
- Four out of seven employees sporadically provided the mileage log during the fiscal year.

Based on the above method of reporting by the employees to the payroll department, the County then computed the fringe benefits amount on the W-2's as below:

- When mileage information was reported by the employee, the amount computed for the W-2 reporting was based on actual miles.
- When the actual mileage information was not reported by the employee, the amount to be reported on W-2 was computed using a formula which multiplies number of days worked by the employee into the distance to and from the home of the employee to the employee's place of duty and then multiply it by the mileage rate. The formula assumes that the employees did not use the vehicle for the personal use other than coming to work and going back to home, once a day, for each day that the employee in question worked. Based on the use of this formula, it was indeterminable whether the amounts reported would agree to the amounts based on actual use, had the actual mileage information was available.

Further, based on review performed as described above, we noted following:

- The mileage rate which should have been used to compute the amounts to be reported on W-2 as per IRS guidelines were \$.50 cents for 2010 and \$.51 cents for 2011. However, the County used the rate of \$.51 cents for July and August 2010, \$.50 cents from September 2010 through February 2011, and \$.51 cents from March 2011 through June 2011. Because of incorrect use of the mileage rate for the months of July and August 2010 and January and February of 2011, the amounts reported were incorrect for those months and were not subsequently corrected to reflect the correct mileage rate
- Certain vehicles exceeding IRS guidelines in regards to the vehicle's value might have required reporting different amounts of fringe benefit than the amounts computed using cents per mile method. However, the County did not evaluate applicability of this requirement.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

- There is no written policy covering the use (and the reporting of it) of the County vehicles used by the qualified employees for personal use. There is no mechanism in place as to the employee's acknowledgement of mileage used or certification of the mileage used which could then be used to compute the fringe benefits.

Criteria:

Pursuant the State Audit Rule 2.2.2.10.H(2), which addresses IRS Employee Income Tax Compliance Issues; Internal Revenue Service Publication 15-B, published December 3, 2009; and Anti-Donation Clause of the State of NM Constitution(Article 9, Section 14).

Cause:

The employees who are allowed to use the County vehicles for personal use are either not providing the mileage log or sporadically providing a completed log to enable the County report accurate fringe benefits on W-2's. The County did not implement the corrective action plan in regards to prior year's finding.

Effect:

The County is not in compliance with the IRS guidelines in regards to reporting the fringe benefits. The amounts of fringe benefits are underreported or overreported depending upon each employee's use of the vehicle for personal use. The IRS may assess penalty due to underreported fringe benefits. The underreported amounts further violate the Anti Donation Clause of the State of NM Constitution. (Article 9, Section 14)

Recommendation:

The County should have a written policy in place in regards to personal use of County Vehicles. The County needs have a mechanism in place to monitor such use and/or require the employees to maintain a usage log and report the personal use. The reportable amounts of fringe benefits needs to be based on actual usage based on documentation such as a logbook. The County should use IRS guidelines to compute the amounts reported as fringe benefits.

Management's Response:

The County will adopt a policy with the procedure and requirements for the take home vehicle usage. The County will audit the mileage calculations in December and June to ensure proper deductions are made. Any errors will be adjusted at the time of audit.

FS 10-03: (Revised and Repeated) Bank Reconciliations do not agree with General Ledger (Material Weakness)

Condition:

During our review of the Chart of Accounts and the Bank Reconciliations, we noted that the County has one account called "Cash" in their General Ledger to account the activities of the bank accounts, investments and petty cash as listed below:

1. One checking account with Community Bank used for the operating activities of the County
2. Ten Certificate of Deposits with Valley National Bank – Investments
3. One Certificate of Deposit with Century Bank – Investment
4. One Reserve Contingencies Fund account with the NM State Treasurer – Investment
5. Petty Cash



STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

The total cash balance per the General Ledger of the County as of June 30<sup>th</sup>, 2011 was \$36,970,798 which did not agree with the total of book balances per bank reconciliations of the individual bank and investment accounts of \$36,890,712 with a difference between the two of \$80,086. Further, the operating account of the County, referred to as the "Miscellaneous Account" by the County, has two bank reconciliations; one provided by the Finance Department and another by the County Treasurer. The two reconciliations have a difference of \$80,086, which is not reconciled.

Criteria:

Good accounting practice requires that the total of reconciled balance per book of individual accounts should agree with the cash balance per the General Ledger. Pursuant to the provisions of the Public Monies Act, Section 6-10-2 NMSA 1978 the cash record shall be balanced daily so as to show the balance of public money on hand at the close of each day's business.

Cause:

The County has not identified and reconciled the differences between the total of reconciled balance of individual bank and investment accounts and the total cash balance per General Ledger. The County did not implement the corrective action plan in regards to prior year's finding.

Effect:

The General Ledger cash balance doesn't reconcile with the total of individual bank account reconciliations. The County is not in compliance with the provisions of the Public Monies Act, Section 6-10-2 NMSA 1978. Monies in various accounts with various Banks and the State Treasurer are commingled into one cash account in the General Ledger which doesn't reconcile and therefore makes it difficult to keep track of and is susceptible to mismanagement and fraud.

Recommendation:

The County needs to identify and reconcile the differences between the total of reconciled balance per individual accounts to the total cash balance per General Ledger each month. In addition, it is not required, but may help, if the individual bank and Investment accounts are set up separately in the General Ledger.

Management's Response:

The County will have Finance and Treasurers reconcile the differences. Starting July 1<sup>st</sup>, 2011 the general ledger and the Treasurer's report will agree and a unified reconciliation will be done by both departments.

FS 10-04: (Revised and Repeated) Inaccurate Reporting of Cash (Material Weakness)

Condition:

During our test work in regards to follow up of the prior year's findings, we noted that in prior fiscal year, the County had failed to report \$154,000 it had with The Bank of New York Mellon (BNYM) which pertained to a reserve account as required by the covenants of the Series 200 GRT Revenue Bond. We noted during our review of this account that during the fiscal year 2011, the New Mexico Finance Authority (NMFA), in their capacity as the overseer of the bond debt, had transferred the reserve account from BNYM to NMFA. The County personnel were not aware of this transfer. However, this reserve account and the balance therein were (again) not reported by the County as of June 30, 2011 either with the BNYM or NMFA. The account had a balance of \$154,167 as June 30, 2011 including interest earned during the year.

STATE OF NEW MEXICO  
 Rio Arriba County  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2011

Criteria:

Management must ensure that all transactions and balances, including cash and investments belonging to the County, are included in the financial statements of the County.

Cause:

The County did not keep track of the bank account which was reported in the financial statements as of June 30, 2010. The County did not implement the corrective action plan in regards to prior year's finding.

Effect:

A bank account not shown in the books is susceptible to fraud and mismanagement. Upon auditor's review, a material adjustment to the financial statements for the year ending June 30, 2011 was required to correct this discrepancy.

Recommendation:

The County Management should be diligent about monies belonging to the County and should ensure that it is reported in the financial statements.

Management's Response:

The County will list the reserve fund cash balance on the Treasurers report and on the General Ledger. Monthly statements will be e-mailed from NMFA.

FS 10-05: (Revised & Repeated) Inaccurate Reporting of Debt and Related Cash Reserve Account (Material Weakness)

Condition:

During our review and test work related to the Debt area, we noted the following:

- (1) The County had entered into a loan agreement for \$1,000,000 with New Mexico Finance Authority (NMFA) and the North Central Solid Waste Authority (NCSWA) during fiscal year 2007 wherein the loan proceeds went to the NMSWA; however, the County pledged its Gross Receipt Tax (GRT) revenues to pay for this loan. The County did not record this loan liability in the books and also did not record the payments which have been made for the past five years by way of intercepted GRT revenues of the County. Also, there is a cash reserve account of \$100,000 with NMFA in regards to this loan. This reserve account was required under the loan agreement; however, it was also not recorded in the County's books. The loan balance and the cash reserve account required a material prior period adjustment to the financial statements of the County. The following schedule shows the amounts paid toward the principal and interest until the end of fiscal year 2011.

<u>Fiscal</u> <u>Year</u>	<u>Principal</u> <u>Paid</u>	<u>Interest</u> <u>Paid</u>	<u>Total</u> <u>Paid</u>	<u>Balance at</u> <u>Year End</u>
2007	30,650	10,204	40,854	969,350
2008	124,196	39,234	163,430	845,154
2009	132,961	30,562	163,523	712,193
2010	137,655	25,855	163,510	574,538
2011	142,551	20,944	163,495	431,987

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

- (2) The County had entered into a loan agreement in fiscal year 2010 for \$153,850 with USDA for the purchase of a fire truck. The payments toward the loan were directly intercepted from the state fire allotment revenues as required under the loan agreement. The County did not record the loan liability and the payments made towards paying off the loan in fiscal year 2010. The amount paid towards the principal and interest in FY 2010 was \$19,000 and \$7,400 respectively. The loan balance as of June 30, 2010, was \$134,850, which required material prior period adjustments to the financial statements of the County.

It appears that the County does not have appropriate internal control structure to record loan transactions and the respective long term liabilities, and the payments made by way of intercepted payments made from the County's pledged revenues. Due to the prevalence of such unrecorded liabilities and payments towards the loans and the lack of internal control structure which would allow timely and appropriate recording of such transactions, the auditors are unable to determine whether the debt amounts reported by the County in the governmental activities and the notes to the financial statements are materially correct.

Criteria:

Management must ensure that all debt and commitments as well as payments made towards paying off such debt and commitments are recorded in their books and disclosed in the financial statements of the County in a timely and accurate manner.

Cause:

Per the Finance Department, they were not aware of the loan agreements and the payments made by way of intercepted payments made from the County's revenues.

Effect:

The County's debt was understated since 2007 and 2010 by the respective remaining balances at each year end pertaining to the NMFA and USDA loans. The payments made toward these loans, and the revenues which were intercepted to pay for these loans, were not reported in the County's books. Material prior period adjustments were required to the financial statements of the County. The auditors were unable to opine whether the debt amounts reported by the County in the governmental activities and the notes to the financial statements were materially correct.

Recommendation:

The County needs to implement internal controls to ensure that transactions of debt, loans, and commitments, as well as the payments made towards paying off such liabilities are recorded in the books and reported in the financial statements in a timely and accurate manner.

Management's Response:

The County will list all debt. The liabilities will be recorded in the books and reported in the financial statements in a timely manner. The County will make sure all proper paper work is submitted to the Finance Department to ensure proper recording of debt.

FS 10-06 (Revised and Repeated) Capital Assets not Accounted for Properly (Material Weakness)

Condition:

During our review of capital assets area of the County's records, we noted following matters:

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

- (A) In review of the 20 items randomly selected for physical observation from the Capital Assets Listing provided to the auditors, and 11 items randomly selected to be traced from the floor to the Capital Assets Listing, we noted following:
- One item, a grader with an original value of \$203,550 and depreciated value of \$20,355 could not be located by the County. This item had been on the capital asset listing since 1993.
  - Four items with the total original value of \$195,729 which were completely depreciated were found to have been disposed of in prior years. However, neither they were removed from the capital assets listing nor the State Auditor's office was notified in regards to such disposal.
  - One item, a truck purchased for \$107,825 in FY 2011 was selected in the floor to list trace test. We noted that it was not capitalized or depreciated and was not on the capital assets list as it should have been.
  - One item, an ice maker purchased for \$5,134.37 in FY 2011 was selected in the floor to list trace test. We noted that it was capitalized; however, it was not depreciated.
  - One item, a Ford Ranger truck selected for list to floor observation had an incorrect tag number. Upon further inquiry, we noted that an identical truck had the tag number belonging to the truck selected for the test. It appeared that the tags were erroneously switched when attached initially on both trucks.
  - One item, a Dodge Police Charger purchased by the County for \$33,090 in FY 2011 was selected randomly for the list to floor test. The vehicle was found to be not in use and parked at the County Sherriff's home. The vehicle was found with two other identical vehicles at the same location, which were also purchased at the same time. It was explained to the auditors that the Chargers did not have the required two-way radio installed yet, and the Sherriff made the decision to park these vehicles at his home due to safety concerns of the officers until such radios were installed.
- (B) We noted that the County's management had assured the auditors at the beginning of the audit fieldwork that a thorough observance and cross checking of the County's capital assets had been conducted during the year as a result of prior years' finding. However, upon auditor's review, it did not appear that such thorough observation of the County's assets had occurred. The management has conceded in a subsequent discussion that the observation process did not occur the way they initially stated. Upon further discussion with the Management, it was noted that the County had started the current Capital Assets Listing based upon a previous version it had prior to 1988; however, the list had been not verified ever by way of physical observation of all assets on the list.
- (C) Upon analytical review of the Capital Assets Listing and the Depreciation Schedule, we noted that:
- The County does not consistently follow the policy to depreciate assets in the year it was capitalized. Some items have been depreciated, as it should have been in the year of purchase; however, some were not. There were too many items with inconsistency and therefore it was impractical and indeterminable for the auditors to compute an amount of depreciation adjustment which would be required to correct the issue.
  - The County does not consistently follow the policy of whether to capitalize the asset when purchased. As noted during the floor to list test work, a truck purchased for \$107,825 during FY 2011 was not capitalized for unknown reason. It was indeterminable how many such items were not capitalized in current and prior years, if any.
  - The County does not consistently follow the policy of not capitalizing items which are below the threshold of \$5,000 by itself or in aggregate. Similarly, it does not always capitalize items which are below the threshold of \$5,000 by itself, but above the threshold in aggregate. It was indeterminable how many such items are incorrectly capitalized and incorrectly not capitalized.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

- The accumulated depreciation for some items at the yearend did not become opening accumulated depreciation for the following year in the Capital Assets Module of the Vision System. For such items, we further noted that the system did not compute the depreciation for the current year. The County identified such difference of \$193,222 between closing balances of 6-30-2010 and opening balance of 7-1-2011 which was then adjusted; however, it appears that there may be uncorrected items in previous yearends' balances; and the prevalence and amount of such discrepancies were indeterminable.
- (D) The County had not shown land parcels of \$1,715,853 in the capital assets listing which were acquired in prior years. An adjustment was made in current year to add these parcels in the capital assets.
- (E) The County erroneously capitalized and depreciated land improvements of \$225,954 in prior year. The item should have been shown as Construction in Progress (CIP) because it was not yet ready to be used. An adjustment to Land Improvements, CIP and depreciation was required.
- (F) The County commingled Water Rights of \$90,674 with Land Improvements and Infrastructures. An adjustment was made to show this class of asset separately. It was indeterminable whether more of such water rights are commingled with other assets.

Based on conditions noted above in aggregate, the auditors were unable to opine whether the capital assets and the respective depreciation amounts stated in the governmental activities and the notes to the financial statements are materially correct.

Criteria:

Section 12-6-10(A) NMSA 1978 requires the County to conduct annual inventory of movable chattels and equipment on the inventory list at the end of each fiscal year and provide certification of such to the auditors. The County is required to notify the State Auditor of any asset disposal in accordance with the Sections 13-6-1 (B) (2) and Section 13-6-2 NMSA 1978. Good accounting practices require consistent application of capitalization and depreciation policy.

Cause:

The County did not implement the corrective action plan in regards to prior year's finding. The capital assets are not observed annually by the County as required. The County lacks a thorough capital assets and depreciation policy. The County has not been diligent in comparing the list of active items on the capital assets listing and removal or transfer of the assets on the County-wide capital assets list. The County is not consistent in regards to following the threshold of capitalizing assets. The capital assets listing is not reviewed and corrected for discrepancies in regards to accumulated depreciation amounts transposed from one year to the next.

Effect:

The County is not in compliance with Section 12-6-10(A) NMSA 1978; Sections 13-6-1 (B) (2) and Section 13-6-2 NMSA 1978. The missing assets are a loss to the County and the County's financial statements are overstated by the net value of the missing assets. There may be other such assets missing, which were not part of the auditor's test work. The auditors were unable to opine whether the capital assets and the respective depreciation amounts reported by the County in the governmental activities and the notes to the financial statements were materially correct.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Recommendation:

The County must physically observe all capital assets on its capital assets listing thoroughly. The assets not found should be deleted after appropriate investigation as to why the asset could not be found. The County should cross check the assets which exist but are not on the capital assets listing and make appropriate additions to the list. The depreciation schedule should be reviewed for discrepancies and adjusted appropriately when necessary. The County must consistently apply its policies of what to capitalize, when to capitalize and how and when to depreciate its assets. Disposal of assets should be recorded in a timely manner. County should ensure that the custody of County's assets remains within the County's facilities. The County must submit timely notification of disposals to the Office of the State Auditor as required by the statute.

Management's Response:

From this point forward more than one person will need to perform an annual inventory thoroughly to make sure all items have been tagged and accounted for. As for the capital assets and depreciation policy, the county adopted a Fixed Asset policy on January 10, 2011. It has been asked upon to all directors that they need to turn in the proper paper work so that the Fixed Asset Department can track the asset properly.

The County will advise all Elected Officials to properly store all capital assets in a secure location on the County compound.

FS 11-01: Delinquent Property Taxes Outstanding (Significant Deficiency)

Condition:

During a cursory review of the delinquent property tax listing it was noted that out of fifteen employees and administrators that were cross checked for their name on the delinquent taxes list, ten were delinquent in the payment of their property taxes including a county management personnel. There was a total of \$3,604 in delinquent property taxes identified related to these individuals ranging from \$12 to \$1,214 for the tax periods of FY 2000 through the current tax year of 2010. Three of the individuals have not paid their taxes in over three years, which indicates foreclosure proceedings should have been initiated for payment. The records also showed \$776 in property taxes due from the County itself. It was further noted that several of the delinquent property taxes were due from organizations that could have been easily contacted by phone or using their websites.

Further, we noted that the County Assessor's office receives back approximately 2,800 notices of valuation of property annually as undeliverable mail, which they maintain a record of. Similarly, the Treasurer's office also receives back property tax bills as undeliverable mail; and it appeared that the Treasurer's office has implemented a system of printing a report of returned mail beginning 2011. However, the returned mail report or other delinquent taxes reports are not used to identify the County employees who are delinquent in their property tax dues.

It appears that there is a lack of effort on the part of the County in identifying and contacting delinquent property tax payers who are County employees. It appears that the overall process of delinquent property tax collection has room for improvement.

Criteria:

The County personnel policy prohibits employees of the County to engage in conduct which is damaging to the County or to the County employee's reputation. Further, the policy emphasizes that it is important to avoid even the appearance of unethical behavior. Therefore, all employees of the County, including individuals who work in the areas related to property taxes, recording of payment, setting property values, or maintaining the records related to ownership needs to remain current in their tax obligations to the County. The processing of

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

returned mail, and identifying and contacting the delinquent property tax holders is imperative in ensuring that a sincere effort is taking place in collecting taxes due.

Cause:

The delinquent taxes schedule and the returned mail list with the details, such as names, is not being reviewed at present to identify the County employees or related parties to enhance the collection effort of delinquent taxes.

Effect:

The County is not collecting all revenues from available resources, and as a result, the employees who do not pay their taxes within ten years will no longer be shown as owing the property taxes. They could in effect receive a benefit from the state when the tax obligation is removed from the records of tax receivable at the end of 10 years as required by state law. County is not being prudent as a fiduciary agent in collecting the revenues on behalf of the beneficiaries. When employees do not remain current in payment of their obligation, it could lead to a fraud by way of manipulation of the records to reduce or even remove the obligation due to the County by an employee.

Recommendation:

The County should develop a policy and procedure that enhances the processing of returned mail and maintaining the record thereof. It should also require that there is a process in place to verify that the record of the property owners in the County Treasurer office agrees with the current property owner of record at the County Clerk's office. Delinquencies should be reviewed at least semi-annually for amounts due from employees, management personnel, those charged with governance, related parties, and others, to help ensure the taxes are being paid timely to the County.

Management Response:

The County Treasurer's office will implement an internal policy which will assist in identifying and collecting outstanding property taxes owed by county employees to prevent any additional tax liabilities from being paid untimely. The internal policy will state that the practice is prohibited as per county personnel policy. The delinquency listing will be reviewed semi-annually and cross referenced using a list of county employees provided by the Human Resource Department. Every effort will be made by the County Treasurer's office to prevent any fraud by manipulation of the records to reduce or remove the obligation due to the County by an employee by enforcing the policy indicated.

FS 11-02: Incorrect Wages Payments (Significant Deficiency and Non-Compliance)

Condition:

During our test work of payroll, we noted that for two out of ten employees' pay stubs tested, the amount of actual time worked at the hourly pay rate shown did not recalculate accurately with the gross pay. One employee was overpaid by \$26.40 per pay period and the other was overpaid by \$20.62 per pay period. This also caused a proportionate overpayment and deductions of the relevant PERA, RHC and payroll taxes. None of the overpaid employees reported the error to the County in a timely manner.

Upon further inquiry, we understood from the Payroll and Management personnel that the transition to move from 24 pay period annually to the 26 pay periods (bi-weekly) annually was not set up accurately in the Payroll module for the employees who had change in their classification during the year. The overpayment situation was corrected by the end of the fiscal year by adjusting the pay of the overpaid employees until such overpayment was recouped.

STATE OF NEW MEXICO  
 Rio Arriba County  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2011

Criteria:

Good internal controls require accurate calculation of wages. The County's Human Resources Manual, Section 17.7, states "The County takes every measure to ensure that the payroll is processed correctly. To help the payroll department ensure that the payroll is accurate, employees are expected to review each paycheck carefully, and immediately report suspected errors to the payroll department." IRS, PERA and NM Tax and Revenue Department require that payroll taxes and contributions are reflective of accurate wages.

Cause:

The County had not correctly set up the salary or pay rate for certain employees in the payroll module of the Vision System at the beginning of the transition from 24 pay periods to the 26 (bi-weekly) pay periods. None of the overpaid employees alerted the payroll department of the incorrect rates in a timely manner.

Effect:

The financial impact to the County is not easily determinable. However, the situation was remedied beginning the 23rd pay period, before the end of the fiscal year, by reduction to the wages for the remaining pay periods of the fiscal year to ensure the annual amounts of wages are accurate. The County may not be in compliance with IRS, NM Tax and Revenue Department and PERA requirements.

Recommendation:

The County should periodically compare pay rates on the personnel file with actual pay stubs, and review the paystubs to ensure that the pay rate, gross pay and deductions etc are accurate.

Management's Response:

The County will review payroll journals periodical to ensure proper recording on the pay stub. The County has changed the procedures in the payroll from a 24 pay period to a 26 pay period to ensure all hours are being paid correctly.

FS 11-03: Incorrect Recording of Loan (Material Weakness)

Condition:

During our test work of expenditures, we noted that there were significant amounts paid to the Internal Revenue Service (IRS) and NM Tax and Revenue Department (NMTRD) as below that did not appear to be routine payments.

<u>Date</u>	<u>Paid to</u>	<u>\$</u>
5/3/2011	IRS	169,861.49
6/2/2011	NM TRD	184,343.35
	Total paid	<u>354,204.84</u>

Upon further inquiry, we noted that the amounts were paid to the payees listed above on behalf of the North Central Solid Waste Authority (the Authority); however, the amounts were actually recorded as an expense of the County towards payments of "Claims, judgments and settlements".

Further, during our review of the subsequent period expenditures, we noted that significant amounts were paid to the General Services Department (GSD) as below, towards delinquent insurance premiums for the Authority's employees that also did not appear to be routine payments. These amounts were recorded as an



STATE OF NEW MEXICO  
 Rio Arriba County  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2011

expense of the County as payments towards "Other Operating Cost"; however, the payments were made by the County on behalf of the Authority.

<u>Date</u>	<u>Paid to</u>	<u>\$</u>
7/28/2011	GSD	485,000.00
7/28/2011	GSD	215,262.31
	Total paid	<u>700,262.31</u>

After inquiries of the management, we understood that there was a loan agreement signed between the County and the Authority for \$1,054,204 (the total of the four transactions above) wherein the County had agreed to pay the amounts in question on behalf of the Authority, and it was meant to be considered as a loan from the County to the Authority. We also noted that the loan agreement was signed on June 30, 2011; however, \$354,204 of the loan was given prior to signing of the loan agreement. We reviewed the loan agreement and noted the following:

- The loan is an interest free loan.
- There is no definite schedule of when the repayments will begin. The agreement clause requires a meeting of the parties on June 1, 2012 to review financial status of the Authority and further determine the repayment plan at that time.
- There is a clause in the loan that at the County's discretion, the loan may be forgiven at any time.

Considering the clauses of the loan agreement, and the financial outlook of the Authority as per discussion with the County personnel, it does not appear that the County will be able to recover \$1,054,204 anytime soon, if at all.

Criteria:

Good accounting practices and Generally Accepted Accounting Principles (GAAP) require proper classification and recording of financial transactions. The expenses recorded for the transactions in question should have been recorded as a loan (an asset), rather than being written off as an expense.

Cause:

The County did not record the transactions in accordance with GAAP or correct it with an adjusting journal entry.

Effect:

The County's cash flow has been adversely affected by the amounts paid on behalf of the Authority. It is unclear when the County will be able to recover this loan, if at all. The County's financial statements had to be materially adjusted after the auditor's review. Inaccurate classification and recording of such transactions is misleading to the users of the financial statements and the audit report. The County is susceptible to fraud due to such practices.

Recommendation:

The County should ensure that each transaction is classified and recorded in accordance with the GAAP. The County should closely monitor the financial management of the Authority and make every effort to recover the loan. The County should ensure that such loan agreement is in place prior to or at the same time the loan is given and not *after* the loan is given.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Management's Response:

The County will ensure that the Director of Finance or to the Assistant Director of Finance receives any loan or commitment documents in order to book such expenditures. The County will ensure that the proper paper work is submitted to be in compliance with GAAP.

FS 11-04: Incorrect Recording of Transfer within Cash and Investment Account (Material Weakness)

Condition:

During review of the cash and investment accounts, it was noted that \$80,652, the total amount STO-LGIP Fund Investment (#4101) that had been withdrawn to close the account by the County during FY 2011. Upon further review, we noted that the transaction of the transfer was recorded as revenue rather than a transfer within the Cash and Investments account. No adjusting journal entry was prepared and recorded by the County to correct the error.

Criteria:

Generally Accepted Accounting Principles (GAAP) and good internal control structure require that monies received or transferred are coded into the appropriate accounts for financial reporting purpose.

Cause:

The County did not properly code the monies transferred from the LGIP account into the Miscellaneous Account. Instead of treating it as a transfer within Cash and Investments, the transfer was recorded as revenue.

Effect:

The County's revenues were overstated by \$80,652. The financial statements required a material adjustment as a result of auditor's review.

Recommendation:

We recommend that the County follow GAAP when recording transactions. When errors are made, adjusting journal entries with an appropriate supporting documentation should be made in a timely manner in order to have accurate financial statements.

Management's Response:

The Treasurers will follow the direction of Finance to ensure the proper journal entry is recorded to ensure the correct transaction for investments to cash is made. As of July 2011 the transaction has been corrected. The Finance is trying hard to work with the Treasurers to insure proper coding of monies transferred.

FS 11-05: Approval of Journal Entries (Material Weakness)

Condition:

A review of the Journal Entries disclosed that approvals were not documented prior to entries being posted. We did not see *any* approval on 15 journal entries that were reviewed.

Criteria:

Good internal controls requires that to deter management override of controls, all journal entries should be approved by someone separate and of a supervisory authority from the person who prepares and post them in to the accounting system. Documentation should show who prepared, approved and posted the journal entries.

Cause:

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

The County's policy does not require that journal entries have prior approval before posting.

Effect:

An individual could create and post a journal entry which was incorrect or they could intentionally change the amounts in the accounting system, resulting in the Financial Statements being intentionally manipulated and/or misstated by the management or an employee.

Recommendation:

We recommended that the County develop a policy and procedure that has adequate checks and balances to ensure that it physically requires at least two separate people to review and approve any Journal Entry to ensure they are necessary and correct.

Management Response:

The County will adopt a policy and procedure to implement a journal entry.

All Journal entries are reviewed by the Director of Finance or the Assistant Director of Finance, but no formal acknowledgment was recorded, but from this point forward we will have our initials on all Journal Entries.

FS 11-06: Quarterly Reporting Not Submitted as Required (Non Compliance)

Condition:

During our review of the grant contracts for compliance and contractual obligations, we noted one out of five that we tested had not met the required compliance requirement. The memorandum of agreement (MOA) for \$2,000,000 between the New Mexico Department of Health (DOH) and Rio Arriba County required the County to submit quarterly reports to DOH for the progress achieved under this agreement. The required quarterly reports were not submitted during the entire grant agreement period, which was approximately from July 1, 2009 to June 30, 2011.

Criteria:

Pursuant to the provisions of the Memorandum of Agreement (MOA) the Entity is to submit quarterly reports to the Department of Health for services provided during the contract period.

Cause:

The staff was not aware of the compliance requirements outlined in the MOA.

Effect:

The County is not meeting the compliance requirements per the MOA. The potential impact for the County could be that the funding may be withdrawn or reduced due to the non compliance.

Recommendation:

The County should regularly monitor its grant agreement requirements to ensure that all compliance and contractual obligations are met in a timely and accurate manner.

Management's Response:

The County will ensure all grant requirements are met. The County will provide training on grant management.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

**Federal Award Findings**

FA 10-02: (Repeated) Lack of Conflict of Interest Statements (Significant Deficiency)

CFDA # 10.665, "Schools and Roads – Grants to States"  
USDA Forest Service

Condition:

During our follow up on prior year's findings, it was noted there are no conflict of interest statements for individuals with responsibility for procurement of goods and services.

Criteria:

Strong internal controls over procurement and disbursements require conflict of interest statements for individuals with responsibility for procurement of goods and services to be completed and reviewed for any possible conflicts, related parties and other biases; in order to protect the procurement process.

Cause:

The County had been aware of this requirement since it was a finding in prior year; however, the County did not implement the corrective action plan in regards to prior year's finding.

Effect:

Federal grant award funds have been disbursed without conflict of interest statements in place. Without such control, it is difficult for the County to be certain that the procurement process was performed without bias or without preferential treatment given to vendors. The lack of such control can jeopardize future federal funding and decrease the reliability of the bid process.

Recommendation:

The County should immediately enact the use of conflict of interest statements for individuals with responsibility for procurement of goods and services. The conflict of interest statements should be reviewed by an individual(s) independent of the procurement process for possible conflicts and appropriate action should be taken to ensure the conflict and related individual are not part of that particular procurement(s). The County should also communicate that any violation of the conflict of interest statements (failure to disclose, etc) will not be tolerated.

Management's Response:

The County will adopt a Conflict of Interest Form/Policy by the end of January 2012. The Document is currently under review.

FA 11-01: Incorrect Schedule of Expenditures of Federal Awards (SEFA) (Significant Deficiency)

Condition:

During our review of the SEFA prepared by the County, we noted that there were six different grants that were not properly reported as federal expenditures in the SEFA. Based on our review, the total amount required to be added to the SEFA was \$235,228, which is 14% of the total expenditures on the SEFA. There does not appear to be appropriate controls in place that would detect expenditures that should be presented on the SEFA.

Criteria:

As per OMB Circular A-133, Subpart C Section .300 Auditee responsibilities, the auditee is responsible for identifying, in its accounts, all Federal awards received and expended and the Federal programs under which

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

they were received. Federal program and award identification shall include, as applicable, the CFDA title and number, award number and year, name of the Federal agency, and name of the pass-through entity. Auditees are also responsible for maintaining internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. Furthermore, the auditee is responsible for preparing appropriate financial statements, including the schedule of expenditures of Federal awards in accordance with § C.310.

Cause:

The County did not monitor the source of grant monies in question and did not verify whether expenditures from grants with certain CFDA number were required to be reported on the SEFA. The County does not appear to have appropriate internal controls in place which would identify every Federal grant that should be reported as Federal expenditures on the SEFA.

Effect:

The County is not in compliance with Circular A-133, Single Audit requirements described in the criteria section. The SEFA had to be revised by the County after the Auditor's review. The prevalence of such non compliance appeared to have been occurred in prior years, however, the extent of it, effect and the amounts are impractical to determine.

Recommendation:

The County should develop a policy and related procedures to ensure grants subject to the A-133 Act, whether received directly or through a pass through agencies, are identified and the expenditures thereof are reported in the SEFA.

Management Response:

The County will now list all monies with a CFDA number on the SEFA Form. This has been corrected, every grant is reviewed for CFDA numbers and a file has been started for the SEFA.

FS HA 10-02 – Noncompliance with Federal Per Diem Rates (Housing Authority)

Condition

During compliance testwork, we noted two instances out of two (only two per-diem payments made during the year) that exceed the allowed federal rate. Two employees were paid \$320.75 each for an out of town conference, for a total of \$641.50. This payment was miscalculated based on Federal amounts. The Federal per diem regulations allow for a maximum of \$302 for that specific trip for each employee, for a total of \$604. The total overpayment was \$37.50.

Criteria

41 Code of Federal Regulations, Chapters 300 through 304 prescribe the allowed per diem and meals and incidental expenses amounts. United States General Services Administration (USGSA) provides the rate allowances by location.

Cause

The Housing Authority was properly using the federal per diem rates, but unintentionally miscalculated the last day of travel by applying the 75% requirement to the per diem rate instead of the meals and incidental expenses rate.

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

Effect

Although the noncompliance was immaterial, future material federal noncompliance could jeopardize future federal funding.

Auditor's Recommendation

As the Housing Authority uses federal funding for travel and related per diem payments, the federal per diem regulations should be adhered to. The Housing Authority should continue to access the USGSA website prior to travel to obtain the most current per diem allowances by location and ensure per diem is properly calculated according to the trip taken.

Management response

While using the federal per diem rates, the last day of travel was inadvertently miscalculated and included the per diem rate instead of the meals and incidental expenses rate. Therefore; the Housing Authority will review the USGSA website prior to future travel and will obtain the most current per diem allowances as required. The Housing Authority employees will re-pay \$18.75 each for a total of \$37.50 in reimbursement for over payment.

FS HA 11-01 – Noncompliance Annual Inventory Requirements (Housing Authority)

Condition

During capital asset testwork, we noted the required annual inventory had not been performed for FY 11 by the Housing Authority.

Criteria

According to 2.20.1.16 NMAC, at the end of the fiscal year, each agency shall conduct a physical inventory of its fixed assets under the control of the governing authority. The results of the physical inventory shall be recorded in a written inventory report, certified as to correctness and signed by the governing authority of the agency.

Cause

The Housing Authority overlooked performing the required inventory.

Effect

Noncompliance with state law and failure to identify assets no longer in existence that required removal from capital assets and accumulated depreciation.

Auditor's Recommendation

The Housing Authority should have a mechanism in place that alerts them to when and how the annual inventory should be performed in accordance with 2.20.1.16 NMAC.

Management response

A yearly reminder will be implemented on office calendar for Disposition of property by fiscal year end, insuring all fixed assets being recorded and properly documented. A written report will be presented to the Board of Directors yearly for review and approval.

STATE OF NEW MEXICO  
 Rio Arriba County  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2011

**Section IV – Prior Year Audit Findings**

**Primary Government:**

FS 09-01	Disbursements Made Without Purchase Order	Repeated/Revised
FS 09-05	Monies Not Reverted Timely to State – Uniform Unclaimed Property Act	Repeated/Revised
FS 10-01	Monies Not Deposited with 24 Hours	Resolved
FS 10-02	Inaccurate Reporting of Fringe Benefits	Repeated/Revised
FS 10-03	Bank Reconciliations do not agree with General Ledger	Repeated/Revised
FS 10-04	Inaccurate Reporting of Cash	Repeated/Revised
FS 10-05	Inaccurate Reporting of Debt and Related Cash Reserve Account	Repeated/Revised
FS 10-06	Capital Assets Not Accounted for Properly	Repeated/Revised
FS 10-07	Actual Overtime Pay Not Supported by Approved Time Sheets	Resolved

**Rio Arriba County Financial Statement Finding and Questioned Costs:**

FA 10-01	Per Diem Improperly Paid	Resolved
FA 10-02	Lack of Conflict of Interest Statements	Repeated
FA 10-03	Lack of Adherence of Controls over Federal Disbursements	Resolved
FA 10-04	Approved Contract Amount Exceeded	Resolved
FA 10-05	Disbursement Paid from Estimate	Resolved
FA 10-06	Lack of Cost Allocation	Resolved
FA 10-07	Actual Pay Not Supported by Approved Time Sheets	Resolved
FA 10-08	Purchase for an employee not within the Department	Resolved

STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

**Component Unit:**

FS 07-05	Segregation of Duties in Cash Management Control	Resolved
HA 10-01	Material Misstatement Not Identified by Housing Authority's Internal Control	Resolved
HA 10-02	Noncompliance with Federal Per Diem Rates	Repeated



STATE OF NEW MEXICO  
Rio Arriba County  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2011

**Other Disclosures**

**Exit Conference**

The contents of this report were discussed on November 9, 2011 at Rio Arriba County, Espanola Offices.

The following individuals were in attendance:

**Representing Rio Arriba County**

Barney Trujillo	Commissioner
Tomas Campos	County Manager
David Trujillo	Assistant County Manager
Fred J. Vigil	County Assessor
Livia Olguin	County Treasurer
Christine Montano	Finance Director
Guadalupe Mercure	Assistant Finance Director
Melody Gomez	Treasurer Accountant
Juanita Salazar	Treasurer Accountant
Lorrie Leyba	RAC Housing Authority Director

**Representing the Office of the State Auditor**

Carla Martinez, Esq., CPA	Deputy State Auditor
Sanjay Bhakta, CPA, CGFM	Audit Manager
Natalie Cordova	Audit Supervisor
Michelle Clark	Audit Senior

