



Accounting & Consulting Group, LLP

Certified Public Accountants



*State of New Mexico
Rio Arriba County
Annual Financial Report
For the Year Ended June 30, 2013*



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INTRODUCTORY SECTION

STATE OF NEW MEXICO

Rio Arriba County

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STATE OF NEW MEXICO

Rio Arriba County

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STATE OF NEW MEXICO

Rio Arriba County

Official Roster

June 30, 2013

Name

Title

Board of County Commissioners

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

Elected Officials

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

Administrative Officials

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

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FINANCIAL SECTION



Accounting & Consulting Group, LLP

Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget
The County Manager and
County Commissioners
Rio Arriba, County
Tierra Amarilla, New Mexico 87575

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the General Fund of Rio Arriba County, New Mexico (the County), as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the 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, debt service fund, and all nonmajor funds presented as supplementary information, as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2013 as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Rio Arriba County as of June 30, 2013, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund as of June 30, 2013, and the respective changes in financial position, thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budget comparisons referred to above present fairly, in all material respects, the respective budgetary comparisons for the year then ended in conformity with the budgetary basis of accounting, as more fully described in Note 2 to the financial statements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Other Matters

Updated Report on the Financial Statements

In our report dated October 18, 2013, we expressed a qualified opinion on 2013 financial statements for property tax receivables and related notes and schedules because property tax receivables were not reconciled as of the date of our report due to a change in accounting systems used to account for property tax receivable balances. Management of the County has since reconciled property tax receivables and we have performed additional audit procedures and gathered sufficient evidence to determine the revised property tax receivable balances are fairly stated. Accordingly our present opinion on the restated 2013 financial statements, as presented herein, is different from that expressed in our previous report.

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by the missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the County's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of federal awards as required by Office of Management and Budget *Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations*, the introductory section and Supporting Schedules I through V required by 2.2.2 NMAC are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards and Supporting Schedules I through V required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards, and Supporting Schedules I through V required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 18, 2013, except for property tax receivables and related disclosures and schedules as to which the date is May 26, 2014 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* in considering the County's internal control over financial reporting and compliance.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico

October 18, 2013, except for property tax receivables
and related disclosures and schedules as to which the
date is May 26, 2014

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
Rio Arriba County
Statement of Net Position
June 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 6,020,577	\$ 135,863	\$ 6,156,440
Investments	24,190,269	58,807	24,249,076
Accounts receivables			
Property taxes	1,748,209	-	1,748,209
Accrued interest	345,964	108	346,072
Tenant	-	2,750	2,750
Other taxes	1,251,950	-	1,251,950
Intergovernmental	753,783	40,706	794,489
Other	-	174	174
Prepaid expenses	-	12,829	12,829
Total current assets	34,310,752	251,237	34,561,989
Noncurrent assets:			
Restricted cash and cash equivalents	3,577,503	29,833	3,607,336
Capital assets	121,445,379	5,749,672	127,195,051
Less: accumulated depreciation	(43,450,800)	(4,147,497)	(47,598,297)
Total noncurrent assets	81,572,082	1,632,008	83,204,090
Total assets	\$ 115,882,834	\$ 1,883,245	\$ 117,766,079

The accompanying notes are an integral part of these financial statements

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES AND NET POSITION			
Current liabilities:			
Accounts payable	\$ 988,391	\$ 4,670	\$ 993,061
Deferred revenue	-	984	984
Accrued interest	38,751	-	38,751
Tenant security deposits	-	6,200	6,200
Loans payable	136,902	-	136,902
Accrued compensated absences	791,451	11,743	803,194
	<u>1,955,495</u>	<u>23,597</u>	<u>1,979,092</u>
Non-current liabilities:			
Loans payable	3,613,994	-	3,613,994
Compensated absences	-	3,946	3,946
	<u>3,613,994</u>	<u>3,946</u>	<u>3,617,940</u>
	<u>5,569,489</u>	<u>27,543</u>	<u>5,597,032</u>
Net position			
Net investment in capital assets	74,243,683	1,602,175	75,845,858
Restricted for:			
Debt service	3,577,503	-	3,577,503
Special revenue funds	8,621,025	-	8,621,025
Section 8 housing program	-	23,633	23,633
Unrestricted	23,871,134	229,894	24,101,028
	<u>110,313,345</u>	<u>1,855,702</u>	<u>112,169,047</u>
	<u>\$ 115,882,834</u>	<u>\$ 1,883,245</u>	<u>\$ 117,766,079</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Statement of Activities
 For the Year Ended June 30, 2013

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Program Revenues</u>	
			<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental activities:				
General government	\$ 12,683,610	\$ 1,092,734	\$ 625,248	\$ -
Public safety	11,646,655	129,066	3,755,082	-
Public works	2,778,240	-	21,949	239,638
Culture and recreation	961,387	10,157	-	545,873
Health and welfare	4,500,461	52,615	2,084,451	-
Interest and other charges	194,752	-	-	-
Total governmental activities	<u>32,765,105</u>	<u>1,284,572</u>	<u>6,486,730</u>	<u>785,511</u>
Business-type Activities:				
Low Rent Public Housing Program	411,731	82,523	169,003	-
Section 8 Housing Choice Program	90,079	-	69,799	-
Public Housing Capital Fund Program	6,034	-	-	149,915
Total Enterprise Activities	<u>507,844</u>	<u>82,523</u>	<u>238,802</u>	<u>149,915</u>
Total primary governmental	<u>\$ 33,272,949</u>	<u>\$ 1,367,095</u>	<u>\$ 6,725,532</u>	<u>\$ 935,426</u>

General Revenues and transfers:

- Taxes
 - Property
 - Gross receipts
 - Gasoline and motor vehicle
 - Lodgers
 - Franchise
- Payment in lieu of taxes
- Miscellaneous
- Loss on disposal of capital assets
- Investment income
- Transfer to agency fund
- Total general revenues and transfers
- Change in net position
- Beginning net position
- Ending net position

The accompanying notes are an integral part of these financial statements

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (10,965,628)	\$ -	\$ (10,965,628)
(7,762,507)	-	(7,762,507)
(2,516,653)	-	(2,516,653)
(405,357)	-	(405,357)
(2,363,395)	-	(2,363,395)
(194,752)	-	(194,752)
<u>(24,208,292)</u>	<u>-</u>	<u>(24,208,292)</u>
-	(160,205)	(160,205)
-	(20,280)	(20,280)
-	143,881	143,881
-	<u>(36,604)</u>	<u>(36,604)</u>
(24,208,292)	(36,604)	(24,244,896)
6,119,009	-	6,119,009
5,493,885	-	5,493,885
8,272,391	-	8,272,391
58,337	-	58,337
21,725	-	21,725
1,969,904	-	1,969,904
196,552	83,435	279,987
(598,757)	-	(598,757)
422,291	547	422,838
(1,000)	-	(1,000)
<u>21,954,337</u>	<u>83,982</u>	<u>22,038,319</u>
(2,253,955)	47,378	(2,206,577)
<u>112,567,300</u>	<u>1,808,324</u>	<u>114,375,624</u>
<u>\$ 110,313,345</u>	<u>\$ 1,855,702</u>	<u>\$ 112,169,047</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Balance Sheet
 Governmental Funds
 June 30, 2013

Exhibit B-1
 Page 1 of 2

	General Fund	County Funded Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 522,009	\$ -	\$ 9,076,071	\$ 9,598,080
Investments	5,608,178	15,582,091	3,000,000	24,190,269
Accounts receivable				
Property taxes	1,748,209	-	-	1,748,209
Other taxes	660,777	103,994	487,179	1,251,950
Intergovernmental	-	-	753,783	753,783
Accrued interest	29,804	243,260	72,900	345,964
Due from other funds	2,617,920	-	-	2,617,920
	<u>\$ 11,186,897</u>	<u>\$ 15,929,345</u>	<u>\$ 13,389,933</u>	<u>\$ 40,506,175</u>
 LIABILITIES AND FUND BALANCES				
<i>Liabilities</i>				
Accounts payable	\$ 798,363	\$ 47,233	\$ 142,795	\$ 988,391
Deferred revenue - property taxes	1,596,547	-	-	1,596,547
Due to other funds	-	2,033,725	584,195	2,617,920
	<u>2,394,910</u>	<u>2,080,958</u>	<u>726,990</u>	<u>5,202,858</u>
 <i>Fund balances:</i>				
Restricted fund balances				
General county operations	-	-	278,771	278,771
Public safety	-	-	4,968,417	4,968,417
County road	-	-	2,021,452	2,021,452
Culture and recreation	-	-	104,946	104,946
Health and welfare	-	-	1,015,483	1,015,483
County property valuation	-	-	232,375	232,375
Debt service	-	-	3,577,503	3,577,503
Committed fund balances				
Capital projects	-	13,848,387	464,767	14,313,154
Unassigned fund balances	8,791,987	-	(771)	8,791,216
	<u>8,791,987</u>	<u>13,848,387</u>	<u>12,662,943</u>	<u>35,303,317</u>
<i>Total fund balances</i>	<u>8,791,987</u>	<u>13,848,387</u>	<u>12,662,943</u>	<u>35,303,317</u>
 <i>Total liabilities and fund balances</i>	<u>\$ 11,186,897</u>	<u>\$ 15,929,345</u>	<u>\$ 13,389,933</u>	<u>\$ 40,506,175</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 Position

June 30, 2013

Exhibit B-1

Page 2 of 2

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

Fund balances - total governmental funds	\$ 35,303,317
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	77,994,579
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	1,596,547
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Long term debt	(3,750,896)
Accrued interest	(38,751)
Compensated absences	<u>(791,451)</u>
Total net position of governmental activities	<u><u>\$ 110,313,345</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 Balances
Governmental Funds
For the year ended June 30, 2013

Exhibit B-2
Page 1 of 2

	General Fund	County Funded Capital Projects	Other Governmental Funds	Total Governmental Funds
<i>Revenues</i>				
Taxes:				
Property	\$ 5,605,437	\$ -	\$ 350,799	\$ 5,956,236
Gross receipts	1,296,171	645,877	3,551,837	5,493,885
Gasoline and motor vehicle	7,638,469	-	633,922	8,272,391
Lodgers	-	-	58,337	58,337
Franchise	21,725	-	-	21,725
Intergovernmental				
Federal operating grants	-	-	1,291,512	1,291,512
State operating grants	263,524	88,218	4,843,477	5,195,219
State capital grants	-	-	785,511	785,511
Payment in lieu of taxes	1,969,904	-	-	1,969,904
Local Sources				
Charges for services	15,824	-	265,951	281,775
Licenses and and permits	1,000,387	-	2,410	1,002,797
Investment income	231,023	77,732	113,536	422,291
Miscellaneous	38,468	-	158,084	196,552
<i>Total revenues</i>	<u>18,080,932</u>	<u>811,827</u>	<u>12,055,376</u>	<u>30,948,135</u>
<i>Expenditures</i>				
Current				
General government	10,564,086	1,115,098	179,070	11,858,254
Public safety	5,347,084	-	4,957,815	10,304,899
Public works	213,460	-	1,986,856	2,200,316
Culture and recreation	474,695	-	60,001	534,696
Health and welfare	245,661	-	3,769,832	4,015,493
Capital outlay	-	5,292,528	2,513,617	7,806,145
Debt service				
Principal	-	-	1,083,353	1,083,353
Interest	-	-	127,604	127,604
<i>Total expenditures</i>	<u>16,844,986</u>	<u>6,407,626</u>	<u>14,678,148</u>	<u>37,930,760</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,235,946</u>	<u>(5,595,799)</u>	<u>(2,622,772)</u>	<u>(6,982,625)</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	3,573,105	3,573,105
Transfers out - Agency Funds	(1,000)	-	-	(1,000)
Transfers in	5,731	5,000,000	2,950,950	7,956,681
Transfers (out)	(7,325,407)	(47,250)	(584,024)	(7,956,681)
<i>Total other financing sources (uses)</i>	<u>(7,320,676)</u>	<u>4,952,750</u>	<u>5,940,031</u>	<u>3,572,105</u>
<i>Net change in fund balances</i>	(6,084,730)	(643,049)	3,317,259	(3,410,520)
<i>Fund balances - beginning of year</i>	<u>14,876,717</u>	<u>14,491,436</u>	<u>9,345,684</u>	<u>38,713,837</u>
<i>Fund balances - end of year</i>	<u>\$ 8,791,987</u>	<u>\$ 13,848,387</u>	<u>\$ 12,662,943</u>	<u>\$ 35,303,317</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Rio Arriba County

Governmental Funds

Exhibit B-2

Page 2 of 2

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the year Ended June 30, 2013

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

Net change in fund balances - total governmental funds	\$ (3,410,520)
--	----------------

Governmental funds report capital outlays as expenditures. However, in
the Statement of Activities, the cost of those assets is allocated over their
estimated useful lives and reported as depreciation expense:

Capital asset additions reported as capital outlay expenditures	7,806,145
Depreciation expense	(3,599,106)

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 position
differs from the change in fund balance by the cost of the fixed assets
disposed.

Loss from capital asset disposals	(598,757)
-----------------------------------	-----------

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	162,773
---	---------

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 position. 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 proceeds	(3,573,105)
---------------	-------------

Increase in accrued compensated absences	(57,590)
--	----------

Increase in accrued interest	(38,751)
------------------------------	----------

Bond amortization expense	(28,397)
---------------------------	----------

Principal payments on loans and bonds	1,083,353
---------------------------------------	-----------

Change in net position of governmental activities	\$ (2,253,955)
---	----------------

STATE OF NEW MEXICO

Exhibit C-1

Rio Arriba County

General Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<i>Revenues</i>				
Taxes:				
Property	\$ 4,945,000	\$ 4,945,000	\$ 5,619,877	\$ 674,877
Gross receipts	1,295,000	1,295,000	1,257,352	(37,648)
Gasoline and motor vehicle	9,552,923	9,552,923	7,505,676	(2,047,247)
Lodgers	23,000	23,000	21,725	(1,275)
Intergovernmental:				
State operating grants	100,000	136,447	263,524	127,077
Payment in lieu of taxes	1,550,000	1,550,000	1,969,904	419,904
Charges for services	18,000	18,000	15,824	(2,176)
Licenses and permits	738,040	738,265	995,625	257,360
Investment income	440,000	440,000	409,095	(30,905)
Miscellaneous	-	-	38,468	38,468
<i>Total revenues</i>	<u>18,661,963</u>	<u>18,698,635</u>	<u>18,097,070</u>	<u>(601,565)</u>
<i>Expenditures</i>				
Current:				
General government	10,818,868	10,529,103	9,791,104	737,999
Public safety	5,190,833	5,496,788	5,361,387	135,401
Public works	212,500	216,148	213,790	2,358
Culture and recreation	715,102	715,544	476,032	239,512
Health and welfare	236,466	258,239	245,259	12,980
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>17,173,769</u>	<u>17,215,822</u>	<u>16,087,572</u>	<u>1,128,250</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,488,194</u>	<u>1,482,813</u>	<u>2,009,498</u>	<u>526,685</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	5,488,873	5,837,864	-	(5,837,864)
Transfers in	-	5,730	5,731	1
Transfers (out)	(6,977,067)	(7,326,407)	(7,326,407)	-
<i>Total other financing sources (uses)</i>	<u>(1,488,194)</u>	<u>(1,482,813)</u>	<u>(7,320,676)</u>	<u>(5,837,863)</u>
<i>Net change in fund balances</i>	-	-	(5,311,178)	(5,311,178)
<i>Fund balances - beginning of year</i>	-	-	14,059,285	14,059,285
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,748,107</u>	<u>\$ 8,748,107</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (5,311,178)
Adjustments to revenues for taxes and investment income				(16,138)
Adjustments to expenditures for payables, payroll taxes, and other accruals				(757,414)
Net change in fund balances (GAAP)				<u>\$ (6,084,730)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Statement of Net Position
June 30, 2013

Exhibit D-1

ASSETS

Current assets

Cash and cash equivalents	\$	135,863
Investments		58,807
Accounts receivable - tenants, net of allowance for doubtful accounts of \$7,077		2,750
Accounts receivable-grants		40,706
Accounts receivable - other		174
Accrued interest receivable		108
Prepaid expenses		12,829
<i>Total current assets</i>		251,237

Noncurrent Assets

Restricted cash and cash equivalents		29,833
Capital assets		5,749,672
Accumulated depreciation		(4,147,497)
<i>Total assets</i>	\$	1,883,245

LIABILITIES AND NET POSITION

Current liabilities

Accounts payable	\$	4,670
Deferred revenue		984
Compensated absences		11,743
<i>Total current liabilities</i>		17,397

Current liabilities (payable from restricted assets)

Tenant deposits		6,200
<i>Total current liabilities (payable from restricted assets)</i>		6,200

Non-current liabilities

Compensated absences		3,946
<i>Total non-current liabilities</i>		3,946
<i>Total liabilities</i>		27,543

Net position

Net investment in capital assets		1,602,175
Restricted		23,633
Unrestricted		229,894
<i>Total net position</i>		1,855,702
<i>Total liabilities and net position</i>	\$	1,883,245

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Rio Arriba County Housing Authority
 A Component Unit of Rio Arriba County
 Statement of Revenues, Expenses, and Change in Net Position
 For the Year Ended June 30, 2013

<i>Operating revenues</i>	
Tenant rents	\$ 74,142
Operating grants	238,802
Other tenant revenue	8,381
	<hr/>
<i>Total operating revenues</i>	321,325
	<hr/>
<i>Operating expenses</i>	
Personnel services	71,779
Contractual services	10,997
General and administrative:	
Supplies	1,915
Insurance	17,231
Bad debt	8,370
Maintenance and materials	83,547
Utilities	39,487
Depreciation	183,982
Housing assistance payments	77,316
Miscellaneous	13,220
	<hr/>
<i>Total operating expenses</i>	507,844
	<hr/>
<i>Operating income (loss)</i>	(186,519)
	<hr/>
<i>Non-operating revenues (expenses)</i>	
Capital grants	149,915
Interest income	547
Management fee income	82,101
Miscellaneous income	1,334
	<hr/>
<i>Total non-operating revenues (expenses)</i>	233,897
	<hr/>
<i>Change in net position</i>	47,378
	<hr/>
<i>Net position - beginning of year</i>	1,808,324
	<hr/>
<i>Net position - end of year</i>	\$ 1,855,702
	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
 Rio Arriba County Housing Authority
 A Component Unit of Rio Arriba County
 Statement of Cash Flows
 For the year ended June 30, 2013

Exhibit D-3
 Page 1 of 2

<i>Cash flows from operating activities:</i>	
Cash received from tenant rents	\$ 32,362
Operating grants	209,704
Cash payments to employees for services	(74,051)
Cash payments to suppliers for goods and services	<u>(257,241)</u>
<i>Net cash provided (used) by operating activities</i>	<u>(89,226)</u>
 <i>Cash flows from noncapital financing activities:</i>	
Management fee income	82,101
Miscellaneous income	<u>1,334</u>
<i>Net cash provided (used) by noncapital financing activities</i>	<u>83,435</u>
 <i>Cash flows from capital and related financing activities:</i>	
Capital grants	149,915
Acquisition of capital assets	<u>(175,966)</u>
<i>Net cash provided (used) by capital and related financing activities</i>	<u>(26,051)</u>
 <i>Cash flows from investing activities:</i>	
Investment purchases	(11,814)
Interest on investments	<u>569</u>
<i>Net cash provided (used) by investing activities</i>	<u>(11,245)</u>
<i>Net increase (decrease) in cash and cash equivalents</i>	(43,087)
<i>Cash and cash equivalents - beginning of year</i>	<u>208,783</u>
<i>Cash and cash equivalents - end of year</i>	<u><u>\$ 165,696</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Statement of Cash Flows
For the year ended June 30, 2013

Exhibit D-3
Page 2 of 2

<i>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</i>	
Operating income (loss)	\$ (186,519)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	183,982
Changes in assets and liabilities	
Accounts receivables	(16,923)
Prepaid expenses	(3,032)
Accounts payable	(11,005)
Accrued payroll and expenses	(4,111)
Deferred revenue	(53,218)
Accrued compensated absences	1,838
Tenant deposits	(238)
	<hr/>
<i>Net cash provided (used) by operating activities</i>	<u><u>\$ (89,226)</u></u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
Rio Arriba County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2013

Exhibit E-1

ASSETS

Cash and cash equivalents	\$ 546,361
Other taxes receivable	89,519
Property taxes receivable	<u>4,261,897</u>
<i>Total assets</i>	<u><u>\$ 4,897,777</u></u>

LIABILITIES

Due to other taxing units, inmates, and other beneficiaries	<u>\$ 4,897,777</u>
<i>Total liabilities</i>	<u><u>\$ 4,897,777</u></u>

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

STATE OF NEW MEXICO

Rio Arriba County

Notes to Financial Statements

June 30, 2013

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.

During the year ended June 30, 2013, the County adopted GASB Statements No. 60 through 63. GASB Statement No. 60, Accounting and Financial Reporting for Service Concession Arrangements. The County does not have any Service Concession Arrangements. GASB Statement No. 61, The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34, modifies certain requirements for inclusion of component units in the financial reporting entity. GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in FASB and AICPA Pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements. GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position, provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources.

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 Statements No. 14 as amended by GASB Statements No. 39 and No. 61. Blended component units, although legally separate entities are, in substance, part of the government's operations.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

A. Financial Reporting Entity (continued)

The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities.

Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the following is a brief review of each potential component unit addressed in defining the County's reporting entity.

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. The separate audit report contains a full set of financial statement disclosures to the basic financial statements for the Authority.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the 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 position and the statement of activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place, 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 position 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 position 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 position are reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment such as motor vehicle registration and correction fees; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment such as 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 County reports the authority as a single major proprietary fund.

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. 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. The separate audit report contains a full set of financial statement disclosures to the basic financial statements for the Authority.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

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

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

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.

D. Assets, Liabilities and Net Position

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.

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 Statement No. 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.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Position (continued)

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

<u>Assets</u>	<u>Years</u>
Buildings and building improvements	25-50
Land improvements	20-40
Infrastructure	25-50
Machinery and equipment	5-10

Accrued Expenses: Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2013, 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 Statement No. 33, property tax revenues have been decreased by deferred revenues in the amount of \$1,596,547 on the Governmental Fund Financial Statements.

Compensated Absences: Qualified employees may accumulate limited amounts of vacation pay which are payable to the employee upon termination or retirement. 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 to 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.

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

Long-term Obligations: In the government-wide financial statements, 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 position. For bonds issued after GASB Statement No. 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.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

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

D. Assets, Liabilities and Net Position (continued)

Fund balance Classification Policies and Procedures: 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. The County has no nonspendable fund balance at June 30, 2013.

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. The County has \$12,198,947 in restricted fund balances at June 30, 2013.

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. The County has \$14,313,154 in committed funds at June 30, 2013 for County funded capital projects. The County does not designate fund balances at year end for subsequent expenditures and has no internal minimum fund balance requirement.

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. The County has no assigned fund balances at June 30, 2013.

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. The County has \$8,791,216 in unassigned fund balances at June 30, 2013.

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.

Equity Classifications

Government –Wide Statements

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

- a. Net investment in capital assets:

Net investment in capital assets consist of 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.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Position (continued)

b. Restricted net position:

Consist of net position 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 position restricted for “special revenue and debt service funds are described on pages 51 through 56.

c. Unrestricted net position:

All other net position amounts that do not meet the definition of “restricted” or “net investment in capital assets.”

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.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the County are management’s estimate of estimated useful lives and the current portion of accrued compensated absences.

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.

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

Since accounting principles applied for the purpose of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), a reconciliation of resultant basis, perspective, equity and timing differences in excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2013 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 3. 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. 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 an agency of 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.

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.

By operation of federal law, beginning January 1, 2013, funds invested in noninterest bearing accounts transaction accounts will no longer receive unlimited coverage under by the Federal Deposit Insurance Corporation. Beginning January 1, 2013, all of the District's accounts at an insured depository institution, including non-interest bearing accounts are insured by the FDIC up to the standard maximum deposit insurance amount of \$250,000.

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, 2013, \$31,860,703 of the County's bank balances totaling \$32,610,703 was exposed to custodial credit risk. \$28,443,300 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the County's name and \$3,417,403 was uninsured and uncollateralized.

	Community Bank	Valley National Bank	Century Bank	Total
Amount of deposits	\$ 8,420,434	\$ 17,688,000	\$ 6,502,269	\$ 32,610,703
FDIC coverage	(250,000)	(250,000)	(250,000)	(750,000)
Total uninsured public funds	<u>8,170,434</u>	<u>17,438,000</u>	<u>6,252,269</u>	<u>31,860,703</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>4,753,031</u>	<u>17,438,000</u>	<u>6,252,269</u>	<u>28,443,300</u>
Uninsured and uncollateralized	<u>\$ 3,417,403</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,417,403</u>
Collateral requirement (50%)	\$ 4,085,217	\$ 8,719,000	\$ 3,126,135	\$ 15,930,352
Pledged securities	4,753,031	17,631,289	6,275,000	28,659,320
Over (under) collateralized	<u>\$ 667,814</u>	<u>\$ 8,912,289</u>	<u>\$ 3,148,865</u>	<u>\$ 12,728,968</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2013

NOTE 3. Deposits and Investments – (continued)

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

Reconciliation to the Statement of Net Position

Cash and cash equivalents- per Exhibit A-1	\$ 6,020,577
Investments-per Exhibit A-1	24,190,269
Restricted cash and cash equivalents-per Exhibit A-1	3,577,503
Cash and cash equivalents- Statement of Fiduciary Assets and Liabilities- per Exhibit E-1	546,361
 Total cash and cash equivalents	 34,334,710
Less: restricted cash	(3,577,503)
Add: outstanding checks	1,997,837
Less: deposits in transit	(144,341)
 Bank balance of deposits	 \$ 32,610,703

Restricted cash represents cash held at NMFA for debt service requirement and consist of U.S. Treasury Money Market Mutual Fund amounts. U. S Treasury Money Market Fund is rated AA+ by Standard and Poor’s. There was no interest rate risk associated with the U.S Treasury Money Market Mutual Fund amounts as June 30, 2013. This is classified as cash equivalents on the statement of net position due to their original weighted average maturity of less than 90 days.

Investments

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations.

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.

The County has reported certificates of deposits and a savings account totaling \$24,190,269 in the statement of net position as an investment. The amount is considered a deposit for disclosure purposes.

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2013

NOTE 4. Receivables and Payables

Receivables as of June 30, 2013 for the primary government are as follows:

	General	County Funded Capital Projects	Other Governmental Funds	Total	Agency Funds
Property taxes	\$ 1,748,209	\$ -	\$ -	\$ 1,748,209	\$ 4,261,897
Other taxes:					
Oil and gas taxes	570,633	-	15,806	586,439	-
Gross receipts taxes	90,144	103,994	471,373	665,511	89,519
Other receivables:					
Intergovernmental-grants:					
State	-	-	753,783	753,783	-
Interest	29,804	243,260	72,900	345,964	-
Totals	<u>\$ 2,438,790</u>	<u>\$ 347,254</u>	<u>\$ 1,313,862</u>	<u>\$ 4,099,906</u>	<u>\$ 4,351,416</u>

NOTE 5. Inter-fund Receivables and Payables

The County records temporary interfund receivables and payables to enable funds to operate until grant monies are received. All interfund balances are to be repaid within one year.

Due from other funds	Due to other funds	Amount
Primary Government		
General Fund	County Funded Capital Projects	\$ 2,033,725
General Fund	DWI Grants	100,862
General Fund	New Mexico State Library	1,837
General Fund	Recycling & Illegal Dumping	45,223
General Fund	Summer Food Program	9,939
General Fund	Sheriff Grants	16,395
General Fund	DOH CHI CNS Grants- Maternal/Child Health	64,124
General Fund	Behavioral Health Grants	65,618
General Fund	Homeland Security and Emergency Management	36,809
General Fund	RAJJB	49,739
General Fund	Senior Appropriations Capital Projects	193,649
Total		<u>\$ 2,617,920</u>

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 6. Inter-fund Transfers

Transfers are made to various funds to supplement the costs of risk management insurance and to enable funds to operate until reimbursement is received. The composition of interfund transfers as of June 30, 2013 are as follows:

<u>Transfer Out</u>	<u>Transfer In</u>	<u>Amount</u>
General Fund	Solid Waste	\$ 558,246
General Fund	County Road	500,000
General Fund	Farm and Range Improvement	28,000
General Fund	Senior Citizen Program	870,821
General Fund	Indigent	150,000
General Fund	DWI Grants	20,000
General Fund	County Funded Capital Projects	5,000,000
General Fund	Summer Food Program	18,297
General Fund	Dept. of Homeland Security & Emergency Mgt.	5,625
General Fund	Senior Appropriations Capital Projects	1
General Fund	Debt Service Funds	174,417
County Funded Capital Projects	Sheriff Grants	47,250
Senior Citizen Program	General Fund	188
Fire Department Funds	Fire District Bond	168,794
Fire Department Funds	Debt Service Funds	26,499
New Mexico State Library	General Fund	65
Sheriff Grants	General Fund	3,195
USDA Grants	General Fund	2,192
Fire District Bond Funds	Fire Department Funds	383,000
State Appropriations Projects	General Fund	2
Debt Service Fund	General Fund	89
		<u>\$ 7,956,681</u>
General Fund	Agency Fund	<u>\$ 1,000</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2013

NOTE 7. Capital Assets

Capital asset activity for the year ended June 30, 2013 was as follows:

	Balance June 30, 2012	Additions	Deletions	Adjustments/ Transfers	Balance June 30, 2013
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 13,392,326	\$ 783,433	\$ (43,503)	\$ -	\$ 14,132,256
Construction in Progress	3,384,979	22,213	-	(2,946,786)	460,406
Works of Art	180,000	-	-	-	180,000
Book Collections	10,000	-	-	-	10,000
Water Rights	90,674	200,000	-	-	290,674
Total capital assets not being depreciated	<u>17,057,979</u>	<u>1,005,646</u>	<u>(43,503)</u>	<u>(2,946,786)</u>	<u>15,073,336</u>
Capital assets being depreciated:					
Buildings and building improvements	58,527,605	4,465,574	(4,032)	2,331,162	65,320,309
Land improvements	3,361,864	290,646	-	615,624	4,268,134
Infrastructure	14,437,301	251,482	(1,210)	-	14,687,573
Machinery and equipment	20,840,644	1,792,797	(549,044)	11,630	22,096,027
Total capital assets being depreciated	<u>97,167,414</u>	<u>6,800,499</u>	<u>(554,286)</u>	<u>2,958,416</u>	<u>106,372,043</u>
Total assets	<u>114,225,393</u>	<u>7,806,145</u>	<u>(597,789)</u>	<u>11,630</u>	<u>121,445,379</u>
Less accumulated depreciation:					
Buildings and building improvements	17,776,537	1,575,380	-	-	19,351,917
Land improvements	784,765	197,412	-	-	982,177
Infrastructure	7,134,459	420,628	(242)	(484)	7,554,361
Machinery and equipment	14,143,335	1,405,686	(9,787)	23,111	15,562,345
Total accumulated depreciation	<u>39,839,096</u>	<u>3,599,106</u>	<u>(10,029)</u>	<u>22,627</u>	<u>43,450,800</u>
Total capital assets, net of depreciation	<u>\$ 74,386,297</u>	<u>\$ 4,207,039</u>	<u>\$ (587,760)</u>	<u>\$ (10,997)</u>	<u>\$ 77,994,579</u>

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 7. Capital Assets (continued)

Depreciation expense for the year ended June 30, 2013 was charged to the following functions:

Governmental activities:	
General government	\$ 802,807
Public safety	1,321,543
Culture and recreation	477,060
Public safety	572,834
Health and welfare	<u>424,862</u>
Total	<u><u>\$ 3,599,106</u></u>

NOTE 8. Long-term Debt

The following is a summary of long-term debt and activity for the year ended June 30, 2013.

	Balance June 30, 2012	Additions	Retirements	Balance June 30, 2013	Due Within One Year
Bonds	\$ 708,333	\$ -	\$ 708,333	\$ -	\$ -
NMFA Loans	458,961	3,573,105	375,020	3,657,046	91,902
USDA Loan	93,850	-	-	93,850	45,000
Compensated Absences	<u>733,861</u>	<u>676,083</u>	<u>618,493</u>	<u>791,451</u>	<u>791,451</u>
Total Long-Term Debt	<u><u>\$ 1,995,005</u></u>	<u><u>\$ 4,249,188</u></u>	<u><u>\$ 1,701,846</u></u>	<u><u>\$ 4,542,347</u></u>	<u><u>\$ 928,353</u></u>

On October 30, 2009 the County issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of the bond issue was \$1,540,000. The County pledged its gross receipts tax (GRT) revenues to pay for this loan by way of intercept payments. The bonds were issued with varying interest rates between .65% and 2.56% with varying amounts of principal maturing each year.

On February 9, 2007 the County entered into a loan agreement with the New Mexico Finance Authority (NMFA) and the proceeds of the loan went directly to the North Central Solid Waste Authority as a grant from the County. The original amount of the loan agreement was \$1,000,000. The County pledged its GRT revenues to pay for this loan by way of intercept payments. The interest rates range from 3.37% and 3.77% through the life of the loan.

On September 3, 2010 the County entered into a loan agreement with the NMFA and the proceeds went directly to the NCSWA as a grant from the County. The original amount of the issue was for \$143,238. The county pledged its GRT revenues to pay for this loan by way of intercept payments. The interest rates range from 1.12% and 2.85% through the life of the loan.

On March 19, 1996 the County entered into a loan agreement with the NMFA and the proceeds went directly to the Tierra Amarilla Fire Department. The original amount of the issue was for \$105,000. The County pledged part of its state fire allotment to pay for this loan by way of intercept payments. The interest rate is 5.778% through the life of the loan.

On July 28, 2006 the County entered into a loan agreement with the United State Department of Agriculture and the proceeds went directly to the Dixon Fire Department for the purchase of a fire truck. The original amount of the issue was for \$153,850. The County pays for this loan directly to the USDA every year on the 28th day of June. The interest rate is 5.778% through the life of the loan. No payment was made in fiscal year 2013.

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2013

NOTE 8. Long-term Debt (continued)

On May 17, 2013 the County entered into a loan agreement with NMFA in the amount of \$3,573,105 for purposes of planning, constructing and equipping an archive facility to be located in Tierra Amarilla. The County pledged its GRT revenues to pay for this loan by way of intercept payments. The loan has a blended interest rate of 3.210% throughout the life of the loan and matures in May of 2042.

The annual requirements to amortize the loans described above are as follows:

New Mexico Finance Authority Loans:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2014	\$ 91,902	\$ 104,352	\$ 196,254
2015	114,224	108,305	222,529
2016	116,171	106,888	223,059
2017	108,450	105,079	213,529
2018	109,940	124,284	234,224
2019-2023	477,216	485,653	962,869
2024-2028	541,809	421,058	962,867
2029-2033	616,747	319,943	936,690
2034-2038	755,224	181,467	936,691
2039-2042	725,363	23,989	749,352
	<u>\$ 3,657,046</u>	<u>\$ 1,981,018</u>	<u>\$ 5,638,064</u>

USDA Loan (Dixon FD):

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2014	\$ 45,000	\$ 8,000	\$ 53,000
2015	24,000	2,400	26,400
2016	24,850	1,200	26,050
	<u>\$ 93,850</u>	<u>\$ 11,600</u>	<u>\$ 105,450</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, 2013, compensated absences increased by \$57,590. Compensated absences are paid by the fund that they are accrued in, which is mainly the General Fund.

STATE OF NEW MEXICO
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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.

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

NOTE 10. Other Required Individual Fund Disclosures

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

The following funds reflected a deficit fund balance as of June 30, 2013:

- Jail Operations Fund has a deficit fund balance of \$200
- Law Enforcement fund has a deficit fund balance of \$152
- New Mexico State Library has a deficit fund balance of \$419

The following funds exceeded budgeted designated cash appropriations for the year ended June 30, 2013:

None

The following funds exceeded approved budgetary authority for the year ended June 30, 2013:

None

NOTE 11. Pension Plan-Public Employees Retirement Association

Plan Description: Substantially all of the 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 Employees 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, P. O. Box 2123, Santa Fe, New Mexico 87504-2123. The report is also available on PERA's website at <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 fire protection employees; and 9.15% for County employees. The County is required to contribute the following percentages of the gross covered salary: 18.5% for law enforcement and fire protection plan members; and 9.15% for County plan members. The contribution requirements of plan members and the 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 fiscal years ended June 30, 2013, 2012, and 2011 were \$1,663,245, \$1,618,773 and \$1,618,469 respectively, which equal the amount of the required contributions for each fiscal year.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

NOTE 12. Post-Employment Benefits- State Retiree Health Care Plan

Plan Description. The 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.

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.

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

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. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The County's contributions to the RHCA for the years ended June 30, 2013, 2012, and 2011 were \$197,223, \$174,596, and \$158,632 respectively which equal the required contributions for each year.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2013

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 County, 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 County 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 County on behalf of the parties. As the fiscal agent, the City of Espanola shall manage all revenues, maintain all accounts and receive and disburse all funds on behalf of the County and at the direction of the Board. This agreement may be terminated by any party at any time after providing thirty (30) days written notice to the Board, in order to 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, 2014. 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 (District) Intergovernmental Contract entered into by and among the City of Espanola, County of Los Alamos, Pueblo of Nambe, Pueblo of Pojoaque, Rio Arriba County, 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, 2013

NOTE 19. Subsequent Pronouncements

In March 2012, Statement No. 65 *Items Previously Reported as Assets and Liabilities*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The standard will be implemented during fiscal year June 30, 2014.

In March 2012, Statement No. 66 *Technical Corrections-2012—an amendment of GASB Statements No. 10 and No. 62*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The standard will be implemented during fiscal year June 30, 2014.

In June 2012, Statement No. 67 *Financial Reporting for Pension Plans—an amendment of GASB Statements No. 25*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged. The standard is expected to have no effect on the County in upcoming years.

In June 2012, Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statements No. 27*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. The County will implement this standard during the fiscal year June 30, 2016.

In January 2013, GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, Effective Date: The requirements of this Statement are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013. Earlier application is encouraged. The provisions of this Statement generally are required to be applied prospectively. The County is still evaluating how this reporting standard will affect the County.

In April 2013, GASB Statement No. 70 *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, Effective Date: The provisions of this Statement are effective for reporting periods beginning after June 15, 2013. Earlier application is encouraged. Except for disclosures related to cumulative amounts paid or received in relation to a financial guarantee, the provisions of this Statement are required to be applied retroactively. Disclosures related to cumulative amounts paid or received in relation to a financial guarantee may be applied prospectively. The County is still evaluating how this reporting standard will affect the County.

SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO

Rio Arriba County

Nonmajor Fund Descriptions

June 30, 2013

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 – 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 – 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 – County 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 Improvement – 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 – 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 – 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 - 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)

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

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2013

SPECIAL REVENUE FUNDS (CONTINUED)

2220 - Indigent – 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 – County 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)

2225 - Clerks Recording and Filing Fees – 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)

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 provided from State Grants. (Authority: County Commission)

2465 – DWI (LOGRAR) – To account for miscellaneous 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)

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2013

SPECIAL REVENUE FUNDS (CONTINUED)

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 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 of Children, Youth and Families Department. (Authority: County Commission)

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).

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 States Public Law 106-393.

2410 – Recycling & Illegal Dumping – 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 this fund 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)

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2013

SPECIAL REVENUE FUNDS (CONTINUED)

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 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)

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)

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2013

SPECIAL REVENUE FUNDS (CONTINUED)

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).

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)

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)

2482,2486,2485,2486 – DOH CHI CNS GRANTS- 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, child health promotion and early intervention. Funding is provided by a grant for the New Mexico Department of Health and the State Family Health Bureau. (Authority: County Commission)

2488, 2489 – Behavioral Health Grants- 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 and to account for expenditures incurred for case management and outreach services. (Authority: County Commission)

2478 – 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 and 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)

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2013

SPECIAL REVENUE FUNDS-(CONTINUED)

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 County acts as the fiscal agent for the Rio Arriba Juvenile Justice Board. (Authority: County Commission)

2528 - Inmate Evercom Phone – 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 PROJECTS FUNDS

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

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

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, 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)

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)

3809, 3816, 3711 – State Appropriations Projects – The County established this fund to account for revenue and expenditures relative to various County facility construction projects financed by State Appropriations. (Authority: County Commission)

DEBT SERVICE FUNDS

4401, 4420- 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

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2013

TRUST and 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 Center – 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
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2013

	Special Revenue		
	Jail Operations	Solid Waste	County Property Evaluation
ASSETS			
Cash and cash equivalents	\$ -	\$ 142,354	\$ 232,630
Investments	-	100,000	-
Accounts Receivable:			
Other taxes	-	36,784	-
Intergovernmental	-	-	-
Accrued interest	-	2,430	-
<i>Total assets</i>	\$ -	\$ 281,568	\$ 232,630
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ 200	\$ -	\$ 255
Due to other funds	-	-	-
<i>Total liabilities</i>	200	-	255
<i>Fund Balances</i>			
Restricted fund balances			
General county operations	-	-	-
Public safety	-	-	-
County road	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	281,568	-
County property valuation	-	-	232,375
Debt service	-	-	-
Committed fund balances			
Capital projects	-	-	-
Unassigned fund balances	(200)	-	-
<i>Total fund balances</i>	(200)	281,568	232,375
<i>Total liabilities and fund balances</i>	\$ -	\$ 281,568	\$ 232,630

The accompanying notes are an integral part of these financial statements

Special Revenue Funds

County Road Projects	Emergency Communications/E MS	Farm and Range Improvement	Law Enforcement	Lodgers' Tax Act	Recreation
\$ 859,346	\$ 360,497	\$ 398	\$ -	\$ 71,530	\$ 8,148
-	900,000	-	-	-	-
-	180,358	-	-	-	-
-	-	-	-	-	-
-	21,870	-	-	-	-
<u>\$ 859,346</u>	<u>\$ 1,462,725</u>	<u>\$ 398</u>	<u>\$ -</u>	<u>\$ 71,530</u>	<u>\$ 8,148</u>
\$ -	\$ 154	\$ -	\$ 152	\$ 706	\$ -
-	-	-	-	-	-
<u>-</u>	<u>154</u>	<u>-</u>	<u>152</u>	<u>706</u>	<u>-</u>
-	-	-	-	-	-
-	1,462,571	-	-	-	-
859,346	-	-	-	-	-
-	-	398	-	70,824	8,148
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(152)	-	-
<u>859,346</u>	<u>1,462,571</u>	<u>398</u>	<u>(152)</u>	<u>70,824</u>	<u>8,148</u>
<u>\$ 859,346</u>	<u>\$ 1,462,725</u>	<u>\$ 398</u>	<u>\$ -</u>	<u>\$ 71,530</u>	<u>\$ 8,148</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2013

Special Revenue

	Senior Citizen Program	Indigent	County Fire Protection
ASSETS			
Cash and cash equivalents	\$ 116,735	\$ 311,097	\$ 517,157
Investments	-	200,000	900,000
Accounts Receivable:			
Other taxes	-	105,950	74,936
Intergovernmental	-	-	-
Accrued interest	-	4,860	21,870
<i>Total assets</i>	<u>\$ 116,735</u>	<u>\$ 621,907</u>	<u>\$ 1,513,963</u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ 2,966	\$ 2,785	\$ 44,010
Due to other funds	-	-	-
<i>Total liabilities</i>	<u>2,966</u>	<u>2,785</u>	<u>44,010</u>
<i>Fund Balances</i>			
Restricted fund balances			
General county operations	-	-	-
Public safety	-	-	1,469,953
County road	-	-	-
Culture and recreation	-	-	-
Health and welfare	113,769	619,122	-
County property valuation	-	-	-
Debt service	-	-	-
Committed fund balances			
Capital projects	-	-	-
Unassigned fund balances	-	-	-
<i>Total fund balances</i>	<u>113,769</u>	<u>619,122</u>	<u>1,469,953</u>
<i>Total liabilities and fund balances</i>	<u>\$ 116,735</u>	<u>\$ 621,907</u>	<u>\$ 1,513,963</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Clerk's Recording and Filing Fees	Correctional Facility	DWI Grants	Fire Department Funds	EMS Funds	New Mexico State Library
\$ 272,748	\$ -	\$ -	\$ 1,823,964	\$ 9,417	\$ -
-	-	-	-	-	-
-	89,151	-	-	-	-
-	-	145,822	-	-	1,837
-	-	-	-	-	-
<u>\$ 272,748</u>	<u>\$ 89,151</u>	<u>\$ 145,822</u>	<u>\$ 1,823,964</u>	<u>\$ 9,417</u>	<u>\$ 1,837</u>
\$ 11	\$ 37,573	\$ 256	\$ 26,221	\$ -	\$ 419
-	-	100,862	-	-	1,837
<u>11</u>	<u>37,573</u>	<u>101,118</u>	<u>26,221</u>	<u>-</u>	<u>2,256</u>
272,737	-	-	-	-	-
-	51,578	44,704	1,797,743	9,417	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(419)
<u>272,737</u>	<u>51,578</u>	<u>44,704</u>	<u>1,797,743</u>	<u>9,417</u>	<u>(419)</u>
<u>\$ 272,748</u>	<u>\$ 89,151</u>	<u>\$ 145,822</u>	<u>\$ 1,823,964</u>	<u>\$ 9,417</u>	<u>\$ 1,837</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2013

Special Revenue

	Forest Reserve Title III	Recycling & Illegal Dumping	Summer Food Program
ASSETS			
Cash and cash equivalents	\$ 342,666	\$ -	\$ -
Investments	800,000	-	-
Accounts Receivable:			
Other taxes	-	-	-
Intergovernmental	-	45,223	58,139
Accrued interest	19,440	-	-
<i>Total assets</i>	<u>\$ 1,162,106</u>	<u>\$ 45,223</u>	<u>\$ 58,139</u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ 27,087
Due to other funds	-	45,223	9,939
<i>Total liabilities</i>	<u>-</u>	<u>45,223</u>	<u>37,026</u>
<i>Fund Balances</i>			
Restricted fund balances			
General county operations	-	-	-
Public safety	-	-	-
County road	1,162,106	-	-
Culture and recreation	-	-	21,113
Health and welfare	-	-	-
County property valuation	-	-	-
Debt service	-	-	-
Committed fund balances			
Capital projects	-	-	-
Unassigned fund balances	-	-	-
<i>Total fund balances</i>	<u>1,162,106</u>	<u>-</u>	<u>21,113</u>
<i>Total liabilities and fund balances</i>	<u>\$ 1,162,106</u>	<u>\$ 45,223</u>	<u>\$ 58,139</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

SCAAP	Sheriff Grants	USDA Grants	DOH CHI CNS Grants- Maternal/Child Health	Behavioral Health Grants	Department of Homeland Security and Emergency Management
\$ 6,034	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	76,622	-	65,148	69,692	49,953
-	-	-	-	-	-
<u>\$ 6,034</u>	<u>\$ 76,622</u>	<u>\$ -</u>	<u>\$ 65,148</u>	<u>\$ 69,692</u>	<u>\$ 49,953</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	16,395	-	64,124	65,618	36,809
-	16,395	-	64,124	65,618	36,809
6,034	-	-	-	-	-
-	60,227	-	-	-	13,144
-	-	-	-	-	-
-	-	-	-	4,074	-
-	-	-	1,024	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>6,034</u>	<u>60,227</u>	<u>-</u>	<u>1,024</u>	<u>4,074</u>	<u>13,144</u>
<u>\$ 6,034</u>	<u>\$ 76,622</u>	<u>\$ -</u>	<u>\$ 65,148</u>	<u>\$ 69,692</u>	<u>\$ 49,953</u>

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2013

	Special Revenue		Capital Projects
	RAJJB	Inmate Evercom Phone	Senior Appropriations Capital Projects
ASSETS			
Cash and cash equivalents	\$ -	\$ 59,080	\$ -
Investments	-	-	-
Accounts Receivable:			
Other taxes	-	-	-
Intergovernmental	50,128	-	191,219
Accrued interest	-	-	2,430
<i>Total assets</i>	\$ 50,128	\$ 59,080	\$ 193,649
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	49,739	-	193,649
<i>Total liabilities</i>	49,739	-	193,649
<i>Fund Balances</i>			
Restricted fund balances			
General county operations	-	-	-
Public safety	-	59,080	-
County road	-	-	-
Culture and recreation	389	-	-
Health and welfare	-	-	-
County property valuation	-	-	-
Debt service	-	-	-
Committed fund balances			
Capital projects	-	-	-
Unassigned fund balances	-	-	-
<i>Total fund balances</i>	389	59,080	-
<i>Total liabilities and fund balances</i>	\$ 50,128	\$ 59,080	\$ 193,649

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2013

	Total Non-Major Governmental Funds
ASSETS	
Cash and cash equivalents	\$ 9,076,071
Investments	3,000,000
Accounts Receivable:	
Other taxes	487,179
Intergovernmental	753,783
Accrued interest	72,900
<i>Total assets</i>	\$ 13,389,933
 LIABILITIES AND FUND BALANCES	
<i>Liabilities</i>	
Accounts payable	\$ 142,795
Due to other funds	584,195
<i>Total liabilities</i>	726,990
 <i>Fund Balances</i>	
Restricted fund balances	
General county operations	278,771
Public safety	4,968,417
County road	2,021,452
Culture and recreation	104,946
Health and welfare	1,015,483
County property valuation	232,375
Debt service	3,577,503
Committed fund balances	
Capital projects	464,767
Unassigned fund balances	(771)
<i>Total fund balances</i>	12,662,943
 <i>Total liabilities and fund balances</i>	 \$ 13,389,933

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ending June 30, 2013

Special Revenue

	Jail Operations	Solid Waste	County Property Evaluation
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ -	\$ 146,927
Gross receipts	-	160,212	-
Gasoline and motor vehicle	-	-	-
Lodgers	-	-	-
Federal operating grants	-	-	-
State operating grants	-	-	-
State capital grants	-	-	-
Charges for services	117,331	-	-
Licenses and permits	-	-	-
Miscellaneous	-	-	-
Investment income	-	2,430	-
<i>Total revenues</i>	<u>117,331</u>	<u>162,642</u>	<u>146,927</u>
<i>Expenditures</i>			
Current			
General government	117,469	-	-
Public safety	-	600,001	103,052
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>117,469</u>	<u>600,001</u>	<u>103,052</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(138)</u>	<u>(437,359)</u>	<u>43,875</u>
<i>Other financing sources (uses)</i>			
Loan proceeds	-	-	-
Transfers in	-	558,246	-
Transfers (out)	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>558,246</u>	<u>-</u>
<i>Net change in fund balances</i>	(138)	120,887	43,875
<i>Fund balances - beginning of year</i>	<u>(62)</u>	<u>160,681</u>	<u>188,500</u>
<i>Fund balances - end of year</i>	<u>\$ (200)</u>	<u>\$ 281,568</u>	<u>\$ 232,375</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

County Road Projects	Emergency Communications/ EMS	Farm and Range Improvement	Law Enforcement	Lodger's Tax Act	Recreation
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,139,250	-	-	-	-
425,376	-	-	-	-	-
-	-	-	-	58,337	-
824,471	-	5,898	-	-	-
236,286	551	-	42,714	-	-
-	-	-	-	-	-
-	-	-	-	-	10,157
2,410	-	-	-	-	-
6,223	-	-	-	-	-
-	21,870	-	-	-	-
<u>1,494,766</u>	<u>1,161,671</u>	<u>5,898</u>	<u>42,714</u>	<u>58,337</u>	<u>10,157</u>
-	-	-	-	-	-
-	1,096,731	33,500	42,866	-	-
1,972,949	-	-	-	-	-
-	-	-	-	48,361	11,640
-	-	-	-	-	-
247,982	6,797	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,220,931</u>	<u>1,103,528</u>	<u>33,500</u>	<u>42,866</u>	<u>48,361</u>	<u>11,640</u>
<u>(726,165)</u>	<u>58,143</u>	<u>(27,602)</u>	<u>(152)</u>	<u>9,976</u>	<u>(1,483)</u>
-	-	-	-	-	-
500,000	-	28,000	-	-	-
-	-	-	-	-	-
<u>500,000</u>	<u>-</u>	<u>28,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
(226,165)	58,143	398	(152)	9,976	(1,483)
<u>1,085,511</u>	<u>1,404,428</u>	<u>-</u>	<u>-</u>	<u>60,848</u>	<u>9,631</u>
<u>\$ 859,346</u>	<u>\$ 1,462,571</u>	<u>\$ 398</u>	<u>\$ (152)</u>	<u>\$ 70,824</u>	<u>\$ 8,148</u>

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ending June 30, 2013

Special Revenue

	Senior Citizen Program	Indigent	County Fire Protection
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ 203,872	\$ -
Gross receipts	-	569,510	490,486
Gasoline and motor vehicle	-	208,546	-
Lodgers	-	-	-
Federal operating grants	246,222	-	-
State operating grants	455,271	371,669	-
State capital grants	-	-	-
Charges for services	52,615	-	-
Licenses and permits	-	-	-
Miscellaneous	78,136	-	-
Investment income	-	4,860	21,870
<i>Total revenues</i>	<u>832,244</u>	<u>1,358,457</u>	<u>512,356</u>
<i>Expenditures</i>			
Current			
General government	-	-	-
Public safety	-	-	168,195
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	1,732,501	1,208,282	-
Capital outlay	-	-	435,793
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>1,732,501</u>	<u>1,208,282</u>	<u>603,988</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(900,257)</u>	<u>150,175</u>	<u>(91,632)</u>
<i>Other financing sources (uses)</i>			
Loan proceeds	-	-	-
Transfers in	870,821	150,000	-
Transfers (out)	(188)	-	-
<i>Total other financing sources (uses)</i>	<u>870,633</u>	<u>150,000</u>	<u>-</u>
<i>Net change in fund balances</i>	(29,624)	300,175	(91,632)
<i>Fund balances - beginning of year</i>	<u>143,393</u>	<u>318,947</u>	<u>1,561,585</u>
<i>Fund balances - end of year</i>	<u>\$ 113,769</u>	<u>\$ 619,122</u>	<u>\$ 1,469,953</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Clerk's Recording and Filing Fees	Correctional Facility	DWI Grants	Fire Department Funds	EMS Funds	New Mexico State Library
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	565,314	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	770,416	1,712,345	78,266	10,865
-	-	-	-	-	-
85,848	-	-	-	-	-
-	-	15,552	18,224	-	-
-	-	-	-	-	-
<u>85,848</u>	<u>565,314</u>	<u>785,968</u>	<u>1,730,569</u>	<u>78,266</u>	<u>10,865</u>
19,010	-	-	-	-	11,284
-	754,855	780,157	938,444	81,748	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	965,058	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,010</u>	<u>754,855</u>	<u>780,157</u>	<u>1,903,502</u>	<u>81,748</u>	<u>11,284</u>
<u>66,838</u>	<u>(189,541)</u>	<u>5,811</u>	<u>(172,933)</u>	<u>(3,482)</u>	<u>(419)</u>
-	-	-	-	-	-
-	-	20,000	383,000	-	-
-	-	-	(195,293)	-	(65)
-	-	20,000	187,707	-	(65)
66,838	(189,541)	25,811	14,774	(3,482)	(484)
205,899	241,119	18,893	1,782,969	12,899	65
<u>\$ 272,737</u>	<u>\$ 51,578</u>	<u>\$ 44,704</u>	<u>\$ 1,797,743</u>	<u>\$ 9,417</u>	<u>\$ (419)</u>

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ending June 30, 2013

Special Revenue

	Forest Reserve Title III	Recycling & Illegal Dumping	Summer Food Program
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ -	\$ -
Gross receipts	-	-	-
Gasoline and motor vehicle	-	-	-
Lodgers	-	-	-
Federal operating grants	135,796	-	-
State operating grants	-	142,175	93,084
State capital grants	-	-	-
Charges for services	-	-	-
Licenses and permits	-	-	-
Miscellaneous	-	-	3,580
Investment income	19,440	-	-
<i>Total revenues</i>	<u>155,236</u>	<u>142,175</u>	<u>96,664</u>
<i>Expenditures</i>			
Current			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	142,175	113,367
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>142,175</u>	<u>113,367</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>155,236</u>	<u>-</u>	<u>(16,703)</u>
<i>Other financing sources (uses)</i>			
Loan proceeds	-	-	-
Transfers in	-	-	18,297
Transfers (out)	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>18,297</u>
<i>Net change in fund balances</i>	155,236	-	1,594
<i>Fund balances - beginning of year</i>	<u>1,006,870</u>	<u>-</u>	<u>19,519</u>
<i>Fund balances - end of year</i>	<u>\$ 1,162,106</u>	<u>\$ -</u>	<u>\$ 21,113</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

SCAAP	Sheriff Grants	USDA Grants	DOH CHI CNS Grants- Maternal/Child Health	Behavioral Health Grants	Dept. of Homeland Security and Emergency Management
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,736	12,366	22,748	-	38,275	-
-	224,875	-	182,545	220,471	167,981
-	-	-	-	-	-
-	-	-	-	-	-
-	11,274	-	-	-	5,625
-	-	-	-	-	-
<u>5,736</u>	<u>248,515</u>	<u>22,748</u>	<u>182,545</u>	<u>258,746</u>	<u>173,606</u>
3,993	-	-	-	-	-
-	234,195	22,748	-	-	80,179
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	181,491	257,882	-
-	-	-	-	-	86,817
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,993</u>	<u>234,195</u>	<u>22,748</u>	<u>181,491</u>	<u>257,882</u>	<u>166,996</u>
1,743	14,320	-	1,054	864	6,610
-	-	-	-	-	-
-	47,250	-	-	-	5,625
-	(3,195)	(2,192)	-	-	-
-	44,055	(2,192)	-	-	5,625
1,743	58,375	(2,192)	1,054	864	12,235
4,291	1,852	2,192	(30)	3,210	909
<u>\$ 6,034</u>	<u>\$ 60,227</u>	<u>\$ -</u>	<u>\$ 1,024</u>	<u>\$ 4,074</u>	<u>\$ 13,144</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ending June 30, 2013

	Special Revenue		Capital Projects
	RAJJB	Inmate Evercom Phone	Senior Appropriations Capital Projects
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ -	\$ -
Gross receipts	-	-	-
Gasoline and motor vehicle	-	-	-
Lodgers	-	-	-
Federal operating grants	-	-	-
State operating grants	133,963	-	-
State capital grants	-	-	379,373
Charges for services	-	-	-
Licenses and permits	-	-	-
Miscellaneous	-	19,470	-
Investment income	-	-	2,430
<i>Total revenues</i>	133,963	19,470	381,803
<i>Expenditures</i>			
Current			
General government	-	-	7,314
Public safety	-	21,144	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	134,134	-	-
Capital outlay	-	-	374,490
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	134,134	21,144	381,804
<i>Excess (deficiency) of revenues over expenditures</i>	(171)	(1,674)	(1)
<i>Other financing sources (uses)</i>			
Loan proceeds	-	-	-
Transfers in	-	-	1
Transfers (out)	-	-	-
<i>Total other financing sources (uses)</i>	-	-	1
<i>Net change in fund balances</i>	(171)	(1,674)	-
<i>Fund balances - beginning of year</i>	560	60,754	-
<i>Fund balances - end of year</i>	\$ 389	\$ 59,080	\$ -

The accompanying notes are an integral part of these financial statements

Capital Projects					Debt Service
Landfill Closure	Waste Water Treatment	Fire District Bond Funds	EMS Bond Funds	State Appropriations Projects	Debt Service Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	627,065
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	166,500	-	-	239,638	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	40,636
-	166,500	-	-	239,638	667,701
-	-	-	-	20,000	-
-	-	-	-	-	-
13,907	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,544	166,500	-	-	219,636	-
-	-	-	-	-	1,083,353
-	-	-	-	-	127,604
24,451	166,500	-	-	239,636	1,210,957
(24,451)	-	-	-	2	(543,256)
-	-	-	-	-	3,573,105
-	-	168,794	-	-	200,916
-	-	(383,000)	-	(2)	(89)
-	-	(214,206)	-	(2)	3,773,932
(24,451)	-	(214,206)	-	-	3,230,676
113,126	-	545,941	44,357	-	346,827
\$ 88,675	\$ -	\$ 331,735	\$ 44,357	\$ -	\$ 3,577,503

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STATE OF NEW MEXICO

Rio Arriba County

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ending June 30, 2013

Statement A-2

Page 5 of 5

	<u>Total Non-Major Governmental Funds</u>
<i>Revenues</i>	
Taxes:	
Property	\$ 350,799
Gross receipts	3,551,837
Gasoline and motor vehicle	633,922
Lodgers	58,337
Federal operating grants	1,291,512
State operating grants	4,843,477
State capital grants	785,511
Charges for services	265,951
Licenses and permits	2,410
Miscellaneous	158,084
Investment income	113,536
<i>Total revenues</i>	<u>12,055,376</u>
<i>Expenditures</i>	
Current	
General government	179,070
Public safety	4,957,815
Public works	1,986,856
Culture and recreation	60,001
Health and welfare	3,769,832
Capital outlay	2,513,617
Debt service	
Principal	1,083,353
Interest	127,604
<i>Total expenditures</i>	<u>14,678,148</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,622,772)</u>
<i>Other financing sources (uses)</i>	
Loan proceeds	3,573,105
Transfers in	2,950,950
Transfers (out)	(584,024)
<i>Total other financing sources (uses)</i>	<u>5,940,031</u>
<i>Net change in fund balances</i>	3,317,259
<i>Fund balances - beginning of year</i>	<u>9,345,684</u>
<i>Fund balances - end of year</i>	<u>\$ 12,662,943</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-1

Rio Arriba County

Jail Operations Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	100,000	117,331	117,331	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>100,000</u>	<u>117,331</u>	<u>117,331</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	100,000	117,331	117,331	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>100,000</u>	<u>117,331</u>	<u>117,331</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
Adjustments to expenditures for care of prisoner costs				(138)
Net change in fund balances (GAAP)				<u>\$ (138)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-2

Rio Arriba County

Solid Waste Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	100,000	100,000	138,028	38,028
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>100,000</u>	<u>100,000</u>	<u>138,028</u>	<u>38,028</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	804,327	804,327	600,001	204,326
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>804,327</u>	<u>804,327</u>	<u>600,001</u>	<u>204,326</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(704,327)</u>	<u>(704,327)</u>	<u>(461,973)</u>	<u>242,354</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	146,081	146,081	-	(146,081)
Transfers in	558,246	558,246	558,246	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>704,327</u>	<u>704,327</u>	<u>558,246</u>	<u>(146,081)</u>
<i>Net change in fund balances</i>	-	-	96,273	96,273
<i>Fund balances - beginning of year</i>	-	-	146,081	146,081
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 242,354</u>	<u>\$ 242,354</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 96,273
Adjustments to revenues for gross receipts taxes				24,614
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 120,887</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-3

Rio Arriba County

County Property Evaluation Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<i>Revenues</i>				
Taxes:				
Property	\$ 120,000	\$ 120,000	\$ 146,927	\$ 26,927
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>120,000</u>	<u>120,000</u>	<u>146,927</u>	<u>26,927</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	268,946	269,253	98,319	170,934
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	40,000	39,693	4,924	34,769
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>308,946</u>	<u>308,946</u>	<u>103,243</u>	<u>205,703</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(188,946)</u>	<u>(188,946)</u>	<u>43,684</u>	<u>232,630</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	188,946	188,946	-	(188,946)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>188,946</u>	<u>188,946</u>	<u>-</u>	<u>(188,946)</u>
<i>Net change in fund balances</i>	-	-	43,684	43,684
<i>Fund balances - beginning of year</i>	-	-	188,946	188,946
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 232,630</u>	<u>\$ 232,630</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 43,684
No adjustments to revenues				-
Adjustments to expenditures for appraiser increments and oil and gas costs				191
Net change in fund balances (GAAP)				<u>\$ 43,875</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

Rio Arriba County

County Road Projects Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	400,000	400,000	425,376	25,376
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	830,224	830,224	824,471	(5,753)
State operating grants	497,485	761,616	236,286	(525,330)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	2,410	2,410
Miscellaneous	-	-	6,223	6,223
<i>Total revenues</i>	<u>1,727,709</u>	<u>1,991,840</u>	<u>1,494,766</u>	<u>(497,074)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	2,224,838	2,385,866	1,987,185	398,681
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	696,099	799,202	251,938	547,264
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,920,937</u>	<u>3,185,068</u>	<u>2,239,123</u>	<u>945,945</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,193,228)</u>	<u>(1,193,228)</u>	<u>(744,357)</u>	<u>448,871</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	693,228	693,228	-	(693,228)
Transfers in	-	-	-	-
Transfers (out)	500,000	500,000	500,000	-
<i>Total other financing sources (uses)</i>	<u>1,193,228</u>	<u>1,193,228</u>	<u>500,000</u>	<u>(693,228)</u>
<i>Net change in fund balances</i>	-	-	(244,357)	(244,357)
<i>Fund balances - beginning of year</i>	-	-	1,103,703	1,103,703
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 859,346</u>	<u>\$ 859,346</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (244,357)
No adjustments to revenues				-
Adjustments to expenditures for maintenance of roads				18,192
Net change in fund balances (GAAP)				<u>\$ (226,165)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-5

Rio Arriba County

Emergency Communication/EMS Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	1,000,000	1,000,000	1,161,144	161,144
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	551	551
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,161,695</u>	<u>161,695</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	1,180,000	1,172,000	1,087,698	84,302
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,022,176	1,030,176	15,676	1,014,500
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,202,176</u>	<u>2,202,176</u>	<u>1,103,374</u>	<u>1,098,802</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,202,176)</u>	<u>(1,202,176)</u>	<u>58,321</u>	<u>1,260,497</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,202,176	1,202,176	-	(1,202,176)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,202,176</u>	<u>1,202,176</u>	<u>-</u>	<u>(1,202,176)</u>
<i>Net change in fund balances</i>	-	-	58,321	58,321
<i>Fund balances - beginning of year</i>	-	-	1,202,176	1,202,176
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,260,497</u>	<u>\$ 1,260,497</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 58,321
Adjustments to revenues for gross receipts taxes				(24)
Adjustments to expenditures for contractual services				(154)
Net change in fund balances (GAAP)				<u>\$ 58,143</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-6

Rio Arriba County

Farm and Range Improvement Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	5,500	5,500	5,898	398
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,500</u>	<u>5,500</u>	<u>5,898</u>	<u>398</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	33,500	33,500	33,500	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>33,500</u>	<u>33,500</u>	<u>33,500</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(28,000)</u>	<u>(28,000)</u>	<u>(27,602)</u>	<u>398</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	28,000	28,000	28,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>28,000</u>	<u>28,000</u>	<u>28,000</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	398	398
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 398</u>	<u>\$ 398</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 398
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 398</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-7

Rio Arriba County

Law Enforcement Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	114	114	-
State operating grants	42,000	42,600	42,600	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>42,000</u>	<u>42,714</u>	<u>42,714</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	22,000	27,139	27,139	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	20,000	15,575	15,575	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>42,000</u>	<u>42,714</u>	<u>42,714</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
Adjustments to expenditures for supplies				(152)
Net change in fund balances (GAAP)				<u>\$ (152)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-8

Rio Arriba County

Lodgers' Tax Act Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	50,000	58,337	58,337	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>58,337</u>	<u>58,337</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	110,848	119,185	47,655	71,530
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>110,848</u>	<u>119,185</u>	<u>47,655</u>	<u>71,530</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(60,848)</u>	<u>(60,848)</u>	<u>10,682</u>	<u>71,530</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	60,848	60,848	-	(60,848)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>60,848</u>	<u>60,848</u>	<u>-</u>	<u>(60,848)</u>
<i>Net change in fund balances</i>	-	-	10,682	10,682
<i>Fund balances - beginning of year</i>	-	-	60,848	60,848
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,530</u>	<u>\$ 71,530</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 10,682
No adjustments to revenues				-
Adjustments to expenditures for lodger's tax operating costs				(706)
Net change in fund balances (GAAP)				<u>\$ 9,976</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

Rio Arriba County

Recreation Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	10,157	10,157	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	10,157	10,157	-
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	9,631	19,788	11,640	8,148
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	9,631	19,788	11,640	8,148
<i>Excess (deficiency) of revenues over expenditures</i>	(9,631)	(9,631)	(1,483)	8,148
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	9,631	9,631	-	(9,631)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	9,631	9,631	-	(9,631)
<i>Net change in fund balances</i>	-	-	(1,483)	(1,483)
<i>Fund balances - beginning of year</i>	-	-	9,631	9,631
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 8,148	\$ 8,148
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,483)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ (1,483)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-10

Rio Arriba County

Senior Citizen Program Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	241,903	241,903	246,222	4,319
State operating grants	512,927	472,270	469,771	(2,499)
State capital grants	-	-	-	-
Charges for services	-	52,615	52,615	-
Licenses and permits	-	-	-	-
Miscellaneous	66,000	66,000	78,136	12,136
<i>Total revenues</i>	<u>820,830</u>	<u>832,788</u>	<u>846,744</u>	<u>13,956</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	1,828,618	1,836,969	1,736,509	100,460
Health and welfare	-	-	-	-
Capital outlay	-	1,100	1,100	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,828,618</u>	<u>1,838,069</u>	<u>1,737,609</u>	<u>100,460</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,007,788)</u>	<u>(1,005,281)</u>	<u>(890,865)</u>	<u>114,416</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	136,967	134,648	-	(134,648)
Transfers in	870,821	870,821	870,821	-
Transfers (out)	-	(188)	(188)	-
<i>Total other financing sources (uses)</i>	<u>1,007,788</u>	<u>1,005,281</u>	<u>870,633</u>	<u>(134,648)</u>
<i>Net change in fund balances</i>	-	-	(20,232)	(20,232)
<i>Fund balances - beginning of year</i>	-	-	136,967	136,967
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,735</u>	<u>\$ 116,735</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (20,232)
Adjustments to revenues for federal operating grants				(14,500)
Adjustments to expenditures for commodities received and oil and gas costs				5,108
Net change in fund balances (GAAP)				<u>\$ (29,624)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-11

Rio Arriba County

Indigent Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	495,000	495,000	580,487	85,487
Gasoline and motor vehicle	166,000	166,000	204,736	38,736
Lodgers	215,000	215,000	203,872	(11,128)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	314,000	314,000	371,669	57,669
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,190,000</u>	<u>1,190,000</u>	<u>1,360,764</u>	<u>170,764</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	1,404,296	1,442,908	1,213,963	228,945
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,404,296</u>	<u>1,442,908</u>	<u>1,213,963</u>	<u>228,945</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(214,296)</u>	<u>(252,908)</u>	<u>146,801</u>	<u>399,709</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	214,296	102,908	-	(102,908)
Transfers in	-	150,000	150,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>214,296</u>	<u>252,908</u>	<u>150,000</u>	<u>(102,908)</u>
<i>Net change in fund balances</i>	-	-	296,801	296,801
<i>Fund balances - beginning of year</i>	-	-	214,296	214,296
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 511,097</u>	<u>\$ 511,097</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 296,801
Adjustments to revenues for taxes receivable				(2,307)
Adjustments to expenditures for care of prisoners and other operating costs				5,681
Net change in fund balances (GAAP)				<u>\$ 300,175</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

Rio Arriba County

County Fire Protection Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	500,000	500,000	500,457	457
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>500,000</u>	<u>500,000</u>	<u>500,457</u>	<u>457</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	181,684	295,679	124,185	171,494
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,794,994	1,680,999	435,793	1,245,206
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,976,678</u>	<u>1,976,678</u>	<u>559,978</u>	<u>1,416,700</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,476,678)</u>	<u>(1,476,678)</u>	<u>(59,521)</u>	<u>1,417,157</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,476,678	1,476,678	-	(1,476,678)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,476,678</u>	<u>1,476,678</u>	<u>-</u>	<u>(1,476,678)</u>
<i>Net change in fund balances</i>	-	-	(59,521)	(59,521)
<i>Fund balances - beginning of year</i>	-	-	1,476,678	1,476,678
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,417,157</u>	<u>\$ 1,417,157</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (59,521)
Adjustments to revenues for gross receipts taxes				11,899
Adjustments to expenditures for property and liability costs				(44,010)
Net change in fund balances (GAAP)				<u>\$ (91,632)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

Rio Arriba County

Clerk's Recording and Filing Fees Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	50,000	50,000	85,848	35,848
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>85,848</u>	<u>35,848</u>
<i>Expenditures</i>				
Current:				
General government	166,355	166,355	14,691	151,664
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	89,544	89,544	4,308	85,236
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>255,899</u>	<u>255,899</u>	<u>18,999</u>	<u>236,900</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(205,899)</u>	<u>(205,899)</u>	<u>66,849</u>	<u>272,748</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	205,899	205,899	-	(205,899)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>205,899</u>	<u>205,899</u>	<u>-</u>	<u>(205,899)</u>
<i>Net change in fund balances</i>	-	-	66,849	66,849
<i>Fund balances - beginning of year</i>	-	-	205,899	205,899
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 272,748</u>	<u>\$ 272,748</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 66,849
No adjustments to revenues				-
Adjustments to expenditures for supplies				(11)
Net change in fund balances (GAAP)				<u>\$ 66,838</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

Rio Arriba County

Correctional Facility Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	495,000	576,163	576,162	(1)
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>495,000</u>	<u>576,163</u>	<u>576,162</u>	<u>(1)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	636,120	717,283	717,282	1
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>636,120</u>	<u>717,283</u>	<u>717,282</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(141,120)</u>	<u>(141,120)</u>	<u>(141,120)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	141,120	141,120	-	(141,120)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>141,120</u>	<u>141,120</u>	<u>-</u>	<u>(141,120)</u>
<i>Net change in fund balances</i>	-	-	(141,120)	(141,120)
<i>Fund balances - beginning of year</i>	-	-	141,120	141,120
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (141,120)
Adjustments to revenues for gross receipts taxes				(10,848)
Adjustments to expenditures for salaries				(37,573)
Net change in fund balances (GAAP)				<u>\$ (189,541)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

Rio Arriba County

DWI Grants Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	838,216	929,005	775,450	(153,555)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	15,552	15,552	-
<i>Total revenues</i>	<u>838,216</u>	<u>944,557</u>	<u>791,002</u>	<u>(153,555)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	724,034	814,631	762,205	52,426
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	3,000	18,657	18,477	180
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>727,034</u>	<u>833,288</u>	<u>780,682</u>	<u>52,606</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>111,182</u>	<u>111,269</u>	<u>10,320</u>	<u>(100,949)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(131,182)	(131,269)	-	131,269
Transfers in	20,000	20,000	20,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(111,182)</u>	<u>(111,269)</u>	<u>20,000</u>	<u>131,269</u>
<i>Net change in fund balances</i>	-	-	30,320	30,320
<i>Fund balances - beginning of year</i>	-	-	(131,182)	(131,182)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (100,862)</u>	<u>\$ (100,862)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 30,320
Adjustments to revenues for state operating grants				(5,034)
Adjustments to expenditures for oil and gas costs				525
Net change in fund balances (GAAP)				<u>\$ 25,811</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-16

Rio Arriba County

Fire Department Funds Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	1,111,557	1,713,188	1,712,345	(843)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	18,224	18,224
<i>Total revenues</i>	<u>1,111,557</u>	<u>1,713,188</u>	<u>1,730,569</u>	<u>17,381</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	946,101	2,270,601	878,676	1,391,925
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	33,687	1,390,809	1,002,740	388,069
Debt service:				
Principal	26,500	26,500	-	26,500
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,006,288</u>	<u>3,687,910</u>	<u>1,881,416</u>	<u>1,806,494</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>105,269</u>	<u>(1,974,722)</u>	<u>(150,847)</u>	<u>1,823,875</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	63,524	1,760,515	-	(1,760,515)
Transfers in	-	383,000	383,000	-
Transfers (out)	(168,793)	(168,793)	(195,295)	(26,502)
<i>Total other financing sources (uses)</i>	<u>(105,269)</u>	<u>1,974,722</u>	<u>187,705</u>	<u>(1,787,017)</u>
<i>Net change in fund balances</i>	-	-	36,858	36,858
<i>Fund balances - beginning of year</i>	-	-	1,787,106	1,787,106
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,823,964</u>	<u>\$ 1,823,964</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 36,858
No adjustments to revenues				-
Adjustments to expenditures for fire department operating costs				(22,084)
Net change in fund balances (GAAP)				<u>\$ 14,774</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

Rio Arriba County

EMS Funds Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	77,422	77,921	78,266	345
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>77,422</u>	<u>77,921</u>	<u>78,266</u>	<u>345</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	67,048	78,872	69,802	9,070
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	14,539	12,030	12,031	(1)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>81,587</u>	<u>90,902</u>	<u>81,833</u>	<u>9,069</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,165)</u>	<u>(12,981)</u>	<u>(3,567)</u>	<u>9,414</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,165	12,981	-	(12,981)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,165</u>	<u>12,981</u>	<u>-</u>	<u>(12,981)</u>
<i>Net change in fund balances</i>	-	-	(3,567)	(3,567)
<i>Fund balances - beginning of year</i>	-	-	12,984	12,984
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,417</u>	<u>\$ 9,417</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (3,567)
No adjustments to revenues				-
Adjustments to expenditures for emergency services operating costs				85
Net change in fund balances (GAAP)				<u>\$ (3,482)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

Rio Arriba County

New Mexico State Library Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	10,620	21,485	9,028	(12,457)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10,620</u>	<u>21,485</u>	<u>9,028</u>	<u>(12,457)</u>
<i>Expenditures</i>				
Current:				
General government	8,685	18,376	7,758	10,618
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	2,000	3,108	3,107	1
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,685</u>	<u>21,484</u>	<u>10,865</u>	<u>10,619</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(65)</u>	<u>1</u>	<u>(1,837)</u>	<u>(1,838)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	65	64	-	(64)
Transfers in	-	-	-	-
Transfers (out)	-	(65)	(65)	-
<i>Total other financing sources (uses)</i>	<u>65</u>	<u>(1)</u>	<u>(65)</u>	<u>(64)</u>
<i>Net change in fund balances</i>	-	-	(1,902)	(1,902)
<i>Fund balances - beginning of year</i>	-	-	65	65
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,837)</u>	<u>\$ (1,837)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,902)
Adjustments to revenues for prior year miscellaneous reimbursements				1,837
Adjustments to expenditures for other equipment				(419)
Net change in fund balances (GAAP)				<u>\$ (484)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

Rio Arriba County

Forest Reserve Title III Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	135,795	135,795
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	135,795	135,795
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	1,006,870	987,870	(1)	987,871
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,006,870	987,870	(1)	987,871
<i>Excess (deficiency) of revenues over expenditures</i>	(1,006,870)	(987,870)	135,796	1,123,666
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,006,870	987,870	-	(987,870)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	1,006,870	987,870	-	(987,870)
<i>Net change in fund balances</i>	-	-	135,796	135,796
<i>Fund balances - beginning of year</i>	-	-	1,006,870	1,006,870
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 1,142,666	\$ 1,142,666
Net change in fund balances (non-GAAP budgetary basis)				\$ 135,796
Adjustments to revenues for federal operating grants				19,440
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ 155,236

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

Rio Arriba County
 Recycling & Illegal Dumping Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	142,175	96,952	(45,223)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	142,175	96,952	(45,223)
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	142,175	142,175	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	142,175	142,175	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(45,223)	(45,223)
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(45,223)	(45,223)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (45,223)	\$ (45,223)
Net change in fund balances (non-GAAP budgetary basis)				\$ (45,223)
Adjustments to revenues for state operating grants				45,223
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

Rio Arriba County

Summer Food Program Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	68,072	154,668	81,936	(72,732)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	3,580	3,580	-
<i>Total revenues</i>	<u>68,072</u>	<u>158,248</u>	<u>85,516</u>	<u>(72,732)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	40,600	161,598	86,280	75,318
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>40,600</u>	<u>161,598</u>	<u>86,280</u>	<u>75,318</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>27,472</u>	<u>(3,350)</u>	<u>(764)</u>	<u>2,586</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(27,472)	(14,947)	-	14,947
Transfers in	-	18,297	18,297	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(27,472)</u>	<u>3,350</u>	<u>18,297</u>	<u>14,947</u>
<i>Net change in fund balances</i>	-	-	17,533	17,533
<i>Fund balances - beginning of year</i>	-	-	(27,472)	(27,472)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,939)</u>	<u>\$ (9,939)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 17,533
Adjustments to revenues for state operating grants				11,148
Adjustments to expenditures for operating costs				(27,087)
Net change in fund balances (GAAP)				<u>\$ 1,594</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

Rio Arriba County

SCAAP Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	5,736	5,736	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	5,736	5,736	-
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	4,291	10,027	3,993	6,034
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	4,291	10,027	3,993	6,034
<i>Excess (deficiency) of revenues over expenditures</i>	(4,291)	(4,291)	1,743	6,034
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,291	4,291	-	(4,291)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	4,291	4,291	-	(4,291)
<i>Net change in fund balances</i>	-	-	1,743	1,743
<i>Fund balances - beginning of year</i>	-	-	4,291	4,291
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 6,034	\$ 6,034
Net change in fund balances (non-GAAP budgetary basis)				\$ 1,743
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ 1,743

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

Rio Arriba County

Sheriff Grants Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	43,395	46,025	21,457	(24,568)
State operating grants	111,406	315,919	182,720	(133,199)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	82,320	29,229	13,960	(15,269)
<i>Total revenues</i>	<u>237,121</u>	<u>391,173</u>	<u>218,137</u>	<u>(173,036)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	164,789	294,779	210,313	84,466
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	27,940	99,252	23,882	75,370
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>192,729</u>	<u>394,031</u>	<u>234,195</u>	<u>159,836</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>44,392</u>	<u>(2,858)</u>	<u>(16,058)</u>	<u>(13,200)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(44,392)	(41,197)	-	41,197
Transfers in	-	47,250	47,250	-
Transfers (out)	-	(3,195)	(3,195)	-
<i>Total other financing sources (uses)</i>	<u>(44,392)</u>	<u>2,858</u>	<u>44,055</u>	<u>41,197</u>
<i>Net change in fund balances</i>	-	-	27,997	27,997
<i>Fund balances - beginning of year</i>	-	-	(44,392)	(44,392)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,395)</u>	<u>\$ (16,395)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 27,997
Adjustments to revenues for operating grants				30,378
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 58,375</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

Rio Arriba County

USDA Grants Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	30,957	24,600	24,600	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>30,957</u>	<u>24,600</u>	<u>24,600</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	14,539	22,748	22,748	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>14,539</u>	<u>22,748</u>	<u>22,748</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>16,418</u>	<u>1,852</u>	<u>1,852</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(16,418)	340	-	(340)
Transfers in	-	-	-	-
Transfers (out)	-	(2,192)	(2,192)	-
<i>Total other financing sources (uses)</i>	<u>(16,418)</u>	<u>(1,852)</u>	<u>(2,192)</u>	<u>(340)</u>
<i>Net change in fund balances</i>	-	-	(340)	(340)
<i>Fund balances - beginning of year</i>	-	-	340	340
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (340)
Adjustments to revenues for federal operating grants				(1,852)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (2,192)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

Rio Arriba County

DOH CHI CNS Grants Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	10,788	-	(10,788)
State operating grants	78,599	227,984	157,796	(70,188)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>78,599</u>	<u>238,772</u>	<u>157,796</u>	<u>(80,976)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	38,176	197,678	180,826	16,852
Capital outlay	24	695	695	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>38,200</u>	<u>198,373</u>	<u>181,521</u>	<u>16,852</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>40,399</u>	<u>40,399</u>	<u>(23,725)</u>	<u>(64,124)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(40,399)	(40,399)	-	40,399
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(40,399)</u>	<u>(40,399)</u>	<u>-</u>	<u>40,399</u>
<i>Net change in fund balances</i>	-	-	(23,725)	(23,725)
<i>Fund balances - beginning of year</i>	-	-	(40,399)	(40,399)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (64,124)</u>	<u>\$ (64,124)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (23,725)
Adjustments to revenues for state operating grants				24,749
Adjustments to expenditures for program operating costs				30
Net change in fund balances (GAAP)				<u>\$ 1,054</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

Rio Arriba County

Behavioral Health Grants Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	249,835	9,983	(239,852)
State operating grants	297,787	297,787	258,054	(39,733)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>297,787</u>	<u>547,622</u>	<u>268,037</u>	<u>(279,585)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	222,014	471,849	257,882	213,967
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>222,014</u>	<u>471,849</u>	<u>257,882</u>	<u>213,967</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>75,773</u>	<u>75,773</u>	<u>10,155</u>	<u>(65,618)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(75,773)	(75,773)	-	75,773
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(75,773)</u>	<u>(75,773)</u>	<u>-</u>	<u>75,773</u>
<i>Net change in fund balances</i>	-	-	10,155	10,155
<i>Fund balances - beginning of year</i>	-	-	(75,773)	(75,773)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (65,618)</u>	<u>\$ (65,618)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 10,155
Adjustments to revenues for state operating grants				(9,291)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 864</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

Rio Arriba County

Dept. of Homeland Security & Emergency Management Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	33,750	-	(33,750)
State operating grants	188,592	273,498	203,596	(69,902)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	5,625	5,625
<i>Total revenues</i>	<u>188,592</u>	<u>307,248</u>	<u>209,221</u>	<u>(98,027)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	82,634	122,764	56,326	66,438
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	21,299	111,984	110,670	1,314
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>103,933</u>	<u>234,748</u>	<u>166,996</u>	<u>67,752</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>84,659</u>	<u>72,500</u>	<u>42,225</u>	<u>(30,275)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(84,659)	(78,125)	-	78,125
Transfers in	-	5,625	5,625	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(84,659)</u>	<u>(72,500)</u>	<u>5,625</u>	<u>78,125</u>
<i>Net change in fund balances</i>	-	-	47,850	47,850
<i>Fund balances - beginning of year</i>	-	-	(84,659)	(84,659)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (36,809)</u>	<u>\$ (36,809)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 47,850
Adjustments to revenues for state operating grants				(35,615)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 12,235</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Rio Arriba County

RAJJB Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	67,179	134,179	116,159	(18,020)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	31,764	31,764	-	(31,764)
<i>Total revenues</i>	<u>98,943</u>	<u>165,943</u>	<u>116,159</u>	<u>(49,784)</u>
<i>Expenditures</i>				
Current:				
General government	67,179	134,179	134,134	45
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>67,179</u>	<u>134,179</u>	<u>134,134</u>	<u>45</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>31,764</u>	<u>31,764</u>	<u>(17,975)</u>	<u>(49,739)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(31,764)	(31,764)	-	31,764
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(31,764)</u>	<u>(31,764)</u>	<u>-</u>	<u>31,764</u>
<i>Net change in fund balances</i>	-	-	(17,975)	(17,975)
<i>Fund balances - beginning of year</i>	-	-	(31,764)	(31,764)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (49,739)</u>	<u>\$ (49,739)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (17,975)
Adjustments to revenues for state operating grants				17,804
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (171)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-29

Rio Arriba County

Inmate Evercom Phone Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	19,470	19,470	-
<i>Total revenues</i>	-	19,470	19,470	-
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	60,004	79,474	21,144	58,330
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	750	750	-	750
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	60,754	80,224	21,144	59,080
<i>Excess (deficiency) of revenues over expenditures</i>	(60,754)	(60,754)	(1,674)	59,080
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	60,754	60,754	-	(60,754)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	60,754	60,754	-	(60,754)
<i>Net change in fund balances</i>	-	-	(1,674)	(1,674)
<i>Fund balances - beginning of year</i>	-	-	60,754	60,754
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 59,080	\$ 59,080
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,674)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ (1,674)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

Rio Arriba County

Senior Appropriation Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	418,944	473,944	232,926	(241,018)
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>418,944</u>	<u>473,944</u>	<u>232,926</u>	<u>(241,018)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	374,172	429,172	381,804	47,368
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>374,172</u>	<u>429,172</u>	<u>381,804</u>	<u>47,368</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>44,772</u>	<u>44,772</u>	<u>(148,878)</u>	<u>(193,650)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(44,772)	(44,773)	-	44,773
Transfers in	-	1	1	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(44,772)</u>	<u>(44,772)</u>	<u>1</u>	<u>44,773</u>
<i>Net change in fund balances</i>	-	-	(148,877)	(148,877)
<i>Fund balances - beginning of year</i>	-	-	(44,772)	(44,772)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (193,649)</u>	<u>\$ (193,649)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (148,877)
Adjustments to revenues for state capital grants				148,877
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

Rio Arriba County

Landfill Closure Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	28,816	13,907	14,909
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	113,126	84,309	10,544	73,765
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	113,126	113,125	24,451	88,674
<i>Excess (deficiency) of revenues over expenditures</i>	(113,126)	(113,125)	(24,451)	88,674
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	113,126	113,125	-	(113,125)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	113,126	113,125	-	(113,125)
<i>Net change in fund balances</i>	-	-	(24,451)	(24,451)
<i>Fund balances - beginning of year</i>	-	-	113,126	113,126
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 88,675	\$ 88,675
Net change in fund balances (non-GAAP budgetary basis)				\$ (24,451)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ (24,451)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-32

Rio Arriba County

Waste Water Treatment Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	10,243	-	(10,243)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>166,500</u>	<u>176,743</u>	<u>166,500</u>	<u>(10,243)</u>
<i>Expenditures</i>				
Current:				
General government	-	1	-	1
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	166,500	166,500	166,500	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>166,500</u>	<u>166,501</u>	<u>166,500</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>10,242</u>	<u>-</u>	<u>(10,242)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(10,242)	-	10,242
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(10,242)</u>	<u>-</u>	<u>10,242</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

Rio Arriba County

Fire District Bond Funds Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	714,734	331,734	-	331,734
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	714,734	331,734	-	331,734
<i>Excess (deficiency) of revenues over expenditures</i>	(714,734)	(331,734)	-	331,734
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	545,941	545,941	-	(545,941)
Transfers in	168,793	168,793	168,794	1
Transfers (out)	-	(383,000)	(383,000)	-
<i>Total other financing sources (uses)</i>	714,734	331,734	(214,206)	(545,940)
<i>Net change in fund balances</i>	-	-	(214,206)	(214,206)
<i>Fund balances - beginning of year</i>	-	-	545,941	545,941
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 331,735	\$ 331,735
Net change in fund balances (non-GAAP budgetary basis)				\$ (214,206)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ (214,206)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-34

Rio Arriba County

EMS Bond Funds Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	44,357	44,357	-	44,357
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	44,357	44,357	-	44,357
<i>Excess (deficiency) of revenues over expenditures</i>	(44,357)	(44,357)	-	44,357
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	44,357	44,357	-	(44,357)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	44,357	44,357	-	(44,357)
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	44,357	44,357
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 44,357	\$ 44,357
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-35

Rio Arriba County

State Appropriations Projects Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	53,316	240,525	239,638	(887)
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>53,316</u>	<u>240,525</u>	<u>239,638</u>	<u>(887)</u>
<i>Expenditures</i>				
Current:				
General government	-	20,000	20,000	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	53,316	220,523	219,636	887
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>53,316</u>	<u>240,523</u>	<u>239,636</u>	<u>887</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>2</u>	<u>2</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(2)	(2)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(2)</u>	<u>(2)</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-36

Rio Arriba County

County Funded Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	742,500	742,500	657,079	(85,421)
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	80,416	88,218	7,802
<i>Total revenues</i>	<u>742,500</u>	<u>822,916</u>	<u>745,296</u>	<u>(77,620)</u>
<i>Expenditures</i>				
Current:				
General government	868,160	1,151,434	735,621	415,813
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	22,418,052	22,171,444	5,624,772	16,546,672
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>23,286,212</u>	<u>23,322,878</u>	<u>6,360,393</u>	<u>16,962,485</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(22,543,712)</u>	<u>(22,499,962)</u>	<u>(5,615,097)</u>	<u>16,884,865</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	14,210,712	14,214,212	-	(14,214,212)
Loan reimbursement	3,333,000	3,333,000	-	(3,333,000)
Transfers in	5,000,000	5,000,000	5,000,000	-
Transfers (out)	-	(47,250)	(47,250)	-
<i>Total other financing sources (uses)</i>	<u>22,543,712</u>	<u>22,499,962</u>	<u>4,952,750</u>	<u>(17,547,212)</u>
<i>Net change in fund balances</i>	-	-	(662,347)	(662,347)
<i>Fund balances - beginning of year</i>	-	-	14,210,713	14,210,713
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,548,366</u>	<u>\$ 13,548,366</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (662,347)
Adjustments to revenues for gross receipts taxes				66,531
Adjustments to expenditures for repairs and maintenance				(47,233)
Net change in fund balances (GAAP)				<u>\$ (643,049)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-37

Rio Arriba County
Debt Service FundsStatement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	627,065	627,065
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	667,701	667,701
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	1,083,353	1,083,353	-
Interest	269,407	127,604	127,604	-
<i>Total expenditures</i>	269,407	1,210,957	1,210,957	-
<i>Excess (deficiency) of revenues over expenditures</i>	(269,407)	(1,210,957)	(543,256)	667,701
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	269,407	(2,536,476)	-	2,536,476
Loan proceeds	-	3,573,105	3,573,105	-
Transfers in	-	174,417	200,916	26,499
Transfers (out)	-	(89)	(89)	-
<i>Total other financing sources (uses)</i>	269,407	1,210,957	3,773,932	2,562,975
<i>Net change in fund balances</i>	-	-	3,230,676	3,230,676
<i>Fund balances - beginning of year</i>	-	-	346,827	346,827
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 3,577,503	\$ 3,577,503
Net change in fund balances (non-GAAP budgetary basis)				\$ 3,230,676
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ 3,230,676

The accompanying notes are an integral part of these financial statements

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Collateral Pledged by Depository
 For Public Funds
 June 30, 2013

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value *Par Value June 30, 2013	Name and Location of Safekeeper
Community Bank					
	FHLMC Bond	11/14/2017	3134G3MD9	\$ 497,690	Federal Reserve Bank of Boston, MA
	FNMA Bond	3/28/2017	3135G0CM3	1,008,100	Federal Reserve Bank of Boston, MA
	FHLMC Pool	3/1/2027	3128MMPP2	696,364	Federal Reserve Bank of Boston, MA
	FNMA Pool	6/1/2021	31417Y2D8	702,334	Federal Reserve Bank of Boston, MA
	FNMA Pool	1/1/2022	31418AB31	724,798	Federal Reserve Bank of Boston, MA
	GNMA Pool	3/15/2027	36176XE21	860,082	Federal Reserve Bank of Boston, MA
	GNMA Pool	3/15/2027	36176XEX3	263,663	Federal Reserve Bank of Boston, MA
				<u>4,753,031</u>	
Valley National Bank					
	New Mexico State University *	4/1/2019	647421BE5	500,000	TIB Independent Bankers Bank Dallas, TX
	FHLMC Gols #J17774	1/1/2027	3128PXT71	1,820,913	TIB Independent Bankers Bank Dallas, TX
	FNMA #AJ5336	11/1/2026	3138AW4Wo	1,429,409	TIB Independent Bankers Bank Dallas, TX
	FNMA # MA1179	8/1/2042	31418AJz2	1,087,767	TIB Independent Bankers Bank Dallas, TX
	FNMA # MA1029	4/25/2032	31418AEB0	1,668,216	TIB Independent Bankers Bank Dallas, TX
	FHLMC Gold #J18360	3/1/2027	3128PYJD7	1,469,116	TIB Independent Bankers Bank Dallas, TX
	Albuquerque, New Mexico*	7/1/2018	013538HB2	1,500,000	TIB Independent Bankers Bank Dallas, TX
	FHR 4019	12/15/2041	3137AN2S3	1,440,028	TIB Independent Bankers Bank Dallas, TX
	FNMA #MA0909	11/1/2021	31418AAK4	1,979,233	TIB Independent Bankers Bank Dallas, TX
	FNMA #ad6392	5/1/2025	31418UC69	1,375,217	TIB Independent Bankers Bank Dallas, TX
	Belen N Mex Gross*	6/1/2019	077571CK1	265,000	TIB Independent Bankers Bank Dallas, TX
	FNMA Pool # 544878	6/1/2034	31385HJX1	148,527	TIB Independent Bankers Bank Dallas, TX
	Torrance Cnty NM*	8/1/2013	891398AX7	300,000	TIB Independent Bankers Bank Dallas, TX
	Santa Fe N Mex*	6/1/2025	802169BJ0	200,000	TIB Independent Bankers Bank Dallas, TX
	FNMA Pool #MA0213	10/1/2039	31417YGX9	265,719	TIB Independent Bankers Bank Dallas, TX
	FNMA #901682	10/1/2026	31410YXK5	72,152	TIB Independent Bankers Bank Dallas, TX
	FNMA #MA0470	7/1/2040	31417YQY6	411,272	TIB Independent Bankers Bank Dallas, TX
	Luna Cnty Nmex Gr Rcpts*	7/1/2015	550332CE8	195,000	TIB Independent Bankers Bank Dallas, TX
	Luna Cnty Nmex Gr Rcpts*	7/1/2017	550332CG3	215,000	TIB Independent Bankers Bank Dallas, TX
	Zuni N Mex Pub Sch*	8/1/2020	98981RAJ6	125,000	TIB Independent Bankers Bank Dallas, TX
	FHLMC	4/1/2026	3128MCYR0	528,406	TIB Independent Bankers Bank Dallas, TX
	FHR3841	12/15/2040	3137A8TK4	635,314	TIB Independent Bankers Bank Dallas, TX
				<u>17,631,289</u>	

See independent auditors' report

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Collateral Pledged by Depository
 For Public Funds
 June 30, 2013

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value *Par Value June 30, 2013	Name and Location of Safekeeper
Century Bank					
	Silver City NM Cons Sch Dist*	8/1/2017	827513EX6	1,000,000	Federal Home Loan Bank Dallas, TX
	Sandoval Cnty NM*	12/15/2018	80004PCV2	355,000	Federal Home Loan Bank Dallas, TX
	W Las Vegas N Mex Sch Dist*	8/15/2019	953769JX5	400,000	Federal Home Loan Bank Dallas, TX
	Alamogordo NM Jt Wtr & S*	6/1/2020	011500FZ3	270,000	Federal Home Loan Bank Dallas, TX
	Luna Cnty NM Gross Rcpts*	7/1/2022	550332BL3	530,000	Federal Home Loan Bank Dallas, TX
	Carlsbad N M Mun Sch Dist*	8/1/2024	142735DQ9	770,000	Federal Home Loan Bank Dallas, TX
	Bloomfield N M Mun Sch Dist*	9/1/2024	094077KTO	250,000	Federal Home Loan Bank Dallas, TX
	Alam NM Jt Wtr & SWR Rev*	6/1/2025	011500GE9	475,000	Federal Home Loan Bank Dallas, TX
	Albuquerque Bern Cnty NM*	7/1/2025	013493DB4	400,000	Federal Home Loan Bank Dallas, TX
	Santa Fe NM *	8/1/2026	802071GYO	395,000	Federal Home Loan Bank Dallas, TX
	Clovis N M Gross Rcpts Tax*	6/1/2028	189387CR2	405,000	Federal Home Loan Bank Dallas, TX
	Los Alamos Cnty NM Inc Util*	7/1/2021	54423EDW2	1,025,000	Federal Home Loan Bank Dallas, TX
				6,275,000	
			Total All Banks	\$ 28,659,320	

*As per NMSA 2.2.2.10 (N)(4)(5)(e), the value of collateral consisting of obligations of the State of New Mexico, its agencies, institutions, counties, municipalities, or other subdivisions, shall be par value

See independent auditors' report

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Deposit and Investment Accounts
 June 30, 2013

<u>Bank Account Type/Name</u>	<u>Community Bank</u>	<u>Valley National Bank</u>	<u>Century Bank</u>
Miscellaneous Account - Checking	\$ 7,754,816	\$ -	\$ -
Tax Account - Checking	607,835	-	-
Inmate Account - Checking	57,783	-	-
Certificate of Deposit	-	17,688,000	6,502,269
Debt service (restricted funds)**	-	-	-
	<hr/>	<hr/>	<hr/>
Total on deposit and investment	8,420,434	17,688,000	6,502,269
Reconciling Items	<hr/> (1,853,496) <hr/>	<hr/> - <hr/>	<hr/> - <hr/>
Reconciled Balance June 30, 2013	<hr/> <u>\$ 6,566,938</u> <hr/>	<hr/> <u>\$ 17,688,000</u> <hr/>	<hr/> <u>\$ 6,502,269</u> <hr/>

Less: investments per Exhibit A-1

Less: restricted cash and cash equivalents per Exhibit A-1

Less: agency funds cash per Exhibit E-1

Total governmental activities unrestricted cash and cash equivalents per Exhibit A-1

**Accounts are U.S. Treasury MM Mutual Funds

See independent auditors' report

NMFA Restricted cash	Totals
\$ -	\$ 7,754,816
-	607,835
-	57,783
-	24,190,269
<u>3,577,503</u>	<u>3,577,503</u>
3,577,503	36,188,206
<u>-</u>	<u>(1,853,496)</u>
<u>\$ 3,577,503</u>	<u>34,334,710</u>
	(24,190,269)
	(3,577,503)
	<u>(546,361)</u>
	<u>\$ 6,020,577</u>

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STATE OF NEW MEXICO
 Rio Arriba County
 Tax Roll Reconciliation-Changes in Property Taxes Receivable
 For the Year Ended June 30, 2013

	<u>Gross Receivables</u>
Property taxes receivable, beginning of year	\$ 5,568,802
Changes to tax roll additions and deletions	
Tax charged to treasurer for current fiscal year	<u>15,090,805</u>
Total receivable prior to collections	<u>20,659,607</u>
Collections for fiscal year ended June 30, 2013	(14,589,821)
Adjustments to taxes collected to date	193,243
Considered paid and received per state law (Tax year 2002)	<u>(252,923)</u>
Total collections and amounts considered paid and received	(14,649,501)
Property taxes receivable, end of year	<u><u>\$ 6,010,106</u></u>
Property taxes receivable by year	
	Tax Year
	2003 \$ 351,082
	2004 255,292
	2005 390,404
	2006 269,321
	2007 272,559
	2008 282,153
	2009 347,717
	2010 696,461
	2011 1,101,259
	2012 <u>2,043,858</u>
Receivable tax year end (total)	<u><u>\$ 6,010,106</u></u>

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2013

	Property Taxes Levied	Adjustments to Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
State Debt Service							
2003	\$ 919,676	\$ -	\$ 236	\$ 891,689	\$ 236	\$ 891,689	\$ 27,987
2004	628,750	-	229	609,969	229	609,969	18,781
2005	758,477	-	561	729,563	561	729,563	28,914
2006	813,941	-	828	786,793	828	786,793	27,148
2007	808,628	-	1,830	781,513	1,830	781,513	27,115
2008	842,119	-	4,068	815,748	4,068	815,748	26,371
2009	831,792	-	8,540	807,044	8,540	807,044	24,748
2010	1,117,187	-	26,661	1,054,674	26,661	1,054,674	62,513
2011	1,010,392	-	61,477	928,795	61,477	928,795	81,597
2012	1,075,180	-	918,367	918,367	918,367	918,367	156,813
	\$ 8,806,142	\$ -	\$ 1,022,797	\$ 8,324,155	\$ 1,022,797	\$ 8,324,155	\$ 481,987

County Operating

2003	\$ 3,245,288	\$ -	\$ 783	\$ 3,185,135	\$ 783	\$ 3,185,135	\$ 60,153
2004	3,545,843	-	972	3,483,080	972	3,483,080	62,763
2005	3,759,532	-	2,714	3,662,830	2,714	3,662,830	96,702
2006	4,010,489	-	4,281	3,944,082	4,281	3,944,082	66,407
2007	4,288,335	-	9,629	4,218,464	9,629	4,218,464	69,871
2008	4,582,080	-	22,221	4,512,776	22,221	4,512,776	69,304
2009	4,941,060	-	51,785	4,907,311	51,785	4,907,311	33,749
2010	5,127,960	-	116,880	4,911,300	116,880	4,911,300	216,660
2011	5,338,768	-	313,692	4,966,325	313,692	4,966,325	372,443
2012	5,510,592	-	4,810,435	4,810,435	4,810,435	4,810,435	700,157
	\$ 44,349,947	\$ -	\$ 5,333,392	\$ 42,601,738	\$ 5,333,392	\$ 42,601,738	\$ 1,748,209

Municipalities

Village of Chama

2003	\$ 51,564	\$ -	\$ -	\$ 50,870	\$ -	\$ 50,870	\$ 694
2004	57,131	-	34	55,923	34	55,923	1,208
2005	60,425	-	53	59,237	53	59,237	1,188
2006	63,777	-	38	63,481	38	63,481	296
2007	67,705	-	162	66,700	162	66,700	1,005
2008	71,772	-	899	70,723	899	70,723	1,049
2009	76,041	-	2,436	74,233	2,436	74,233	1,808
2010	77,784	-	4,824	73,231	4,824	73,231	4,553
2011	81,204	-	9,177	73,641	9,177	73,641	7,563
2012	87,255	-	71,933	71,933	71,933	71,933	15,322
	\$ 694,658	\$ -	\$ 89,556	\$ 659,972	\$ 89,556	\$ 659,972	\$ 34,686

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2013

	Property Taxes Levied	Adjustments to Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
City of Espanola							
2003	\$ 269,963	\$ -	\$ 5	\$ 263,811	\$ 5	\$ 263,811	\$ 6,152
2004	281,005	-	22	275,056	22	275,056	5,949
2005	309,589	-	106	299,672	106	299,672	9,917
2006	330,055	-	203	326,807	203	326,807	3,248
2007	336,656	-	504	328,145	504	328,145	8,511
2008	367,394	-	982	352,928	982	352,928	14,466
2009	402,538	-	1,380	379,384	1,380	379,384	23,154
2010	403,128	-	4,157	376,575	4,157	376,575	26,553
2011	414,183	-	12,056	363,823	12,056	363,823	50,360
2012	449,855	-	175,661	175,661	175,661	175,661	274,194
	\$ 3,564,366	\$ -	\$ 195,076	\$ 3,141,862	\$ 195,076	\$ 3,141,862	\$ 422,504
Mesa Vista SD#6							
2003	\$ 108,307	\$ -	\$ 64	\$ 106,434	\$ 64	\$ 106,434	\$ 1,873
2004	121,574	-	56	118,906	56	118,906	2,668
2005	107,529	-	50	104,534	50	104,534	2,995
2006	155,552	-	205	149,988	205	149,988	5,564
2007	234,307	-	368	222,699	368	222,699	11,608
2008	247,521	-	460	240,171	460	240,171	7,350
2009	234,899	-	1,443	221,432	1,443	221,432	13,467
2010	220,249	-	4,837	205,540	4,837	205,540	14,709
2011	215,850	-	11,889	194,684	11,889	194,684	21,166
2012	239,452	-	201,353	201,353	201,353	201,353	38,099
	\$ 1,885,240	\$ -	\$ 220,725	\$ 1,765,741	\$ 220,725	\$ 1,765,741	\$ 119,499
Chama Valley Schools #19							
2003	\$ 207,905	\$ -	\$ 100	\$ 203,492	\$ 100	\$ 203,492	\$ 4,413
2004	498,328	-	145	486,236	145	486,236	12,092
2005	830,677	-	327	775,628	327	775,628	55,049
2006	990,527	-	1,032	965,643	1,032	965,643	24,884
2007	1,052,750	-	2,383	1,026,572	2,383	1,026,572	26,178
2008	1,216,655	-	8,364	1,197,917	8,364	1,197,917	18,738
2009	1,463,103	-	26,157	1,388,665	26,157	1,388,665	74,438
2010	1,305,658	-	39,629	1,216,420	39,629	1,216,420	89,238
2011	1,296,347	-	83,449	1,193,380	83,449	1,193,380	102,967
2012	1,275,697	-	1,087,729	1,087,729	1,087,729	1,087,729	187,968
	\$ 10,137,647	\$ -	\$ 1,249,315	\$ 9,541,682	\$ 1,249,315	\$ 9,541,682	\$ 595,965

See independent auditors' report

STATE OF NEW MEXICO
RIO ARriba COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2013

	Property Taxes Levied	Adjustments to Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
Dulce Independent #21							
2003	\$ 818,053	\$ 5,117	\$ -	\$ 823,170	\$ -	\$ 823,170	\$ -
2004	350,062	-	4	346,253	4	346,253	3,809
2005	265,603	10,382	3	275,985	3	275,985	-
2006	309,972	-	(74)	305,206	(74)	305,206	4,766
2007	354,221	-	85	349,676	85	349,676	4,545
2008	804,364	-	380	799,211	380	799,211	5,153
2009	671,233	103,410	1,032	774,643	1,032	774,643	-
2010	1,686,720	1,518	10,706	1,688,238	10,706	1,688,238	-
2011	797,747	25,848	61,534	823,595	61,534	823,595	-
2012	672,630	-	667,712	667,712	667,712	667,712	4,918
	\$ 6,730,605	\$ 146,275	\$ 741,382	\$ 6,853,689	\$ 741,382	\$ 6,853,689	\$ 23,191

Penasco #32

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	-	217	17,566	217	17,566	561
2008	20,011	4,901	193	24,912	193	24,912	-
2009	32,332	7,280	249	39,612	249	39,612	-
2010	31,860	-	353	30,144	353	30,144	1,716
2011	10,407	236	599	10,643	599	10,643	-
2012	14,544	-	11,371	11,371	11,371	11,371	3,173
	\$ 187,174	\$ 12,417	\$ 12,982	\$ 192,408	\$ 12,982	\$ 192,408	\$ 7,183

Espanola 45IN&Out

2003	\$ 2,549,629	\$ -	\$ 761	\$ 2,358,300	\$ 761	\$ 2,358,300	\$ 191,329
2004	3,467,784	-	1,707	3,365,431	1,707	3,365,431	102,353
2005	2,998,999	-	3,558	2,874,112	3,558	2,874,112	124,887
2006	2,683,982	-	3,977	2,602,240	3,977	2,602,240	81,742
2007	1,969,808	-	6,576	1,902,699	6,576	1,902,699	67,109
2008	2,339,424	-	14,581	2,264,107	14,581	2,264,107	75,317
2009	2,328,289	-	27,636	2,216,425	27,636	2,216,425	111,864
2010	2,371,973	-	69,180	2,242,245	69,180	2,242,245	129,728
2011	2,374,043	-	168,324	2,169,167	168,324	2,169,167	204,876
2012	2,355,331	-	2,143,677	2,143,677	2,143,677	2,143,677	211,654
	\$ 25,439,262	\$ -	\$ 2,439,977	\$ 24,138,403	\$ 2,439,977	\$ 24,138,403	\$ 1,300,859

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2013

	Property Taxes Levied	Adjustments to Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
Jemez Mtn #53							
2003	\$ 196,915	\$ -	\$ 27	\$ 185,845	\$ 27	\$ 185,845	\$ 11,070
2004	235,335	-	70	234,626	70	234,626	709
2005	206,983	-	142	206,287	142	206,287	696
2006	156,392	-	139	155,096	139	155,096	1,296
2007	214,152	2,171	288	216,323	288	216,323	-
2008	228,022	5,409	898	233,431	898	233,431	-
2009	285,657	2,739	2,709	288,396	2,709	288,396	-
2010	334,266	-	8,070	329,001	8,070	329,001	5,265
2011	364,047	-	5,069	331,308	5,069	331,308	32,739
2012	244,751	-	229,296	229,296	229,296	229,296	15,455
	\$ 2,466,520	\$ 10,319	\$ 246,708	\$ 2,409,609	\$ 246,708	\$ 2,409,609	\$ 67,230

Hospital

2003	\$ 1,734,837	\$ -	\$ 485	\$ 1,692,627	\$ 485	\$ 1,692,627	\$ 42,210
2004	1,904,086	-	636	1,861,605	636	1,861,605	42,481
2005	2,014,976	-	1,508	1,954,517	1,508	1,954,517	60,459
2006	2,136,521	-	2,274	2,088,315	2,274	2,088,315	48,206
2007	2,220,471	-	5,140	2,169,521	5,140	2,169,521	50,950
2008	2,298,869	-	11,350	2,245,309	11,350	2,245,309	53,560
2009	2,432,933	-	25,774	2,388,391	25,774	2,388,391	44,542
2010	2,495,253	-	59,589	2,375,841	59,589	2,375,841	119,412
2011	2,554,922	-	155,349	2,368,453	155,349	2,368,453	186,469
2012	2,666,188	-	2,304,281	2,304,281	2,304,281	2,304,281	361,907
	\$ 22,459,056	\$ -	\$ 2,566,386	\$ 21,448,860	\$ 2,566,386	\$ 21,448,860	\$ 1,010,196

Chama SWCD

2003	\$ 62,491	\$ -	\$ 9	\$ 61,058	\$ 9	\$ 61,058	\$ 1,433
2004	49,440	21,938	18	71,378	18	71,378	-
2005	81,100	-	23	74,691	23	74,691	6,409
2006	84,470	-	97	81,964	97	81,964	2,506
2007	87,422	-	193	85,095	193	85,095	2,327
2008	91,600	-	513	90,059	513	90,059	1,541
2009	103,014	-	1,500	97,178	1,500	97,178	5,836
2010	102,717	-	2,359	95,497	2,359	95,497	7,220
2011	104,798	-	5,598	96,840	5,598	96,840	7,958
2012	113,050	-	97,100	97,100	97,100	97,100	15,950
	\$ 880,102	\$ 21,938	\$ 107,410	\$ 850,860	\$ 107,410	\$ 850,860	\$ 51,180

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2013

	Property Taxes Levied	Adjustments to Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
East Espanola SWCD							
2003	\$ 51,377	\$ -	\$ 121	\$ 49,734	\$ 121	\$ 49,734	\$ 1,643
2004	55,167	-	40	53,313	40	53,313	1,854
2005	57,876	-	52	55,296	52	55,296	2,580
2006	61,689	-	61	59,302	61	59,302	2,387
2007	65,970	-	153	63,191	153	63,191	2,779
2008	228,800	-	1,044	219,496	1,044	219,496	9,304
2009	293,109	-	2,947	278,998	2,947	278,998	14,111
2010	293,944	-	7,774	276,151	7,774	276,151	17,793
2011	298,522	-	20,361	271,247	20,361	271,247	27,275
2012	321,702	-	267,697	267,697	267,697	267,697	54,005
	\$ 1,728,156	\$ -	\$ 300,250	\$ 1,594,425	\$ 300,250	\$ 1,594,425	\$ 133,731
Cuba SWCD							
2003	\$ 30,074	\$ -	\$ -	\$ 28,391	\$ -	\$ 28,391	\$ 1,683
2004	32,003	-	13	31,795	13	31,795	208
2005	43,118	-	31	42,938	31	42,938	180
2006	45,303	-	42	44,878	42	44,878	425
2007	48,999	500	67	49,499	67	49,499	-
2008	55,486	1,296	219	56,782	219	56,782	-
2009	63,081	498	561	63,579	561	63,579	-
2010	66,030	-	1,623	64,929	1,623	64,929	1,101
2011	64,813	-	974	58,967	974	58,967	5,846
2012	64,578	-	60,335	60,335	60,335	60,335	4,243
	\$ 513,485	\$ 2,294	\$ 63,865	\$ 502,093	\$ 63,865	\$ 502,093	\$ 13,686
Total	\$ 129,842,360	\$ 193,243	\$ 14,589,821	\$ 124,025,497	\$ 14,589,821	\$ 124,025,497	\$ 6,010,106

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2013

	Property Taxes Levied	Adjustments to Taxes Levied	Taxes Collected Current year	Taxes Collected to Date	Taxes Distributed Current Year	Taxes Distributed To Date	County Taxes Receivable at Year End
2003	\$ 10,258,898	\$ 5,117	\$ 2,591	\$ 9,912,933	\$ 2,591	\$ 9,912,933	\$ 351,082
2004	11,240,170	21,938	3,946	11,006,816	3,946	11,006,816	255,292
2005	11,511,340	10,382	9,128	11,131,318	9,128	11,131,318	390,404
2006	11,859,626	-	13,103	11,590,305	13,103	11,590,305	269,321
2007	11,767,551	2,671	27,595	11,497,663	27,595	11,497,663	272,559
2008	13,394,117	11,606	66,172	13,123,570	66,172	13,123,570	282,153
2009	14,159,081	113,927	154,149	13,925,291	154,149	13,925,291	347,717
2010	15,634,729	1,518	356,642	14,939,786	356,642	14,939,786	696,461
2011	14,926,043	26,084	909,548	13,850,868	909,548	13,850,868	1,101,259
2012	15,090,805	-	13,046,947	13,046,947	13,046,947	13,046,947	2,043,858
	\$ 129,842,360	\$ 193,243	\$ 14,589,821	\$ 124,025,497	\$ 14,589,821	\$ 124,025,497	\$ 6,010,106

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STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Changes in Fiduciary Assets and Liabilities
 Agency Funds
 For the Year Ended June 30, 2013

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013
ASSETS				
Cash and temporary investments	\$ 368,612	\$ 30,770,678	\$ 30,592,929	\$ 546,361
Property taxes receivable	3,968,925	10,396,577	10,103,605	4,261,897
Other tax receivables	100,459	578,139	589,079	89,519
<i>Total assets</i>	<u>\$ 4,437,996</u>	<u>\$ 41,745,394</u>	<u>\$ 41,285,613</u>	<u>\$ 4,897,777</u>
LIABILITIES				
Due to other taxing units, inmates and other beneficiaries	<u>\$ 4,437,996</u>	<u>\$ 41,745,394</u>	<u>\$ 41,285,613</u>	<u>\$ 4,897,777</u>
<i>Total liabilities</i>	<u>\$ 4,437,996</u>	<u>\$ 41,745,394</u>	<u>\$ 41,285,613</u>	<u>\$ 4,897,777</u>

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COMPLIANCE SECTION



Accounting & Consulting Group, LLP

Certified Public Accountants

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

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget
The County Manager and
County Commissioners
Rio Arriba, County
Tierra Amarilla, New Mexico 87575

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities each major fund, the aggregate remaining fund information, and the budgetary comparison of the general fund of Rio Arriba County (the "County") as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and the combining and individual funds and related budgetary comparisons of the County presented as supplemental information, and have issued our report thereon dated October 18, 2013 except for property tax receivables and related disclosures and schedules as to which the date is May 26, 2014.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed in the accompanying schedule of findings and questioned costs, we did identify a certain deficiency in internal control that we consider to be a material weakness.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item FS 2013-003 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items FS 2013-001, FS 2013-002, FS 2013-004, CU 2013-001 and CU 2013-002.

County's Responses to Findings

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

Purpose of this Report

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

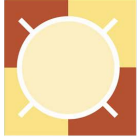
Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico

October 18, 2013, except for property tax receivables
and related disclosures and schedules as to which the
date is May 26, 2014

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE**

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget
The County Manager and
County Commissioners
Rio Arriba County
Tierra Amarilla, New Mexico 87575

Report on Compliance for the Major Federal Program

We have audited Rio Arriba County's (the County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on the County's major federal program for the year ended June 30, 2013. The County's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

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

Opinion on the Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 the 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. *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.

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 over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP

Albuquerque, New Mexico

October 18, 2013

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2013

Schedule VI
 Page 1 of 2

Federal Grantor/ Passthrough Grantor/ Program Title	Pass Thru Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture Forest Service			
<i>Passthrough-NM State Forestry</i>			
Energy, Minerals and Natural Resources Dept. Chamita	09-DG-11031600-084	10.664	\$ 13,135
Energy, Minerals and Natural Resources Dept. Brazos	09-DG-11031600-084	10.664	8,814
Total U.S. Department of Agriculture Forest Service			<u>21,949</u>
U.S. Department of Agriculture			
<i>Passthrough-NM Department of Finance and Administration</i>			
Secure Payments for States and Counties Section I	PL-110-343	10.665	824,471 M
Santa Fe National Forest		10.665	2,128 M
USDA Forest Service	11DG11030200-008	10.665	22,749 M
Total U.S. Department of Agriculture			<u>849,348</u>
U.S. Department of Justice			
State Criminal Alien Assistance Program		16.606	3,993
JAG Program Recovery Act		16.738	9,736
Total U.S. Department of Justice			<u>13,729</u>
U.S. Department of Transportation			
Impaired Driving Demonstration Program		20.608	176,912
Operation DWI 11-AL-64-080		20.608	10,567
Total U.S. Department of Transportation			<u>187,479</u>
U.S. Department of Health & Human Services			
<i>Pass through NM AAA</i>			
Federal Aging Grant Title III Part B	2010-11 60024	93.044	50,648 (1)
Federal Aging Grant Title III Part C I	2010-11 60024	93.045	83,786 (1)
Federal Aging Grant Title III Part C II	2010-11 60024	93.045	37,583 (1)
Federal - Commodities - Nutrition Service Incentive (NSIP)	2010-11 60024	93.053	74,205 (1)
Samsa		93.276	151,732
Total U.S. Department of Health & Human Services			<u>397,954</u>
U.S. Department of Homeland Security			
Homeland EMW 2010-SS+0097-501 RA		97.067	63,203
Emergency Preparedness		97.067	39,328
RA Sheltering		97.067	47,949
Total U.S. Department of Homeland Security			<u>150,479</u>
U. S. Department of the Interior			
Law Enforcement, Abiquiu Lake		12.1xx	6,632
Total U.S. Department of the Interior			<u>6,632</u>
Total Federal Financial Assistance			<u>\$ 1,627,570</u>

M Denotes Major Federal Financial Assistance Program

() Denotes cluster

See independent auditors' report
 See accompanying notes to schedule of expenditures of federal awards

STATE OF NEW MEXICO
Rio Arriba County
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013

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 cash basis of accounting, which is a different basis used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

2 Subrecipients

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

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 1,627,570
Total expenditures funded by other sources	<u>36,303,190</u>
Total expenditures per Exhibit B-2	<u><u>\$ 37,930,760</u></u>

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Findings and Questioned Costs
 For the year ended June 30, 2013

Section I – Summary of Audit Results

Financial Statements:

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

Federal Awards:

- | | |
|---|------------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| 2. Type of auditors’ report issued on compliance for major programs | Unmodified |
| 3. Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? | No |
| 4. Identification of major programs: | |

CFDA Number	Federal Program
10.665	Secure Payments for States and Counties Section I
10.665	Santa Fe National Forest
10.665	USDA Forest Service

- | | |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
| 6. Auditee qualified as low-risk auditee? | No |

Section II – Rio Arriba County Financial Statement Findings and Questioned Costs

Primary Government

FS 2013-001 – Missing Standard Campaign Contribution Disclosure Forms (Other Matter)

Condition: In three out of three requests for proposals tested during our procurement testwork, the County did not require responsive bidders to provide a standard campaign contribution disclosure form as required by state statute.

Criteria: Section 13-1-191.1 NMSA 1978, requires prospective contractors to complete a standard campaign contribution disclosure form and file it with the state agency or local public body as part of the competitive sealed proposal.

Effect: The County is not in compliance with 13-1-191.1 NMSA 1978, and is at risk to have contracts cancelled or terminated in the event that a prospective contractor had made a campaign contribution that was not disclosed.

Cause: The County does not have controls in place to require prospective contractors to submit the required standard campaign contribution form with their competitive sealed proposals.

Auditors' Recommendations: The County should implement a requirement within each request for proposal that requires prospective contractors to submit a completed standard campaign contribution disclosure form within their sealed competitive proposal. The County can include a blank standard campaign disclosure contribution form within their request for proposal so prospective contractors can complete that form and submit it with their sealed proposal.

View of responsible officials and proposed corrective action: I concur with this finding and as of now we will make sure that this form is included in all sealed proposals.

STATE OF NEW MEXICO
Rio Arriba County
Schedule of Findings and Questioned Costs
For the year ended June 30, 2013

Schedule VII
Page 3 of 8

FS 2013-002 – Certification of Capital Asset Inventory (Other Matter)

Condition: The County performed a physical inventory of capital assets for the year ended June 30, 2013. That inventory was certified by each department head and by the County Manager. The County did not have the physical inventory of capital assets certified by the County Commission.

Criteria: 2.20.1.16.E NMAC states “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.”

Effect: The County is not in compliance with 2.20.1.16.E NMAC regarding their annual capital asset certification.

Cause: The County’s procedures did not have the capital asset inventory certified by the County Commission. Certifications were only performed by the Department Head and the County Manager.

Auditors’ Recommendations: The County should implement procedures to have the annual capital asset inventory certified by the County Commission. The certified reports from the Department Heads and County Manager should be compiled to be certified by the County Commission.

View of responsible officials and proposed corrective action: We are concerned with finding 2013-002 to a degree. Management had an action item Resolution 2013-035 authorizing the County Manager and the Asst. County Manager for signatory authorization on behalf of the County Commissioner to conduct the business of the County. We currently have a resolution for approval with specific wording to the fixed assets.

FS 2013-003 – Property Tax Roll Reconciliation (Material Weakness)

Condition: Management's original assertion of the property tax receivable balances could not be supported by sufficient evidence. This resulted in an original unexplained difference of \$624,987. The change in property tax receivables was subsequently explained and reconciled by management of the County.

Criteria: Good accounting practices 2.2.2.12 D NMAC require timely and accurate reconciliations of property tax receivables along with supplemental schedules to be included in the County's financial statements.

Effect: The actual impact was that extensive reconciliations of property tax receivable balances were required of management during the course of the audit. In the original issued audited financial statements, the auditor qualified the opinion on all areas affected by this material weakness. It was subsequent to these extensive reconciliations that a re-audit was performed and the balances were adjusted as necessary.

Cause: Due to a change in administration of the treasurer's office, the prior year method for computing property tax receivables was discontinued and a new method was used for determining property tax receivables by the current administration of the treasurer's office. The new method relied heavily on the new Tyler accounting system to compute property tax receivables whereas the old method relied on financial spreadsheet to compute the property tax receivables that had been previously audited and approved. The change in methods made it difficult to explain how property tax receivables changed from prior year to the current year and required an unusual amount of time to reconcile during the course of the audit.

Auditors' Recommendation: We recommend management perform timely reconciliations of property tax receivables throughout the year to avoid extensive reconciliations at year-end.

View of responsible officials and proposed corrective action: We accept the recommendation as stated.

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Findings and Questioned Costs
 For the year ended June 30, 2013

FS 2013-004 – Procurements Required That Did Not Go Out to Bid (Other matter))-(continued)

Condition: During our review of 49 vendors with payments exceeding \$50,000 we noted 1 vendors who provided professional services exceeding the \$50,000 dollar amount to the County that did not go out to bid as required by the State’s procurement code. The vendors that did not go out to bid are detailed below.

Vendor	Check numbers	Amount paid during FY13
Orr, Lenard	1043847, 1044006	\$76,445

Criteria: Pursuant to the Procurement Code, specifically sections 13-1-102 and 13-1-125 NMSA 1978, professional services exceeding \$50,000 must be procured by competitive sealed bid.

Effect: The actual impact was noncompliance with State’s procurement code statutes. The potential impact could mean the County is not maximizing the purchasing value of public funds for the procurement detailed above.

Cause: The County did not anticipate annual purchases exceeding \$50,000 and thus did not initially procure these services through a competitive bid process.

Auditors’ Recommendation: We recommend the County procure services provided by the vendors above through a competitive bid process.

View of responsible officials and proposed corrective action: We will assure that the finance office receives estimated quotes before any professional services contracts are finalized or awarded. If those quotes are over the \$50,000 limit we will prepare for a bid process, should the estimated cost deem it.

Component Unit

CU 2013-001 Executive Director One-Time Pay Increase- (other matter)

Condition: During our review of the Authority's payroll expenditure we noted the executive director approved a one-time pay increase in the amount of \$500 for herself even though she is considered a County employee and compensated through the County's payroll. The one-time increase was paid to the executive director from the Authority's funds in addition to her compensation received from the County. The payment was made pursuant to Commission approval on December 6, 2012 for a one-time pay increase for all housing staff; however, the minutes do not indicate the approved amount of increase or if the increase pertained to the executive director who is considered a County employee and not a housing staff. A request for an audio tape of the December 6, 2012 minutes detailing the amount of the increase and if the amount pertained to executive director was not granted to the external auditors.

Criteria: Since the executive director is a County employee, good accounting practices require any form of compensation be paid through the County payroll not Housing Authority's payroll. The executive director should not have appeared on both the County and Authority payrolls.

Effect: The potential impact is that the executive director is able to perpetrate fraud through approving additional compensation through the authority's funds in addition to approved salary paid to her by the County. Fraud could occur and not be detected.

Cause: The executive director considered the Commission's approval for a pay increase on December 6, 2012 for all housing staff to include herself. The executive director did not document in the minutes the approved amount of the pay increase or if the Commission intended to provide payroll increase for both County employees and housing staff.

Auditor's Recommendation: We recommend the Authority cease compensating the executive director as she is already compensated through County payroll. We further recommend the approved dollar amount of pay increases for each housing staff be documented in the minutes to preserve an audit trail. In addition we recommend future pay increases for the Authority's executive director be approved by the County Manager and paid through the County's payroll.

View of responsible officials and proposed corrective action: The Rio Arriba Housing Authority will continue to perform good accounting practices and will document details of all action items on RACHA Board Meeting Minutes to preserve an audit trail. The Executive Director will only propose and approve pay increases for housing staff and will cease additional compensation thru the Housing Authority's payroll for herself, only when approved and disbursed through Rio Arriba County's payroll as recommended.

STATE OF NEW MEXICO
Rio Arriba County
Schedule of Findings and Questioned Costs
For the year ended June 30, 2013

Schedule VII
Page 7 of 8

CU 2013-002 Executive Director Approval of Travel Reimbursements- (other matter)

Condition: During our review of 2 travel disbursements which represents 100% of travel disbursements for fiscal year 2013 we noted two instances in which the executive director approves her own travel reimbursements. The dollar amount associated with the travel disbursements approved totaled \$314.

Criteria: Good accounting practices require the County manager to approve the executive director's travel reimbursements. The executive director should not approve her own travel reimbursements.

Effect: The executive director has the ability to perpetrate fraud through approval of her own travel disbursements. The potential impact is that fraud could occur and not be detected.

Cause: There are only 3 housing staff and the executive director at the housing authority which means there is nobody available to approve travel disbursements for the executive director.

Auditor's recommendation: We recommend all travel reimbursements for the executive director be routed to the County Manager for approval prior to the disbursement being made.

View of responsible officials and proposed corrective action: The Rio Arriba County Housing Authority will continue to perform good accounting practices and will propose approval for travel at the RACHA Board Meeting to preserve an audit trail. The Executive Director will propose travel and travel reimbursements to County Manager or Assistant County Manager for signatures as recommended.

STATE OF NEW MEXICO
Rio Arriba County
Schedule of Findings and Questioned Costs
For the year ended June 30, 2013

Section III – Federal Award Findings

None

Section IV – Prior Year Audit Findings

County

FS 12-01 Missing deposit Resolved

Rio Arriba Housing Authority

None

STATE OF NEW MEXICO
Rio Arriba County
Other Disclosures
For the Year Ended June 30, 2013

Other Disclosures

Exit Conference

The contents of this report were discussed on October 29, 2013 at Rio Arriba County, Espanola offices. The following individuals were in attendance.

Representing Rio Arriba County

Barney Trujillo	Commissioner
Thomas Campos III	County Manager
David Trujillo	Assistant County Manager
Christine Montañó	Director of Finance
Guadalupe Mercure	Assistant Director of Finance
Lorie Leyba	Housing Authority Executive Director
Jose A. Candelaria	Treasurer
Leo R. Marquez II	Chief Deputy Treasurer
Melody Gomez	Treasurer Accountant

Representing Accounting & Consulting Group, LLP

Ray Roberts, Audit Partner, CPA
Morgan Browning, CPA, CGFM

Auditor Prepared Financials

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