



**STATE OF NEW MEXICO
RIO ARRIBA COUNTY**

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2014**

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 Rio Arriba County
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STATE OF NEW MEXICO

Rio Arriba County

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June 30, 2014

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STATE OF NEW MEXICO

Rio Arriba County

Official Roster

June 30, 2014

Name

Title

Board of County Commissioners

Danny J. Garcia	Chairman
Barney Trujillo	Commissioner
Alfredo L. Montoya	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 Montaña	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, 2014, 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, 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, 2014 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 the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Rio Arriba County as of June 30, 2014, and the respective changes in financial position thereof and the respective budgetary comparison for the general fund 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, 2014, and the respective changes in financial position, thereof and the respective budgetary comparisons for the major capital projects fund, and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the Management'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 Section 2.2.2 NMAC are presented for purposes 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 Section 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 Section 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements 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 November 7, 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
November 7, 2014

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO

Rio Arriba County

Statement of Net Position

June 30, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 5,424,775	\$ 131,159	\$ 5,555,934
Investments	24,190,269	59,003	24,249,272
Accounts receivables			
Property taxes	1,872,007	-	1,872,007
Accrued interest	372,804	108	372,912
Tenant	-	3,850	3,850
Other taxes	2,028,717	-	2,028,717
Intergovernmental	582,572	113,267	695,839
Prepaid expenses	-	9,407	9,407
 Total current assets	 <u>34,471,144</u>	 <u>316,794</u>	 <u>34,787,938</u>
Noncurrent assets:			
Restricted cash and cash equivalents	3,585,169	23,300	3,608,469
Capital assets	129,340,382	5,782,899	135,123,281
Less: accumulated depreciation	<u>(46,445,756)</u>	<u>(4,322,375)</u>	<u>(50,768,131)</u>
 Total noncurrent assets	 <u>86,479,795</u>	 <u>1,483,824</u>	 <u>87,963,619</u>
 Total assets	 <u>\$ 120,950,939</u>	 <u>\$ 1,800,618</u>	 <u>\$ 122,751,557</u>

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	\$ 729,888	\$ 5,400	\$ 735,288
Unearned revenue	-	3,465	3,465
Accrued interest	21,798	-	21,798
Tenant security deposits	-	6,930	6,930
Loans and bonds payable	254,434	-	254,434
Accrued payroll	-	3,148	3,148
Accrued compensated absences	723,989	9,234	733,223
Total current liabilities	1,730,109	28,177	1,758,286
Non-current liabilities:			
Loans and bonds payable	8,200,944	-	8,200,944
Compensated absences	-	4,514	4,514
Total noncurrent liabilities	8,200,944	4,514	8,205,458
Total liabilities	9,931,053	32,691	9,963,744
Net position			
Net investment in capital assets	74,439,248	1,460,524	75,899,772
Restricted for:			
Debt service	3,585,169	-	3,585,169
Special revenue funds	8,428,219	-	8,428,219
Section 8 housing program	-	16,365	16,365
Unrestricted	24,567,250	291,038	24,858,288
Total net position	111,019,886	1,767,927	112,787,813
Total liabilities and net position	\$ 120,950,939	\$ 1,800,618	\$ 122,751,557

STATE OF NEW MEXICO
Rio Arriba County
Statement of Activities
For the Year Ended June 30, 2014

<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	\$ 9,898,476	\$ 1,330,891	\$ 535,729	\$ -
Public safety	12,759,785	152,727	3,725,757	-
Public works	3,137,683	-	14,516	15,340
Culture and recreation	929,638	1,174	-	71,735
Health and welfare	3,909,784	57,389	1,759,234	-
Interest and other charges	240,541	-	-	-
Total governmental activities	<u>30,875,907</u>	<u>1,542,181</u>	<u>6,035,236</u>	<u>87,075</u>
Business-type Activities:				
Low Rent Public Housing Program	396,983	99,551	125,329	-
Section 8 Housing Choice Program	112,432	17,310	75,796	-
Public Housing Capital Fund Program	11,852	-	-	33,226
Total Enterprise Activities	<u>521,267</u>	<u>116,861</u>	<u>201,125</u>	<u>33,226</u>
Total primary governmental	<u>\$ 31,397,174</u>	<u>\$ 1,659,042</u>	<u>\$ 6,236,361</u>	<u>\$ 120,301</u>

General Revenues

Taxes
Property
Gross receipts
Gasoline and motor vehicle
Lodgers
Franchise
Payment in lieu of taxes
Miscellaneous
Loss on disposal of capital assets
Investment income
Total general revenues

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
\$ (8,031,856)	\$ -	\$ (8,031,856)
(8,881,301)	-	(8,881,301)
(3,107,827)	-	(3,107,827)
(856,729)	-	(856,729)
(2,093,161)	-	(2,093,161)
(240,541)	-	(240,541)
<u>(23,211,415)</u>	<u>-</u>	<u>(23,211,415)</u>
-	(172,103)	(172,103)
-	(19,326)	(19,326)
-	21,374	21,374
<u>-</u>	<u>(170,055)</u>	<u>(170,055)</u>
(23,211,415)	(170,055)	(23,381,470)
6,079,179	-	6,079,179
5,278,356	-	5,278,356
9,526,373	-	9,526,373
59,190	-	59,190
11,528	-	11,528
2,195,446	-	2,195,446
397,835	81,885	479,720
(34,290)	-	(34,290)
404,339	395	404,734
<u>23,917,956</u>	<u>82,280</u>	<u>24,000,236</u>
706,541	(87,775)	618,766
<u>110,313,345</u>	<u>1,855,702</u>	<u>112,169,047</u>
<u>\$ 111,019,886</u>	<u>\$ 1,767,927</u>	<u>\$ 112,787,813</u>

STATE OF NEW MEXICO

Rio Arriba County
Balance Sheet
Governmental Funds
June 30, 2014Exhibit B-1
Page 1 of 2

	General Fund	County Funded Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 119,862	\$ -	\$ 8,890,082	\$ 9,009,944
Investments	5,608,178	15,582,091	3,000,000	24,190,269
Accounts receivable				
Property taxes	1,872,007	-	-	1,872,007
Other taxes	1,316,380	112,295	600,042	2,028,717
Intergovernmental	6,365	-	576,207	582,572
Accrued interest	40,799	259,105	72,900	372,804
Due from other funds	3,389,728	-	-	3,389,728
<i>Total assets</i>	<u>\$ 12,353,319</u>	<u>\$ 15,953,491</u>	<u>\$ 13,139,231</u>	<u>\$ 41,446,041</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
<i>Liabilities</i>				
Accounts payable	\$ 38,848	\$ 224,842	\$ 466,198	\$ 729,888
Due to other funds	-	2,972,355	417,373	3,389,728
<i>Total liabilities</i>	<u>38,848</u>	<u>3,197,197</u>	<u>883,571</u>	<u>4,119,616</u>
<i>Deferred inflows of resources</i>				
Unavailable revenue-property taxes	1,719,288	-	-	1,719,288
<i>Total deferred inflows of resources</i>	<u>1,719,288</u>	<u>-</u>	<u>-</u>	<u>1,719,288</u>
<i>Fund balances:</i>				
Spendable				
Restricted fund balances				
General county operations	-	-	337,972	337,972
Public safety	-	-	4,287,197	4,287,197
County road	-	-	1,991,116	1,991,116
Culture and recreation	-	-	91,777	91,777
Health and welfare	-	-	1,419,574	1,419,574
County property valuation	-	-	300,583	300,583
Debt service	-	-	3,585,169	3,585,169
Committed fund balances				
Capital projects	-	12,756,294	242,272	12,998,566
Unassigned fund balances	10,595,183	-	-	10,595,183
<i>Total fund balances</i>	<u>10,595,183</u>	<u>12,756,294</u>	<u>12,255,660</u>	<u>35,607,137</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 12,353,319</u>	<u>\$ 15,953,491</u>	<u>\$ 13,139,231</u>	<u>\$ 41,446,041</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, 2014

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	\$ 35,607,137
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	82,894,626
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred inflow in the fund financial statement, but are considered revenue in the Statement of Activities	1,719,288
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Loans and bonds payable	(8,455,378)
Accrued interest	(21,798)
Compensated absences	<u>(723,989)</u>
Total net position of governmental activities	<u><u>\$ 111,019,886</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Rio Arriba County

Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

For the year ended June 30, 2014

Exhibit B-2

Page 1 of 2

	General Fund	County Funded Capital Projects	Other Governmental Funds	Total Governmental Funds
<i>Revenues</i>				
Taxes:				
Property	\$ 5,546,299	\$ -	\$ 410,139	\$ 5,956,438
Gross receipts	1,455,540	656,551	3,166,265	5,278,356
Gasoline and motor vehicle	8,813,045	-	713,328	9,526,373
Lodgers	-	-	59,190	59,190
Franchise	11,528	-	-	11,528
Intergovernmental				
Federal operating grants	-	-	1,432,002	1,432,002
State operating grants	327,463	330	4,275,441	4,603,234
State capital grants	-	-	87,075	87,075
Payment in lieu of taxes	2,195,446	-	-	2,195,446
Local Sources				
Charges for services	295,120	-	314,562	609,682
Licenses and and permits	930,973	-	1,526	932,499
Investment income	378,398	15,845	10,096	404,339
Miscellaneous	121,553	50,494	225,788	397,835
<i>Total revenues</i>	<u>20,075,365</u>	<u>723,220</u>	<u>10,695,412</u>	<u>31,493,997</u>
<i>Expenditures</i>				
Current				
General government	9,077,505	870,936	236,520	10,184,961
Public safety	6,440,500	-	5,037,974	11,478,474
Public works	210,789	-	1,761,600	1,972,389
Culture and recreation	406,326	-	53,342	459,668
Health and welfare	243,442	-	3,238,299	3,481,741
Capital outlay	-	6,444,377	1,615,555	8,059,932
Debt service				
Principal	-	-	295,518	295,518
Interest	-	-	257,494	257,494
<i>Total expenditures</i>	<u>16,378,562</u>	<u>7,315,313</u>	<u>12,496,302</u>	<u>36,190,177</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,696,803</u>	<u>(6,592,093)</u>	<u>(1,800,890)</u>	<u>(4,696,180)</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	5,000,000	-	5,000,000
Transfers in	3,909	500,000	1,764,591	2,268,500
Transfers (out)	(1,897,516)	-	(370,984)	(2,268,500)
<i>Total other financing sources (uses)</i>	<u>(1,893,607)</u>	<u>5,500,000</u>	<u>1,393,607</u>	<u>5,000,000</u>
<i>Net change in fund balances</i>	1,803,196	(1,092,093)	(407,283)	303,820
<i>Fund balances - beginning of year</i>	<u>8,791,987</u>	<u>13,848,387</u>	<u>12,662,943</u>	<u>35,303,317</u>
<i>Fund balances - end of year</i>	<u>\$ 10,595,183</u>	<u>\$ 12,756,294</u>	<u>\$ 12,255,660</u>	<u>\$ 35,607,137</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, 2014

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

Net change in fund balances - total governmental funds	\$	303,820
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Governmental funds report capital outlays as expenditures. However, in
the Statement of Activities, the cost of those assets is allocated over their
estimated useful lives and reported as depreciation expense:

Capital asset additions reported as capital outlay expenditures		8,059,932
Depreciation expense		(3,125,595)

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		(34,290)
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Revenues in the Statement of Activities that do not provide current financial resources
are not reported as revenue in the funds:

Change in deferred inflows related to the property taxes receivable		122,741
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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 premiums, discounts, and similar items when
debt is first issued, whereas these amounts are deferred and amortized in the
Statement of Activities:

Bond proceeds		(5,000,000)
Decrease in accrued compensated absences		67,462
Decrease in accrued interest		16,953
Principal payments on loans and bonds		295,518

Change in net position of governmental activities	\$	<u>706,541</u>
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The accompanying notes are an integral part of these financial statements

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, 2014

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<i>Revenues</i>				
Taxes:				
Property	\$ 5,351,780	\$ 5,351,780	\$ 5,545,242	\$ 193,462
Gross receipts	1,375,000	1,375,000	1,450,006	75,006
Gasoline and motor vehicle	6,795,035	6,795,035	8,176,562	1,381,527
Lodgers	23,000	23,000	11,528	(11,472)
Intergovernmental:				
State operating grants	148,000	164,761	327,463	162,702
Payment in lieu of taxes	1,395,000	1,395,000	2,195,446	800,446
Charges for services	113,266	113,266	288,755	175,489
Licenses and permits	681,559	681,709	917,387	235,678
Investment income	190,000	190,000	367,403	177,403
Miscellaneous	-	40,141	121,553	81,412
<i>Total revenues</i>	<u>16,072,640</u>	<u>16,129,692</u>	<u>19,401,345</u>	<u>3,271,653</u>
<i>Expenditures</i>				
Current:				
General government	10,586,706	9,991,671	9,841,001	150,670
Public safety	5,416,755	6,436,682	6,435,023	1,659
Public works	226,571	210,789	210,789	-
Culture and recreation	693,797	407,086	407,086	-
Health and welfare	309,529	244,178	244,178	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>17,233,358</u>	<u>17,290,406</u>	<u>17,138,077</u>	<u>152,329</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,160,718)</u>	<u>(1,160,714)</u>	<u>2,263,268</u>	<u>3,423,982</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	3,052,065	3,054,321	-	(3,054,321)
Transfers in	-	3,909	3,909	-
Transfers (out)	(1,891,347)	(1,897,516)	(1,897,516)	-
<i>Total other financing sources (uses)</i>	<u>1,160,718</u>	<u>1,160,714</u>	<u>(1,893,607)</u>	<u>(3,054,321)</u>
<i>Net change in fund balances</i>	-	-	369,661	369,661
<i>Fund balances - beginning of year</i>	-	-	8,748,107	8,748,107
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,117,768</u>	<u>\$ 9,117,768</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 369,661
Adjustments to revenues for taxes and investment income				674,020
Adjustments to expenditures for payables, payroll taxes, and other accruals				759,515
Net change in fund balances (GAAP)				<u>\$ 1,803,196</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Rio Arriba County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2014

Exhibit D-1

ASSETS

Cash and cash equivalents	\$ 669,706
Other taxes receivable	430,856
Property taxes receivable	<u>4,642,942</u>
<i>Total assets</i>	<u><u>\$ 5,743,504</u></u>

LIABILITIES

Due to other taxing units, inmates, and other beneficiaries	<u>\$ 5,743,504</u>
<i>Total liabilities</i>	<u><u>\$ 5,743,504</u></u>

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

**RIO ARRIBA COUNTY
GOVERNMENTAL ACTIVITIES
NOTES TO THE FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2014

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.

In fiscal year 2014 the County adopted new accounting standard GASB Statement No. 65, Items Previously Reported as Assets and Liabilities ("GASB 65"), which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The implementation of GASB 65 impacted the County's fiscal year 2014 financial statements through reclassifying the unavailable portion of property taxes receivable not collected within 60 days as a deferred inflow whereas in the previous year it was classified as a liability.

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 Statement 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, 2014

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 statements and 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, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions should be recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from nonexchange transactions should be recognized when the related purpose restriction, eligibility requirement or time requirement is met in accordance with GASB 33 and GASB 65. 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, 2014

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, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions should be recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from nonexchange transactions should be recognized when the related purpose restriction, eligibility requirement or time requirement is met in accordance with GASB 33 and GASB 65. 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. Unavailable revenues are classified as a deferred inflow. 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. Unavailable revenue is classified as a deferred inflow. 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 bond proceeds, gross receipts taxes, cash transfers from the General Fund. (Authority: County Commission)

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 statements and disclosures to the basic financial statements for the Authority.

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2014

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, 2014

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, 2014, along with applicable PERA and Retiree Health Care.

Deferred Inflows: Property taxes receivable but uncollected within sixty (60) days of year-end are classified as unavailable revenue. In accordance with GASB Statement No. 33, property tax revenues have been decreased by unavailable revenues in the amount of \$1,719,288 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 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.

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, 2014

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, 2014.

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 \$12,013,388 in restricted fund balances at June 30, 2014.

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 \$12,998,566 in committed funds at June 30, 2014 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, 2014.

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 \$10,595,183 in unassigned fund balances at June 30, 2014.

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, 2014

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 46 through 51.

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, 2014 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, 2014

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 County'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, 2014, \$31,325,197 of the County's bank balances totaling \$32,325,197 was exposed to custodial credit risk. \$31,062,107 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the County's name and \$263,090 was uninsured and uncollateralized.

	Community Bank	Valley National Bank	Century Bank	Washington Federal	Total
Amount of deposits	\$ 8,134,928	\$ 17,288,000	\$ 6,602,269	\$ 300,000	\$ 32,325,197
FDIC coverage	(250,000)	(250,000)	(250,000)	(250,000)	(1,000,000)
Total uninsured public funds	<u>7,884,928</u>	<u>17,038,000</u>	<u>6,352,269</u>	<u>50,000</u>	<u>31,325,197</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>7,818,097</u>	<u>16,899,010</u>	<u>6,295,000</u>	<u>50,000</u>	<u>31,062,107</u>
Uninsured and uncollateralized	<u>\$ 66,831</u>	<u>\$ 138,990</u>	<u>\$ 57,269</u>	<u>\$ -</u>	<u>\$ 263,090</u>
Collateral requirement (50%)	\$ 3,942,464	\$ 8,519,000	\$ 3,176,135	\$ 25,000	\$ 15,662,599
Pledged securities	7,818,097	16,899,010	6,295,000	81,106	31,093,213
Over (under) collateralized	<u>\$ 3,875,633</u>	<u>\$ 8,380,010</u>	<u>\$ 3,118,865</u>	<u>\$ 56,106</u>	<u>\$ 15,430,614</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2014

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	\$ 5,424,775
Investments-per Exhibit A-1	24,190,269
Restricted cash and cash equivalents-per Exhibit A-1	3,585,169
Cash and cash equivalents- Statement of Fiduciary Assets and Liabilities- per Exhibit D-1	669,706
 Total cash and cash equivalents	 33,869,919
 Less: restricted cash	 (3,585,169)
Add: reconciling items	2,040,447
 Bank balance of deposits	 \$ 32,325,197

Restricted cash represents cash held at NMFA for debt service requirements 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 at June 30, 2014. 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.

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.

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 one year.

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2014

NOTE 4. Receivables

Receivables as of June 30, 2014 for the primary government are as follows:

	General	County Funded Capital Projects	Other Governmental Funds	Total	Agency Funds
Property taxes	\$ 1,872,007	\$ -	\$ -	\$ 1,872,007	\$ 4,642,942
Other taxes:					
Oil and gas taxes	1,188,497	-	73,601	1,262,098	-
Motor vehicle taxes	32,205	-	19,374	51,579	-
Gross receipts taxes	95,678	112,295	507,067	715,040	430,856
Other receivables:					
Intergovernmental-grants:					
State	6,365	-	376,158	382,523	-
Federal			200,049	200,049	-
Interest	40,799	259,105	72,900	372,804	-
Totals	<u><u>\$ 3,235,551</u></u>	<u><u>\$ 371,400</u></u>	<u><u>\$ 1,249,149</u></u>	<u><u>\$ 4,856,100</u></u>	<u><u>\$ 5,073,798</u></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	\$ 2,972,355
General Fund	DWI Grants	61,338
General Fund	New Mexico State Library	6,868
General Fund	Sheriff Grants	85,571
General Fund	Homeland Security and Emergency Management	20,556
General Fund	DOH CHI CNS Grants- Maternal/Child Health	40,806
General Fund	Behavioral Health Grants	123,843
General Fund	RAJJB	39,220
General Fund	Senior Appropriations Capital Projects	39,171
Total		<u><u>\$ 3,389,728</u></u>

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2014

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, 2014 are as follows:

<u>Transfer Out</u>	<u>Transfer In</u>	<u>Amount</u>
General Fund	Solid Waste	\$ 191,098
General Fund	County Road	281,826
General Fund	Farm and Range Improvement	28,115
General Fund	Senior Citizen Program	870,821
General Fund	DWI Grants	22,512
General Fund	Fire Department Funds	2,901
General Fund	County Funded Capital Projects	500,000
General Fund	Sheriff Grants	243
Fire Department Funds	Fire District Bond	71,075
Sheriff Grants	General Fund	3,909
Fire District Bond Funds	Fire Department Funds	<u>296,000</u>
		<u>\$ 2,268,500</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2014

NOTE 7. Capital Assets

Capital asset activity for the year ended June 30, 2014 was as follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 14,132,256	\$ 105,000	\$ -	\$ 14,237,256
Construction in Progress	460,406	4,624,244	-	5,084,650
Works of Art	180,000	-	-	180,000
Book Collections	10,000	-	-	10,000
Water Rights	290,674	-	-	290,674
Total capital assets not being depreciated	15,073,336	4,729,244	-	19,802,580
Capital assets being depreciated:				
Buildings and building improvements	65,320,309	675,782	(65,942)	65,930,149
Land improvements	4,268,134	338,238	-	4,606,372
Infrastructure	14,687,573	535,523	-	15,223,096
Machinery and equipment	22,096,027	1,781,145	(98,987)	23,778,185
Total capital assets being depreciated	106,372,043	3,330,688	(164,929)	109,537,802
Total assets	121,445,379	8,059,932	(164,929)	129,340,382
Less accumulated depreciation:				
Buildings and building improvements	19,351,917	1,600,875	(31,652)	20,921,140
Land improvements	982,177	214,400	-	1,196,577
Infrastructure	7,554,361	438,764	-	7,993,125
Machinery and equipment	15,562,345	871,556	(98,987)	16,334,914
Total accumulated depreciation	43,450,800	3,125,595	(130,639)	46,445,756
Total capital assets, net of depreciation	\$ 77,994,579	\$ 4,934,337	\$ (34,290)	\$ 82,894,626

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2014

NOTE 7. Capital Assets (continued)

Depreciation expense for the year ended June 30, 2014 was charged to the following functions:

Governmental activities:	
General government	\$ 270,682
Public safety	1,304,923
Culture and recreation	437,487
Public works	640,509
Health and welfare	<u>471,994</u>
Total	<u><u>\$ 3,125,595</u></u>

NOTE 8. Long-term Debt

The following is a summary of long-term debt and activity for the year ended June 30, 2014.

	Balance June 30, 2013	Additions	Retirements	Balance June 30, 2014	Due Within One Year
Bonds	\$ -	\$ 5,000,000	\$ 181,616	\$ 4,818,384	\$ 93,210
NMFA Loans	3,657,046	-	91,902	3,565,144	114,224
USDA Loan	93,850	-	22,000	71,850	47,000
Compensated Absences	<u>791,451</u>	<u>643,817</u>	<u>711,279</u>	<u>723,989</u>	<u>723,989</u>
Total Long-Term Debt	<u><u>\$ 4,542,347</u></u>	<u><u>\$ 5,643,817</u></u>	<u><u>\$ 1,006,797</u></u>	<u><u>\$ 9,179,367</u></u>	<u><u>\$ 978,423</u></u>

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.

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.

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2014

NOTE 8. Long-term Debt (continued)

On July 31, 2013 the County issued Gross Receipts Tax Improvement Revenue Bonds Series 2013 for purpose of acquiring, constructing, equipping and improving solid waste facilities and equipment in the County. The County pledged GRT revenues to pay for the loan. The bonds have an interest rate of 3.190% throughout the life of the bonds which are payable through July 1, 2033.

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
2015	\$ 114,224	\$ 108,305	\$ 222,529
2016	116,171	106,888	223,059
2017	108,450	105,078	213,528
2018	109,940	103,530	213,470
2019	111,788	101,728	213,516
2020-2024	488,686	475,180	963,866
2025-2029	533,744	402,956	936,700
2030-2034	641,615	295,528	937,143
2035-2039	788,089	148,584	936,673
2040-2042	552,437	8,136	560,573
	<u>\$ 3,565,144</u>	<u>\$ 1,855,912</u>	<u>\$ 5,421,056</u>

USDA Loan (Dixon FD):

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2015	\$ 47,000	\$ 2,400	\$ 49,400
2016	24,850	1,200	26,050
	<u>\$ 71,850</u>	<u>\$ 3,600</u>	<u>\$ 75,450</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2014

NOTE 8. Long-term Debt (continued)

Bonds:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2015	\$ 93,210	\$ 76,853	\$ 170,063
2016	190,903	149,223	340,126
2017	197,041	143,084	340,126
2018	203,377	136,749	340,126
2019	209,917	130,209	340,126
2020-2024	1,155,276	545,352	1,700,628
2025-2029	1,353,347	347,282	1,700,628
2030-2034	<u>1,415,314</u>	<u>115,252</u>	<u>1,530,566</u>
	<u>\$ 4,818,384</u>	<u>\$ 1,644,004</u>	<u>\$ 6,462,388</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, 2014, compensated absences decreased by \$67,462. Compensated absences are paid by the fund that they are accrued in, which is mainly the General Fund.

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, 2014:

None

The following funds exceeded budgeted designated cash appropriations for the year ended June 30, 2014:

None

The following funds exceeded approved budgetary authority for the year ended June 30, 2014:

None

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2014

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: 18.5% for law enforcement and fire protection employees; and 11.65% for County employees. The County is required to contribute the following percentages of the gross covered salary: 17.8% for law enforcement and fire protection plan members; and 17.15% 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 ending June 30, 2014, 2013, and 2012 were \$1,667,375, \$1,663,245, and \$1,618,773, respectively, which equal the amount of the required contributions for each fiscal year.

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, 2014, the statute required each participating employer to contribute 2.5% of each

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2014

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

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, 2014, 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, 2014, 2013, and 2012 were \$198,551, \$197,223 and \$174,596 respectively, which equal the required contributions for each year.

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.

STATE OF NEW MEXICO
 Rio Arriba County
 Notes to Financial Statements
 June 30, 2014

NOTE 13. Joint Powers Agreements and Memorandums of Understanding (continued)

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.

NOTE 14. Federal and State Grants

Rio Arriba County participates in a number of federal, state, and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, Rio Arriba County may be required to reimburse the grantor government. As of June 30, 2014, significant amounts of grant expenditures have not been audited by the grantor agencies. Management believes that any disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of Rio Arriba County.

NOTE 15. Contingent Liabilities

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

NOTE 16. Leases

There were no capital lease agreements as of June 30, 2014 to which the County was a party.

The County is a party to several operating lease agreements where it is the lessee and is subject to future payments to unrelated parties through June 30, 2019. The amount of the future liability for these leases is disclosed below:

Fiscal year ending June 30,	Annual Amount Due
<u> </u>	<u> </u>
2015	\$ 60,481
2016	54,360
2017	54,360
2018	54,360
2019	54,360
	<u> </u>
	<u><u>\$ 277,921</u></u>

STATE OF NEW MEXICO
Rio Arriba County
Notes to Financial Statements
June 30, 2014

NOTE 17. Restricted Net Position

For the primary government, the government-wide statement of net position reports \$12,013,388 of restricted amounts. The special revenue funds have \$8,428,219 which is restricted by enabling legislation. \$3,585,169 is restricted for debt service requirements. For descriptions of the related restrictions for net position amounts restricted for special revenue and debt service, see pages 59-64.

NOTE 18. Subsequent Events

The date to which events occurring after June 30, 2014, have been evaluated for possible adjustment to the financial statements or disclosures is November 7, 2014. No other events occurring after June 30, 2014 necessitate adjustment to the financial statement amounts or disclosure in the notes.

NOTE 19. Subsequent Pronouncements

In June 2012, GASB Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement 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, 2015 and will significantly impact the County. The 2015 fiscal year financial statements will report a material liability for pension participation.

In January 2013, GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, Effective Date: The provisions 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 standard will affect the County.

In November 2013, GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2014. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement 68. The standard will be implemented during fiscal year June 30, 2015.

**RIO ARRIBA HOUSING AUTHORITY
A COMPONENT UNIT OF RIO ARRIBA COUNTY
BUSINESS-TYPE ACTIVITIES
NOTES TO THE FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Notes to the Financial Statements
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Rio Arriba County Housing Authority (the Authority) was established in 1978. The Authority's office is located in Espanola, New Mexico. However, the housing units are located in Tierra Amarilla and Ojo Caliente, New Mexico. The governing body of the Authority consists of the three members of the Rio Arriba County board of commissioners. The Authority manages two low rent public housing developments containing 53 total units and administers Housing and Urban Development's (HUD) Housing Choice Voucher Section 8 housing assistance program. Also, the Authority manages 50 unit apartments for the Truth or Consequences Housing Authority.

The primary goal of the Low Rent Public Housing Program is the provision of a decent home in a suitable living environment for families that cannot afford standard private housing. Under this program, decent, safe and sanitary housing is made available to families having incomes lower than those serviced by Public Housing Agencies (PHA) which are organized and authorized in accordance with State Law to engage or assist in the development of operation of a Low Rent Public Housing Program. The PHA is a local housing authority (LHA) governed by an appointed board of commissioners who employ an administrative staff headed by an executive director.

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

The Authority reports the following major enterprise funds:

- **Low Rent Public Housing Program** – Funded through direct grants from HUD, the program is designed to provide adequate living accommodations to qualified families through reduced rate rentals built and owned by the Authority.
- **Section 8 Housing Choice Voucher Program** – These programs, funded through direct grants from HUD, provide rental assistance to qualified recipients through rent subsidies paid directly to third-party property owners.
- **Public Housing Capital Fund Program** – These programs, funded through direct grants from HUD, account for acquisition of capital assets or construction of capital projects.

A. Financial Reporting Entity

In evaluating how to define the Authority for financial reporting purposes, management has considered all potential programs and operations of the Authority. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board (GASB) Statement No. 14 as amended by GASB Statement No. 39 and GASB Statement No. 61. 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 is the scope of public service. Application of this criterion involves considering whether the activity benefits the Authority and/or its residents and participants, or whether the activity is conducted within the geographic boundaries of the Authority and is generally available to its residents and participants.

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 Authority is able to exercise oversight responsibilities. Based upon the application of these criteria, the Authority has no component units; however, the Authority is a component unit of Rio Arriba County as the County has operational responsibility over the Authority and is governed by the same governing authority.

Rio Arriba County does issue separately audited financial statements. Additional information regarding Rio Arriba County may be obtained directly from their administrative office as follows: Rio Arriba County Finance Department, Rio Arriba County Seat, State Rd. 162 #149, Tierra Amarilla, New Mexico 87575.

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Notes to the Financial Statements
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting and Measurement Focus

The Authority's basic financial statements are prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") as set forth or adopted by the Governmental Accounting Standards Board ("GASB") and the Financial Accounting Standards Board ("FASB"), and their predecessors, the National Council on Governmental Accounting ("NCGA") and the Accounting Principles Board ("APB"), respectively. Generally accepted accounting principles for local governments include those principles prescribed by the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units.

The accounting and financial reporting treatment applied to the Authority is determined by its measurement focus. The Authority's proprietary (enterprise) funds are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting. Revenue is recognized when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All assets and all liabilities associated with the operations are included on the balance sheet. Net Position (i.e., total assets net of total liabilities) are segregated into invested in capital assets, net of related debt; restricted; and unrestricted components.

All of the Authority's programs are accounted for as one business-type activity for financial reporting purposes. Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* 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 proprietary funds are charges to customers for rent and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. There are no fiduciary funds included in the Authority's financial statements.

The Housing Authority's cash flow statement includes changes in both operating cash and restricted cash and cash equivalents.

Revenue Recognition

Dwelling rental revenues are recorded as rentals become due. Rental payments received in advance are deferred until earned.

Grant revenues are recognized as revenues when the related costs are incurred. All other revenues are recognized when they are received and are not susceptible to accrual because they are usually not measurable until payment is actually received.

The Authority has entered into contracts with HUD to develop, manage and own public housing projects and to administer the federal Section 8 Housing Choice Vouchers Program, whereby monthly housing assistance payments are made to landlords on behalf of eligible lower income individuals and families. HUD makes monthly operating subsidy contributions within the public housing program and monthly contributions for housing assistance payments and administration fees for the Section 8 Housing Choice Vouchers Program. Such contributions are reflected as operating grants revenue. Contributions received from HUD for capital additions and improvements are reported as capital grants revenue.

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Notes to the Financial Statements
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. *Assets, Liabilities, and Net Position*

Cash and Cash Equivalents and Investments

The Authority is authorized under the provision of 6-10-10 NMSA 1978, as amended, to deposit its money in banks, savings and loan association and/or credit unions whose accounts are insured by an Agency of the United States. The Authority's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Before any local funds are invested or reinvested for the purpose of short-term investment pursuant to Section 6-10-10.1 NMSA 1978, as amended, the local public body finance official shall notify and make such funds available to banks, savings and loan associations and credit unions located within the geographical boundaries of their respective governmental unit, subject to the limitation on credit union accounts. To be eligible for such funds, the financial institution shall pay to the local public body the rate established by the state treasurer pursuant to a policy adopted by the State Board of Finance for such short-term investments.

State regulations require that uninsured demand deposits and deposit-type investments such as certificates of deposit, be collateralized by the depository thrift or banking institution. Currently, state statutes require that a minimum of fifty percent (50%) of balances on deposit with any one institution must be collateralized, with higher requirements up to one hundred percent (100%) for financially troubled institutions. If the securities pledged are United States government securities, they are pledged at market value, if they are New Mexico municipal bonds, they are pledged at par value.

Accounts Receivable and Accounts Payable

All receivables, including tenant receivables, are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Payables are comprised of unpaid vendor and supplier invoices and are recognized when incurred.

Restricted Cash and Cash Equivalents

Certain resources set aside in escrow for security deposits of \$6,935, held as insurance against the non-payment for services rendered, are classified on the Statement of Net Position as restricted because their use is limited. In addition, resources are also set aside for Housing Assistance Payments (HAP) of \$16,365, as the use of those funds is restricted by enabling legislation.

Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the Authority's financial statements.

Capital Assets

Capital assets, which include property, plant, and equipment, are defined by the Authority 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. The Authority does have an exception for purchases made under Capital Fund Projects. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are included as part of the governmental capital assets reported in the government wide statements. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.2.20.1.9 C (5). Contributed 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.

STATE OF NEW MEXICO
 Rio Arriba County Housing Authority
 A Component Unit of Rio Arriba County
 Notes to the Financial Statements
 June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Liabilities, and Net Position (continued)

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

Depreciation is recorded using the straight-line method based on the estimated useful life of the asset. The following lives are utilized:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	5 yrs – 40 yrs
Machinery and equipment	3 yrs – 15 yrs

Accrued Expenses

Accrued expenses are comprised of accrued salaries, wages, related employment taxes and current and noncurrent maturities of compensated absences, discussed more fully below.

Compensated Absences

Employees of the Authority are entitled to be compensated for accrued vacation time off, which is reported as an expense and a liability of the program that will fund it. There is a cap of 240 hours of vacation leave that an employee is permitted to accrue. When an employee separates from employment with the Authority in good standing, the employee is eligible to receive payment for accrued time remaining.

Net Position

Net Position comprises the various net earnings from operating and non-operating revenues, expenses and contributions of capital. Net position is classified in the following three components:

- **Net investment in capital assets** – This component consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any related debt attributable to the acquisition, construction, or improvement of those assets.
- **Restricted Net Position** – Net Position is reported as restricted when constraints placed on use are either (1) externally imposed by creditors, grantors, contributions or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – Net Position that does not meet the definition of “restricted” or “Net investment in capital assets”.

Unrestricted and Restricted Revenues

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

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 such as the lives of capital assets. Accordingly, actual results could differ from those estimates. Significant estimates in the Authority’s financial statements include depreciation on capital assets, the current portion of accrued compensated absences and the allowance for uncollectible accounts.

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Notes to the Financial Statements
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Liabilities, and Net Position (continued)

New Accounting Standards Adopted

GASB Statement No. 65 *Items Previously Reported as Assets and Liabilities* ("GASB 65"), establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The implementation of GASB 65 is not expected to have a significant impact on the Authority's financial statements.

D. Budgets

The Authority's Commission is required to obtain approval from HUD for any revisions to the budgets that alter the total expenditures, at the legal level of budgetary control, which is at the grant program level. HUD program budgets are prepared on a regulatory basis which is comparable to the GAAP basis except for the omission of depreciation. Budgetary data for the Authority's programs are prepared on a calendar year basis. HUD does not require the presentation of the budgets in the audit report. The inclusion of the budget in the audit report would be misleading as the audit report is as of June 30, 2014 and the HUD budget period is not complete as of that date.

NOTE 2. DEPOSITS AND INVESTMENTS

State Statutes authorize the investment of Authority funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the Authority properly followed State investment requirements as of June 30, 2014.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the Authority. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution.

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

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

By operation of federal law, beginning January 1, 2013, funds deposited in noninterest-bearing transaction accounts (including an Interest on Lawyer Trust Account) no longer receive unlimited coverage under by the Federal Deposit Insurance Corporation. Beginning January 1, 2013, all of the Authority'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 for demand deposit accounts and \$250,000 for time and savings accounts.

Custodial Credit Risk – Deposits

Custodial Credit Risk – Custodial credit risk is the risk that in the event of bank failure, the Authority's deposits may not be returned to it. The Authority does not have a policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63 NMSA 1978). At June 30, 2014, none of the Authority's bank balance of \$239,396 was exposed to custodial credit risk.

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Notes to the Financial Statements
June 30, 2014

NOTE 2. DEPOSITS AND INVESTMENTS (continued)

Section 6-10-17, New Mexico Statutes Annotated, 1978 Compilation states the types of collateral allowed is limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico. All depositories had balances not exceeding the amount covered by the FDIC as of June 30, 2014.

	Valley National Bank	Century Bank	Total
Total amount of deposits	\$ 192,059	\$ 47,337	\$ 239,396
FDIC Coverage	(192,059)	(47,337)	(239,396)
Total uninsured public funds	-	-	-
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the Authority's name	-	-	-
Uninsured and uncollateralized	-	-	-
Collateral requirement (50% of uninsured funds)	-	-	-
Pledged securities	-	-	-
Over (under) collateralized	\$ -	\$ -	\$ -

Reconciliation to Statement of Net Position

The carrying amount of deposits and investments shown above are included in the Authority's Statement of Net Position as follows:

Cash and cash equivalents	\$ 131,159
Investments	59,003
Restricted cash and cash equivalents	23,300
Total cash, investments, and cash equivalents	213,462
Add: outstanding checks	25,934
Bank balance of deposits	\$ 239,396

Investments

The Authority reports investments of \$59,003 on the Statement of Net Position. This amount represents certificates of deposits with original maturities in excess of 90 days; however, this amount is considered a deposit for disclosure purposes.

STATE OF NEW MEXICO
 Rio Arriba County Housing Authority
 A Component Unit of Rio Arriba County
 Notes to the Financial Statements
 June 30, 2014

NOTE 3. RECEIVABLES

Receivables as of June 30, 2014, are as follows:

Due from other governments	
Federal sources	\$ 113,267
Accrued interest	108
Tenant receivables	20,266
Allowance for doubtful accounts	<u>(15,371)</u>
 Total	 <u><u>\$ 118,270</u></u>

NOTE 4. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The Authority records temporary interfund receivables and payables to enable the funds to operate until grant monies are received. All interfund balances are to be repaid within one year. These are reported as “Due from other funds” and “Due to other funds” on the Statement of Net Position.

The composition of interfund balances during the year ended June 30, 2014 is as follows:

<u>Due from other funds</u>	<u>Due to other funds</u>	
Low Rent Public Housing Program	Section 8 Housing Choice Vouchers Program	<u>\$ 1,945</u>

NOTE 5. CAPITAL ASSETS

The following summary of capital assets and changes occurred during the year ended June 30, 2014. Land is not subject to depreciation.

	<u>Balance</u> <u>June 30, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>
Capital assets, not depreciated:				
Land	\$ 109,735	\$ -	\$ -	\$ 109,735
Total capital assets, not depreciated	<u>109,735</u>	<u>-</u>	<u>-</u>	<u>109,735</u>
Capital assets, depreciated:				
Buildings and improvements	5,482,021	26,528	-	5,508,549
Machinery and equipment	157,917	6,698	-	164,615
Total capital assets, depreciated	<u>5,639,938</u>	<u>33,226</u>	<u>-</u>	<u>5,673,164</u>
Less accumulated depreciation:				
Buildings	4,018,703	167,359	-	4,186,062
Machinery and equipment	128,794	7,519	-	136,313
Total accumulated depreciation	<u>4,147,497</u>	<u>174,878</u>	<u>-</u>	<u>4,322,375</u>
Net book value	<u><u>\$ 1,602,176</u></u>	<u><u>\$ (141,652)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,460,524</u></u>

STATE OF NEW MEXICO
 Rio Arriba County Housing Authority
 A Component Unit of Rio Arriba County
 Notes to the Financial Statements
 June 30, 2014

NOTE 5. CAPITAL ASSETS (continued)

Depreciation expense for the year ended June 30, 2014 totaled \$174,877. The expense was allocated to the following programs:

Low Rent Public Housing Program	<u>\$ 163,025</u>
Public Housing Capital Fund Program	<u>\$ 11,853</u>

NOTE 6. LONG-TERM LIABILITIES

The following summarizes changes in long-term liabilities during the fiscal year ended June 30, 2014. Compensated absences are typically liquidated through the Low Rent Public Housing Program.

	<u>Balance, June 30, 2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance, June 30, 2014</u>	<u>Due Within One Year</u>
Compensated absences	\$ 15,689	\$ 2,570	\$ 4,511	\$ 13,748	\$ 9,234
Totals	<u>\$ 15,689</u>	<u>\$ 2,570</u>	<u>\$ 4,511</u>	<u>\$ 13,748</u>	<u>\$ 9,234</u>

NOTE 7. CONTINGENT LIABILITIES

Legal Proceedings—The Authority is subject to various legal proceedings that arise in the ordinary course of the Authority’s operations. In the opinion of the Authority’s management, the ultimate resolution of the matters will not have a material adverse impact on the financial position or results of operations of the Authority.

Federal Grants—The Authority receives federal grants for various specific purposes. These grants are subject to audit, which may result in requests for reimbursements to granting agencies for expenditures disallowed under the terms of the grants. Management believes that such disallowance, if any, will not be material to the financial statements.

NOTE 8. RISK MANAGEMENT

Rio Arriba County Housing Authority is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Authority has joined together with other housing authorities throughout the country and obtained insurance through the Housing Authority Insurance Group, a housing authority risk pool currently operating as a common risk management and insurance program for member units. The Authority pays an annual premium to the Housing Authority Insurance Group for its general insurance coverage and all risk of loss is transferred to the risk pool.

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Notes to the Financial Statements
June 30, 2014

NOTE 9. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

Plan Description: Substantially all of the Authority'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, NM 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 9.15% of their gross salary. The Authority is required to contribute 9.15% of the gross covered salary. The contribution requirements of plan members and the Authority are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The Authority's contributions to PERA for the fiscal years ending June 30, 2014, 2013 and 2012 were \$10,203, \$10,203, and \$9,809, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 9. POST-EMPLOYMENT BENEFITS

The Retiree Health Care Act (Act) (Chapter 10, Article 7C NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public service in New Mexico. The New Mexico Retiree Health Care Authority is the administrator of the plan. The purpose is to provide eligible retirees, their spouses, surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into the New Mexico Retiree Health Care Fund and by co-payments of out-of-pocket payments of eligible retirees. As authorized under Section 9D of Chapter 6, Laws of 1990, the Authority has elected not to participate in the program by adoption of an ordinance.

NOTE 10. CONCENTRATIONS

Approximately 56.3% of total revenues of the Authority are received from programs directed by the United States Department of Housing and Urban Development. Receipt of these funds is contingent upon the Authority's continued compliance with grant provisions and the continuance of the grant programs by this U.S. Governmental agency.

NOTE 11. SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2014, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is November 7, 2014 which is the date on which the financial statements were issued. No events took place subsequent to year end.

NOTE 12. SUBSEQUENT PRONOUNCEMENTS

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 Authority will implement this standard during the fiscal year June 30, 2015 which is expected to significantly impact the Authority's financial statements.

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 Authority is still evaluating how this reporting standard will affect the Authority.

STATE OF NEW MEXICO
Rio Arriba County Housing Authority
A Component Unit of Rio Arriba County
Notes to the Financial Statements
June 30, 2014

NOTE 12. SUBSEQUENT PRONOUNCEMENTS (continued)

In November 2013, GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2014. The provisions of this Statement are required to be applied simultaneously with the provisions of GASB Statement No. 68. The standard will be implemented during fiscal year June 30, 2015.

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SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2014

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, 2014

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, 2014

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

2300,2301,2302,2303,2305,2306,2307,2308,2310,2311,2312,2313,2314,2315,2316,2317,2318,2319,2340 – 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)

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.

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)

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)

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2014

SPECIAL REVENUE FUNDS (CONTINUED)

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)

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)

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2014

SPECIAL REVENUE FUNDS (CONTINUED)

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)

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)

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)

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Fund Descriptions
June 30, 2014

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.

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)

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STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2014

Special Revenue

	Jail Operations	Solid Waste	County Property Evaluation
ASSETS			
Cash and cash equivalents	\$ -	\$ 40,938	\$ 300,583
Investments	-	100,000	-
Accounts Receivable:			
Other taxes	-	38,870	-
Intergovernmental	-	-	-
Accrued interest	-	2,430	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 182,238</u>	<u>\$ 300,583</u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>			
<i>Spendable</i>			
Restricted fund balances			
General county operations	-	-	-
Public safety	-	-	-
County road	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	182,238	-
County property valuation	-	-	300,583
Debt service	-	-	-
Committed fund balances			
Capital projects	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>182,238</u>	<u>300,583</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 182,238</u>	<u>\$ 300,583</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

County Road Projects	Emergency Communications/E MS	Farm and Range Improvement	Law Enforcement	Lodgers' Tax Act	Recreation
\$ 643,213	\$ 387,343	\$ -	\$ -	\$ 84,645	\$ 5,489
-	900,000	-	-	-	-
59,832	191,097	-	-	-	-
-	-	-	523	-	-
-	21,870	-	-	-	-
<u>\$ 703,045</u>	<u>\$ 1,500,310</u>	<u>\$ -</u>	<u>\$ 523</u>	<u>\$ 84,645</u>	<u>\$ 5,489</u>
\$ 14,670	\$ 235,277	\$ -	\$ 523	\$ 4,045	\$ -
-	-	-	-	-	-
<u>14,670</u>	<u>235,277</u>	<u>-</u>	<u>523</u>	<u>4,045</u>	<u>-</u>
-	-	-	-	-	-
-	1,265,033	-	-	-	-
688,375	-	-	-	-	-
-	-	-	-	80,600	5,489
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>688,375</u>	<u>1,265,033</u>	<u>-</u>	<u>-</u>	<u>80,600</u>	<u>5,489</u>
<u>\$ 703,045</u>	<u>\$ 1,500,310</u>	<u>\$ -</u>	<u>\$ 523</u>	<u>\$ 84,645</u>	<u>\$ 5,489</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2014

Special Revenue

	Senior Citizen Program	Indigent	County Fire Protection
ASSETS			
Cash and cash equivalents	\$ 58,353	\$ 845,332	\$ 367,059
Investments	-	200,000	900,000
Accounts Receivable:			
Other taxes	-	128,821	86,450
Intergovernmental	-	-	-
Accrued interest	-	4,860	21,870
<i>Total assets</i>	<u>\$ 58,353</u>	<u>\$ 1,179,013</u>	<u>\$ 1,375,379</u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ 30	\$ -	\$ 199,313
Due to other funds	-	-	-
<i>Total liabilities</i>	<u>30</u>	<u>-</u>	<u>199,313</u>
<i>Fund Balances</i>			
<i>Spendable</i>			
Restricted fund balances			
General county operations	-	-	-
Public safety	-	-	1,176,066
County road	-	-	-
Culture and recreation	-	-	-
Health and welfare	58,323	1,179,013	-
County property valuation	-	-	-
Debt service	-	-	-
Committed fund balances			
Capital projects	-	-	-
<i>Total fund balances</i>	<u>58,323</u>	<u>1,179,013</u>	<u>1,176,066</u>
<i>Total liabilities and fund balances</i>	<u>\$ 58,353</u>	<u>\$ 1,179,013</u>	<u>\$ 1,375,379</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
\$ 328,179	\$ 44,331	\$ -	\$ 1,507,154	\$ 6,481	\$ -
-	-	-	-	-	-
-	94,972	-	-	-	-
-	-	129,481	-	89,952	6,868
-	-	-	-	-	-
<u>\$ 328,179</u>	<u>\$ 139,303</u>	<u>\$ 129,481</u>	<u>\$ 1,507,154</u>	<u>\$ 96,433</u>	<u>\$ 6,868</u>
\$ -	\$ 9,656	\$ -	\$ 172	\$ -	\$ -
-	-	61,338	-	-	6,868
-	9,656	61,338	172	-	6,868
328,179	-	-	-	-	-
-	129,647	68,143	1,506,982	96,433	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>328,179</u>	<u>129,647</u>	<u>68,143</u>	<u>1,506,982</u>	<u>96,433</u>	<u>-</u>
<u>\$ 328,179</u>	<u>\$ 139,303</u>	<u>\$ 129,481</u>	<u>\$ 1,507,154</u>	<u>\$ 96,433</u>	<u>\$ 6,868</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2014

Special Revenue

	Forest Reserve Title III	Summer Food Program	SCAAP
ASSETS			
Cash and cash equivalents	\$ 483,301	\$ 7,984	\$ 9,793
Investments	800,000	-	-
Accounts Receivable:			
Other taxes	-	-	-
Intergovernmental	-	-	-
Accrued interest	19,440	-	-
<i>Total assets</i>	<u>\$ 1,302,741</u>	<u>\$ 7,984</u>	<u>\$ 9,793</u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ -	\$ 2,296	\$ -
Due to other funds	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>2,296</u>	<u>-</u>
<i>Fund Balances</i>			
<i>Spendable</i>			
Restricted fund balances			
General county operations	-	-	9,793
Public safety	-	-	-
County road	1,302,741	-	-
Culture and recreation	-	5,688	-
Health and welfare	-	-	-
County property valuation	-	-	-
Debt service	-	-	-
Committed fund balances			
Capital projects	-	-	-
<i>Total fund balances</i>	<u>1,302,741</u>	<u>5,688</u>	<u>9,793</u>
<i>Total liabilities and fund balances</i>	<u>\$ 1,302,741</u>	<u>\$ 7,984</u>	<u>\$ 9,793</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Sheriff Grants	DOH CHI CNS Grants- Maternal/Child Health	Behavioral Health Grants	Department of Homeland Security and Emergency Management	RAJJB	Inmate Evercom Phone
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44,893
-	-	-	-	-	-
-	-	-	-	-	-
85,571	40,806	124,059	20,556	39,220	-
-	-	-	-	-	-
<u>\$ 85,571</u>	<u>\$ 40,806</u>	<u>\$ 124,059</u>	<u>\$ 20,556</u>	<u>\$ 39,220</u>	<u>\$ 44,893</u>
\$ -	\$ -	\$ 216	\$ -	\$ -	\$ -
85,571	40,806	123,843	20,556	39,220	-
<u>85,571</u>	<u>40,806</u>	<u>124,059</u>	<u>20,556</u>	<u>39,220</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	44,893
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>44,893</u>
<u>\$ 85,571</u>	<u>\$ 40,806</u>	<u>\$ 124,059</u>	<u>\$ 20,556</u>	<u>\$ 39,220</u>	<u>\$ 44,893</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2014

Capital Projects

	Senior Appropriations Capital Projects	Landfill Closure	Fire District Bond Funds
ASSETS			
Cash and cash equivalents	\$ -	\$ 88,675	\$ 6,810
Investments	-	-	100,000
Accounts Receivable:			
Other taxes	-	-	-
Intergovernmental	39,171	-	-
Accrued interest	-	-	2,430
<i>Total assets</i>	<u>\$ 39,171</u>	<u>\$ 88,675</u>	<u>\$ 109,240</u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	39,171	-	-
<i>Total liabilities</i>	<u>39,171</u>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>			
<i>Spendable</i>			
Restricted fund balances			
General county operations	-	-	-
Public safety	-	-	-
County road	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
County property valuation	-	-	-
Debt service	-	-	-
Committed fund balances			
Capital projects	-	88,675	109,240
<i>Total fund balances</i>	<u>-</u>	<u>88,675</u>	<u>109,240</u>
<i>Total liabilities and fund balances</i>	<u>\$ 39,171</u>	<u>\$ 88,675</u>	<u>\$ 109,240</u>

The accompanying notes are an integral part of these financial statements

<u>Capital Projects</u>	<u>Debt Service</u>	
EMS Bond Fund	Debt Service Funds	Total Non-Major Governmental Funds
\$ 44,357	\$ 3,585,169	\$ 8,890,082
-	-	3,000,000
-	-	600,042
-	-	576,207
-	-	72,900
<u>\$ 44,357</u>	<u>\$ 3,585,169</u>	<u>\$ 13,139,231</u>
\$ -	\$ -	\$ 466,198
-	-	417,373
<u>-</u>	<u>-</u>	<u>883,571</u>
-	-	337,972
-	-	4,287,197
-	-	1,991,116
-	-	91,777
-	-	1,419,574
-	-	300,583
-	3,585,169	3,585,169
44,357	-	242,272
<u>44,357</u>	<u>3,585,169</u>	<u>12,255,660</u>
<u>\$ 44,357</u>	<u>\$ 3,585,169</u>	<u>\$ 13,139,231</u>

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2014

Special Revenue

	Jail Operations	Solid Waste	County Property Evaluation
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ -	\$ 165,489
Gross receipts	-	246,314	-
Gasoline and motor vehicle	-	-	-
Lodgers	-	-	-
Federal operating grants	-	-	-
State operating grants	647	-	250
State capital grants	-	-	-
Charges for services	141,775	-	-
Licenses and permits	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
<i>Total revenues</i>	<u>142,422</u>	<u>246,314</u>	<u>165,739</u>
<i>Expenditures</i>			
Current			
General government	142,222	-	-
Public safety	-	209,908	97,531
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	181,616	-
Interest	-	145,218	-
<i>Total expenditures</i>	<u>142,222</u>	<u>536,742</u>	<u>97,531</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>200</u>	<u>(290,428)</u>	<u>68,208</u>
<i>Other financing sources (uses)</i>			
Transfers in	-	191,098	-
Transfers (out)	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>191,098</u>	<u>-</u>
<i>Net change in fund balances</i>	200	(99,330)	68,208
<i>Fund balances - beginning of year</i>	<u>(200)</u>	<u>281,568</u>	<u>232,375</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 182,238</u>	<u>\$ 300,583</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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,104,750	-	-	-	-
471,002	-	-	-	-	-
-	-	-	-	59,190	-
796,932	-	4,987	-	-	-
527,913	1,111	-	38,923	95	-
-	-	-	-	-	-
-	-	-	-	-	1,174
1,526	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,797,373</u>	<u>1,105,861</u>	<u>4,987</u>	<u>38,923</u>	<u>59,285</u>	<u>1,174</u>
-	-	-	-	-	-
-	1,303,399	33,500	38,771	-	-
1,761,600	-	-	-	-	-
-	-	-	-	49,509	3,833
-	-	-	-	-	-
488,570	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,250,170</u>	<u>1,303,399</u>	<u>33,500</u>	<u>38,771</u>	<u>49,509</u>	<u>3,833</u>
<u>(452,797)</u>	<u>(197,538)</u>	<u>(28,513)</u>	<u>152</u>	<u>9,776</u>	<u>(2,659)</u>
281,826	-	28,115	-	-	-
-	-	-	-	-	-
<u>281,826</u>	<u>-</u>	<u>28,115</u>	<u>-</u>	<u>-</u>	<u>-</u>
(170,971)	(197,538)	(398)	152	9,776	(2,659)
859,346	1,462,571	398	(152)	70,824	8,148
<u>\$ 688,375</u>	<u>\$ 1,265,033</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,600</u>	<u>\$ 5,489</u>

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2014

	Special Revenue		
	Senior Citizen Program	Indigent	County Fire Protection
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ 244,650	\$ -
Gross receipts	-	552,181	515,384
Gasoline and motor vehicle	-	242,326	-
Lodgers	-	-	-
Federal operating grants	229,849	-	-
State operating grants	482,647	174,227	-
State capital grants	-	-	-
Charges for services	57,389	-	-
Licenses and permits	-	-	-
Investment income	-	-	-
Miscellaneous	63,899	-	-
<i>Total revenues</i>	833,784	1,213,384	515,384
<i>Expenditures</i>			
Current			
General government	-	-	-
Public safety	-	-	795,766
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	1,760,051	653,493	-
Capital outlay	-	-	13,505
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	1,760,051	653,493	809,271
<i>Excess (deficiency) of revenues over expenditures</i>	(926,267)	559,891	(293,887)
<i>Other financing sources (uses)</i>			
Transfers in	870,821	-	-
Transfers (out)	-	-	-
<i>Total other financing sources (uses)</i>	870,821	-	-
<i>Net change in fund balances</i>	(55,446)	559,891	(293,887)
<i>Fund balances - beginning of year</i>	113,769	619,122	1,469,953
<i>Fund balances - end of year</i>	\$ 58,323	\$ 1,179,013	\$ 1,176,066

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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	546,644	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	764,825	1,431,350	175,150	13,628
-	-	-	-	-	-
114,224	-	-	-	-	-
-	-	-	-	-	-
-	-	41,282	7,657	5,172	-
<u>114,224</u>	<u>546,644</u>	<u>806,107</u>	<u>1,439,007</u>	<u>180,322</u>	<u>13,628</u>
28,991	-	-	-	-	13,209
-	468,575	805,180	896,458	84,206	-
-	-	-	-	-	-
-	-	-	-	-	-
29,791	-	-	1,035,950	9,100	-
-	-	-	22,000	-	-
-	-	-	3,186	-	-
<u>58,782</u>	<u>468,575</u>	<u>805,180</u>	<u>1,957,594</u>	<u>93,306</u>	<u>13,209</u>
<u>55,442</u>	<u>78,069</u>	<u>927</u>	<u>(518,587)</u>	<u>87,016</u>	<u>419</u>
-	-	22,512	298,901	-	-
-	-	-	(71,075)	-	-
-	-	<u>22,512</u>	<u>227,826</u>	-	-
55,442	78,069	23,439	(290,761)	87,016	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>\$ 328,179</u>	<u>\$ 129,647</u>	<u>\$ 68,143</u>	<u>\$ 1,506,982</u>	<u>\$ 96,433</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Rio Arriba County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2014

Special Revenue

	Forest Reserve Title III	Summer Food Program	SCAAP
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ -	\$ -
Gross receipts	-	-	-
Gasoline and motor vehicle	-	-	-
Lodgers	-	-	-
Federal operating grants	140,635	-	7,421
State operating grants	-	58,642	-
State capital grants	-	-	-
Charges for services	-	-	-
Licenses and permits	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
<i>Total revenues</i>	<u>140,635</u>	<u>58,642</u>	<u>7,421</u>
<i>Expenditures</i>			
Current			
General government	-	-	3,662
Public safety	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	74,067	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>74,067</u>	<u>3,662</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>140,635</u>	<u>(15,425)</u>	<u>3,759</u>
<i>Other financing sources (uses)</i>			
Transfers in	-	-	-
Transfers (out)	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	140,635	(15,425)	3,759
<i>Fund balances - beginning of year</i>	<u>1,162,106</u>	<u>21,113</u>	<u>6,034</u>
<i>Fund balances - end of year</i>	<u>\$ 1,302,741</u>	<u>\$ 5,688</u>	<u>\$ 9,793</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Sheriff Grants	DOH CHI CNS Grants- Maternal/Child Health	Behavioral Health Grants	Dept. of Homeland Security and Emergency Management	RAJJB	Inmate Evercom Phone
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
11,603	9,594	209,916	21,065	-	-
58,184	112,798	271,728	22,158	141,165	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
91,848	-	-	-	-	15,930
<u>161,635</u>	<u>122,392</u>	<u>481,644</u>	<u>43,223</u>	<u>141,165</u>	<u>15,930</u>
-	-	-	-	-	-
218,196	-	-	56,367	-	30,117
-	-	-	-	-	-
-	-	-	-	-	-
-	123,416	485,718	-	141,554	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>218,196</u>	<u>123,416</u>	<u>485,718</u>	<u>56,367</u>	<u>141,554</u>	<u>30,117</u>
<u>(56,561)</u>	<u>(1,024)</u>	<u>(4,074)</u>	<u>(13,144)</u>	<u>(389)</u>	<u>(14,187)</u>
243	-	-	-	-	-
(3,909)	-	-	-	-	-
<u>(3,666)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(60,227)	(1,024)	(4,074)	(13,144)	(389)	(14,187)
60,227	1,024	4,074	13,144	389	59,080
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,893</u>

STATE OF NEW MEXICO
 Rio Arriba County
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2014

	Capital Projects		
	Senior Appropriations Capital Projects	Landfill Closure	Fire District Bond Funds
<i>Revenues</i>			
Taxes:			
Property	\$ -	\$ -	\$ -
Gross receipts	-	-	-
Gasoline and motor vehicle	-	-	-
Lodgers	-	-	-
Federal operating grants	-	-	-
State operating grants	-	-	-
State capital grants	87,075	-	-
Charges for services	-	-	-
Licenses and permits	-	-	-
Investment income	-	-	2,430
Miscellaneous	-	-	-
<i>Total revenues</i>	87,075	-	2,430
<i>Expenditures</i>			
Current			
General government	48,436	-	-
Public safety	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Capital outlay	38,639	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	87,075	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	2,430
<i>Other financing sources (uses)</i>			
Transfers in	-	-	71,075
Transfers (out)	-	-	(296,000)
<i>Total other financing sources (uses)</i>	-	-	(224,925)
<i>Net change in fund balances</i>	-	-	(222,495)
<i>Fund balances - beginning of year</i>	-	88,675	331,735
<i>Fund balances - end of year</i>	\$ -	\$ 88,675	\$ 109,240

The accompanying notes are an integral part of these financial statements

<u>Capital Projects</u>		<u>Debt Service</u>	
<u>EMS Bond Fund</u>	<u>Debt Service Funds</u>	<u>Total Non-Major Governmental Funds</u>	
\$ -	\$ -	\$ 410,139	
-	200,992	3,166,265	
-	-	713,328	
-	-	59,190	
-	-	1,432,002	
-	-	4,275,441	
-	-	87,075	
-	-	314,562	
-	-	1,526	
-	7,666	10,096	
-	-	225,788	
-	<u>208,658</u>	<u>10,695,412</u>	
-	-	236,520	
-	-	5,037,974	
-	-	1,761,600	
-	-	53,342	
-	-	3,238,299	
-	-	1,615,555	
-	91,902	295,518	
-	<u>109,090</u>	<u>257,494</u>	
-	<u>200,992</u>	<u>12,496,302</u>	
-	<u>7,666</u>	<u>(1,800,890)</u>	
-	-	1,764,591	
-	-	<u>(370,984)</u>	
-	-	<u>1,393,607</u>	
-	7,666	(407,283)	
<u>44,357</u>	<u>3,577,503</u>	<u>12,662,943</u>	
<u>\$ 44,357</u>	<u>\$ 3,585,169</u>	<u>\$ 12,255,660</u>	

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, 2014

	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	-	647	647	-
State capital grants	-	-	-	-
Charges for services	90,000	141,775	141,775	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>90,000</u>	<u>142,422</u>	<u>142,422</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	90,000	142,422	142,422	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>90,000</u>	<u>142,422</u>	<u>142,422</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				200
Net change in fund balances (GAAP)				<u>\$ 200</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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	100,000	100,000	244,228	144,228
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>244,228</u>	<u>144,228</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	533,452	219,108	209,908	9,200
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	181,616	181,616	-
Interest	-	145,228	145,218	10
<i>Total expenditures</i>	<u>533,452</u>	<u>545,952</u>	<u>536,742</u>	<u>9,210</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(433,452)</u>	<u>(445,952)</u>	<u>(292,514)</u>	<u>153,438</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	242,354	254,854	-	(254,854)
Transfers in	191,098	191,098	191,098	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>433,452</u>	<u>445,952</u>	<u>191,098</u>	<u>(254,854)</u>
<i>Net change in fund balances</i>	-	-	(101,416)	(101,416)
<i>Fund balances - beginning of year</i>	-	-	242,354	242,354
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,938</u>	<u>\$ 140,938</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (101,416)
Adjustments to revenues for gross receipts taxes				2,086
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (99,330)</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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ 100,000	\$ 100,000	\$ 165,489	\$ 65,489
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	250	250
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>100,000</u>	<u>100,000</u>	<u>165,739</u>	<u>65,739</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	269,253	234,848	90,502	144,346
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	63,377	97,782	7,284	90,498
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>332,630</u>	<u>332,630</u>	<u>97,786</u>	<u>234,844</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(232,630)</u>	<u>(232,630)</u>	<u>67,953</u>	<u>300,583</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	232,630	232,630	-	(232,630)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>232,630</u>	<u>232,630</u>	<u>-</u>	<u>(232,630)</u>
<i>Net change in fund balances</i>	-	-	67,953	67,953
<i>Fund balances - beginning of year</i>	-	-	232,630	232,630
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 300,583</u>	<u>\$ 300,583</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 67,953
No adjustments to revenues				-
Adjustments to expenditures for appraiser increments and oil and gas costs				255
Net change in fund balances (GAAP)				<u>\$ 68,208</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, 2014

	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	411,170	11,170
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	788,713	788,713	796,932	8,219
State operating grants	266,381	567,703	527,913	(39,790)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	1,526	1,526
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,455,094</u>	<u>1,756,416</u>	<u>1,737,541</u>	<u>(18,875)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	2,018,866	2,056,709	1,870,174	186,535
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	341,954	605,433	365,326	240,107
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,360,820</u>	<u>2,662,142</u>	<u>2,235,500</u>	<u>426,642</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(905,726)</u>	<u>(905,726)</u>	<u>(497,959)</u>	<u>407,767</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	623,900	623,900	-	(623,900)
Transfers in	281,826	281,826	281,826	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>905,726</u>	<u>905,726</u>	<u>281,826</u>	<u>(623,900)</u>
<i>Net change in fund balances</i>	-	-	(216,133)	(216,133)
<i>Fund balances - beginning of year</i>	-	-	859,346	859,346
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 643,213</u>	<u>\$ 643,213</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (216,133)
Adjustments to revenues for taxes and state operating grants				59,832
Adjustments to expenditures for maintenance of roads				(14,670)
Net change in fund balances (GAAP)				<u>\$ (170,971)</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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	1,000,000	1,000,000	1,094,011	94,011
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	1,111	1,111
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>1,095,122</u>	<u>95,122</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	1,171,860	1,233,387	1,065,938	167,449
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,088,636	1,027,109	2,338	1,024,771
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,260,496</u>	<u>2,260,496</u>	<u>1,068,276</u>	<u>1,192,220</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,260,496)</u>	<u>(1,260,496)</u>	<u>26,846</u>	<u>1,287,342</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,260,496	1,260,496	-	(1,260,496)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,260,496</u>	<u>1,260,496</u>	<u>-</u>	<u>(1,260,496)</u>
<i>Net change in fund balances</i>	-	-	26,846	26,846
<i>Fund balances - beginning of year</i>	-	-	1,260,497	1,260,497
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,287,343</u>	<u>\$ 1,287,343</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 26,846
Adjustments to revenues for gross receipts taxes				10,739
Adjustments to expenditures for contractual services				(235,123)
Net change in fund balances (GAAP)				<u>\$ (197,538)</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, 2014

	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	4,987	(513)
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>4,987</u>	<u>(513)</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>(28,513)</u>	<u>(513)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	398	(115)	-	115
Transfers in	27,602	28,115	28,115	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>28,000</u>	<u>28,000</u>	<u>28,115</u>	<u>115</u>
<i>Net change in fund balances</i>	-	-	(398)	(398)
<i>Fund balances - beginning of year</i>	-	-	398	398
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2014

	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	39,000	38,400	38,400	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>39,000</u>	<u>38,400</u>	<u>38,400</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	21,400	36,998	36,998	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	17,600	1,402	1,402	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>39,000</u>	<u>38,400</u>	<u>38,400</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)				\$ -
Adjustments to revenues for state operating grants				523
Adjustments to expenditures for supplies				(371)
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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Lodgers	30,000	58,561	59,190	629
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	95	95	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>30,000</u>	<u>58,656</u>	<u>59,285</u>	<u>629</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	101,530	130,186	46,170	84,016
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>101,530</u>	<u>130,186</u>	<u>46,170</u>	<u>84,016</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(71,530)</u>	<u>(71,530)</u>	<u>13,115</u>	<u>84,645</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	71,530	71,530	-	(71,530)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>71,530</u>	<u>71,530</u>	<u>-</u>	<u>(71,530)</u>
<i>Net change in fund balances</i>	-	-	13,115	13,115
<i>Fund balances - beginning of year</i>	-	-	71,530	71,530
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,645</u>	<u>\$ 84,645</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 13,115
No adjustments to revenues				-
Adjustments to expenditures for lodger's tax operating costs				(3,339)
Net change in fund balances (GAAP)				<u>\$ 9,776</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, 2014

	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	-	876	1,174	298
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	876	1,174	298
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	8,148	9,024	3,833	5,191
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	8,148	9,024	3,833	5,191
<i>Excess (deficiency) of revenues over expenditures</i>	(8,148)	(8,148)	(2,659)	5,489
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	8,148	8,148	-	(8,148)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	8,148	8,148	-	(8,148)
<i>Net change in fund balances</i>	-	-	(2,659)	(2,659)
<i>Fund balances - beginning of year</i>	-	-	8,148	8,148
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 5,489	\$ 5,489
Net change in fund balances (non-GAAP budgetary basis)				\$ (2,659)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ (2,659)

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, 2014

	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	229,849	(12,054)
State operating grants	515,609	529,153	482,647	(46,506)
State capital grants	-	-	-	-
Charges for services	-	57,359	57,389	30
Licenses and permits	-	-	-	-
Miscellaneous	40,001	56,001	63,899	7,898
<i>Total revenues</i>	<u>797,513</u>	<u>884,416</u>	<u>833,784</u>	<u>(50,632)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	1,785,068	1,867,460	1,762,987	104,473
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,785,068</u>	<u>1,867,460</u>	<u>1,762,987</u>	<u>104,473</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(987,555)</u>	<u>(983,044)</u>	<u>(929,203)</u>	<u>53,841</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	116,734	112,223	-	(112,223)
Transfers in	870,821	870,821	870,821	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>987,555</u>	<u>983,044</u>	<u>870,821</u>	<u>(112,223)</u>
<i>Net change in fund balances</i>	-	-	(58,382)	(58,382)
<i>Fund balances - beginning of year</i>	-	-	116,735	116,735
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,353</u>	<u>\$ 58,353</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (58,382)
No adjustments to revenues				-
Adjustments to expenditures for commodities received and oil and gas costs				2,936
Net change in fund balances (GAAP)				<u>\$ (55,446)</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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	475,000	475,000	546,647	71,647
Gasoline and motor vehicle	165,000	165,000	224,989	59,989
Lodgers	200,000	200,000	244,650	44,650
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	269,000	151,250	174,227	22,977
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,109,000</u>	<u>991,250</u>	<u>1,190,513</u>	<u>199,263</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	1,620,097	1,423,847	656,278	767,569
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,620,097</u>	<u>1,423,847</u>	<u>656,278</u>	<u>767,569</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(511,097)</u>	<u>(432,597)</u>	<u>534,235</u>	<u>966,832</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	511,097	432,597	-	(432,597)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>511,097</u>	<u>432,597</u>	<u>-</u>	<u>(432,597)</u>
<i>Net change in fund balances</i>	-	-	534,235	534,235
<i>Fund balances - beginning of year</i>	-	-	511,097	511,097
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,045,332</u>	<u>\$ 1,045,332</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 534,235
Adjustments to revenues for gross receipts taxes				22,871
Adjustments to expenditures for care of prisoners and other operating costs				2,785
Net change in fund balances (GAAP)				<u>\$ 559,891</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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	450,000	450,000	503,870	53,870
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>450,000</u>	<u>450,000</u>	<u>503,870</u>	<u>53,870</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	229,000	219,000	71,101	147,899
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,638,157	1,648,157	582,867	1,065,290
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,867,157</u>	<u>1,867,157</u>	<u>653,968</u>	<u>1,213,189</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,417,157)</u>	<u>(1,417,157)</u>	<u>(150,098)</u>	<u>1,267,059</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,417,157	1,417,157	-	(1,417,157)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,417,157</u>	<u>1,417,157</u>	<u>-</u>	<u>(1,417,157)</u>
<i>Net change in fund balances</i>	-	-	(150,098)	(150,098)
<i>Fund balances - beginning of year</i>	-	-	1,417,157	1,417,157
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,267,059</u>	<u>\$ 1,267,059</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (150,098)
Adjustments to revenues for gross receipts taxes				11,514
Adjustments to expenditures for property and liability costs				(155,303)
Net change in fund balances (GAAP)				<u>\$ (293,887)</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, 2014

	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	114,224	64,224
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>114,224</u>	<u>64,224</u>
<i>Expenditures</i>				
Current:				
General government	207,000	208,000	20,055	187,945
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	115,748	114,748	38,738	76,010
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>322,748</u>	<u>322,748</u>	<u>58,793</u>	<u>263,955</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(272,748)</u>	<u>(272,748)</u>	<u>55,431</u>	<u>328,179</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	272,748	272,748	-	(272,748)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>272,748</u>	<u>272,748</u>	<u>-</u>	<u>(272,748)</u>
<i>Net change in fund balances</i>	-	-	55,431	55,431
<i>Fund balances - beginning of year</i>	-	-	272,748	272,748
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 328,179</u>	<u>\$ 328,179</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 55,431
No adjustments to revenues				-
Adjustments to expenditures for supplies				11
Net change in fund balances (GAAP)				<u>\$ 55,442</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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	495,000	495,000	540,823	45,823
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>495,000</u>	<u>540,823</u>	<u>45,823</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	495,000	496,493	496,492	1
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>495,000</u>	<u>496,493</u>	<u>496,492</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(1,493)</u>	<u>44,331</u>	<u>45,824</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	1,493	-	(1,493)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,493</u>	<u>-</u>	<u>(1,493)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>44,331</u>	<u>44,331</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>\$ 44,331</u>	<u>\$ 44,331</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 44,331
Adjustments to revenues for gross receipts taxes				5,821
Adjustments to expenditures for salaries				27,917
Net change in fund balances (GAAP)				<u>\$ 78,069</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, 2014

	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	785,134	914,903	781,166	(133,737)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	39,885	41,282	1,397
<i>Total revenues</i>	<u>785,134</u>	<u>954,788</u>	<u>822,448</u>	<u>(132,340)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	683,271	870,877	797,388	73,489
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	21,000	8,048	8,048	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>704,271</u>	<u>878,925</u>	<u>805,436</u>	<u>73,489</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>80,863</u>	<u>75,863</u>	<u>17,012</u>	<u>(58,851)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(100,863)	(98,375)	-	98,375
Transfers in	20,000	22,512	22,512	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(80,863)</u>	<u>(75,863)</u>	<u>22,512</u>	<u>98,375</u>
<i>Net change in fund balances</i>	-	-	39,524	39,524
<i>Fund balances - beginning of year</i>	-	-	(100,862)	(100,862)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (61,338)</u>	<u>\$ (61,338)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 39,524
Adjustments to revenues for state operating grants				(16,341)
Adjustments to expenditures for oil and gas costs				256
Net change in fund balances (GAAP)				<u>\$ 23,439</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, 2014

	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	1,343,835	1,437,378	1,431,350	(6,028)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	7,562	7,657	95
<i>Total revenues</i>	<u>1,343,835</u>	<u>1,444,940</u>	<u>1,439,007</u>	<u>(5,933)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	1,166,283	2,733,028	1,534,535	1,198,493
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	195,977	706,907	423,922	282,985
Debt service:				
Principal	26,500	26,500	22,000	4,500
Interest	-	-	3,186	(3,186)
<i>Total expenditures</i>	<u>1,388,760</u>	<u>3,466,435</u>	<u>1,983,643</u>	<u>1,482,792</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(44,925)</u>	<u>(2,021,495)</u>	<u>(544,636)</u>	<u>1,476,859</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	1,793,669	-	(1,793,669)
Transfers in	116,000	298,901	298,901	-
Transfers (out)	(71,075)	(71,075)	(71,075)	-
<i>Total other financing sources (uses)</i>	<u>44,925</u>	<u>2,021,495</u>	<u>227,826</u>	<u>(1,793,669)</u>
<i>Net change in fund balances</i>	-	-	(316,810)	(316,810)
<i>Fund balances - beginning of year</i>	-	-	1,823,964	1,823,964
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,507,154</u>	<u>\$ 1,507,154</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (316,810)
No adjustments to revenues				-
Adjustments to expenditures for fire department operating costs				26,049
Net change in fund balances (GAAP)				<u>\$ (290,761)</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, 2014

	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	84,636	85,199	85,198	(1)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	3,347	5,172	1,825
<i>Total revenues</i>	<u>84,636</u>	<u>88,546</u>	<u>90,370</u>	<u>1,824</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	72,801	81,328	76,842	4,486
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	16,000	16,632	16,464	168
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>88,801</u>	<u>97,960</u>	<u>93,306</u>	<u>4,654</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,165)</u>	<u>(9,414)</u>	<u>(2,936)</u>	<u>6,478</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,165	9,414	-	(9,414)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,165</u>	<u>9,414</u>	<u>-</u>	<u>(9,414)</u>
<i>Net change in fund balances</i>	-	-	(2,936)	(2,936)
<i>Fund balances - beginning of year</i>	-	-	9,417	9,417
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,481</u>	<u>\$ 6,481</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (2,936)
Adjustments to revenues for state operating grants				89,952
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 87,016</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, 2014

	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	10,618	46,716	8,597	(38,119)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	1,837	1,837	-	(1,837)
<i>Total revenues</i>	<u>12,455</u>	<u>48,553</u>	<u>8,597</u>	<u>(39,956)</u>
<i>Expenditures</i>				
Current:				
General government	10,618	44,911	11,826	33,085
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	1,805	1,802	3
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,618</u>	<u>46,716</u>	<u>13,628</u>	<u>33,088</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,837</u>	<u>1,837</u>	<u>(5,031)</u>	<u>(6,868)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(1,837)	(1,837)	-	1,837
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(1,837)</u>	<u>(1,837)</u>	<u>-</u>	<u>1,837</u>
<i>Net change in fund balances</i>	-	-	(5,031)	(5,031)
<i>Fund balances - beginning of year</i>	-	-	(1,837)	(1,837)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,868)</u>	<u>\$ (6,868)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (5,031)
Adjustments to revenues for prior year miscellaneous reimbursements				5,031
Adjustments to expenditures for other equipment				419
Net change in fund balances (GAAP)				<u>\$ 419</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, 2014

	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	-	-	140,635	140,635
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	140,635	140,635
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	1,142,665	1,123,665	-	1,123,665
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,142,665	1,123,665	-	1,123,665
<i>Excess (deficiency) of revenues over expenditures</i>	(1,142,665)	(1,123,665)	140,635	1,264,300
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,142,665	1,123,665	-	(1,123,665)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	1,142,665	1,123,665	-	(1,123,665)
<i>Net change in fund balances</i>	-	-	140,635	140,635
<i>Fund balances - beginning of year</i>	-	-	1,142,666	1,142,666
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 1,283,301	\$ 1,283,301
Net change in fund balances (non-GAAP budgetary basis)				\$ 140,635
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ 140,635

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

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, 2014

	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	60,341	177,648	116,781	(60,867)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>60,341</u>	<u>177,648</u>	<u>116,781</u>	<u>(60,867)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	50,403	212,266	98,858	113,408
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>50,403</u>	<u>212,266</u>	<u>98,858</u>	<u>113,408</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>9,938</u>	<u>(34,618)</u>	<u>17,923</u>	<u>52,541</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(9,938)	34,618	-	(34,618)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(9,938)</u>	<u>34,618</u>	<u>-</u>	<u>(34,618)</u>
<i>Net change in fund balances</i>	-	-	17,923	17,923
<i>Fund balances - beginning of year</i>	-	-	(9,939)	(9,939)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,984</u>	<u>\$ 7,984</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 17,923
Adjustments to revenues for state operating grants				(58,139)
Adjustments to expenditures for operating costs				24,791
Net change in fund balances (GAAP)				<u>\$ (15,425)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

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, 2014

	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	-	7,421	7,421	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	7,421	7,421	-
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	6,034	13,455	3,662	9,793
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	6,034	13,455	3,662	9,793
<i>Excess (deficiency) of revenues over expenditures</i>	(6,034)	(6,034)	3,759	9,793
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	6,034	6,034	-	(6,034)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	6,034	6,034	-	(6,034)
<i>Net change in fund balances</i>	-	-	3,759	3,759
<i>Fund balances - beginning of year</i>	-	-	6,034	6,034
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 9,793	\$ 9,793
Net change in fund balances (non-GAAP budgetary basis)				\$ 3,759
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ 3,759

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

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, 2014

	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	24,568	26,160	11,603	(14,557)
State operating grants	133,198	285,568	126,045	(159,523)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	18,464	32,501	15,038	(17,463)
<i>Total revenues</i>	<u>176,230</u>	<u>344,229</u>	<u>152,686</u>	<u>(191,543)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	84,617	244,492	213,227	31,265
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	75,219	83,344	4,969	78,375
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>159,836</u>	<u>327,836</u>	<u>218,196</u>	<u>109,640</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>16,394</u>	<u>16,393</u>	<u>(65,510)</u>	<u>(81,903)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(16,394)	(12,727)	-	12,727
Transfers in	-	243	243	-
Transfers (out)	-	(3,909)	(3,909)	-
<i>Total other financing sources (uses)</i>	<u>(16,394)</u>	<u>(16,393)</u>	<u>(3,666)</u>	<u>12,727</u>
<i>Net change in fund balances</i>	-	-	(69,176)	(69,176)
<i>Fund balances - beginning of year</i>	-	-	(16,395)	(16,395)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (85,571)</u>	<u>\$ (85,571)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (69,176)
Adjustments to revenues for operating grants				8,949
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (60,227)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

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, 2014

	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	9,594	(1,194)
State operating grants	76,616	210,701	137,140	(73,561)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>76,616</u>	<u>221,489</u>	<u>146,734</u>	<u>(74,755)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	12,492	156,278	122,329	33,949
Capital outlay	-	1,087	1,087	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>12,492</u>	<u>157,365</u>	<u>123,416</u>	<u>33,949</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>64,124</u>	<u>64,124</u>	<u>23,318</u>	<u>(40,806)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(64,124)	(64,124)	-	64,124
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(64,124)</u>	<u>(64,124)</u>	<u>-</u>	<u>64,124</u>
<i>Net change in fund balances</i>	-	-	23,318	23,318
<i>Fund balances - beginning of year</i>	-	-	(64,124)	(64,124)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (40,806)</u>	<u>\$ (40,806)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 23,318
Adjustments to revenues for state operating grants				(24,342)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (1,024)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

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, 2014

	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	211,561	211,561	114,149	(97,412)
State operating grants	139,606	494,922	313,128	(181,794)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>351,167</u>	<u>706,483</u>	<u>427,277</u>	<u>(279,206)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	285,550	619,815	485,502	134,313
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>285,550</u>	<u>619,815</u>	<u>485,502</u>	<u>134,313</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>65,617</u>	<u>86,668</u>	<u>(58,225)</u>	<u>(144,893)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(65,617)	(86,668)	-	86,668
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(65,617)</u>	<u>(86,668)</u>	<u>-</u>	<u>86,668</u>
<i>Net change in fund balances</i>	-	-	(58,225)	(58,225)
<i>Fund balances - beginning of year</i>	-	-	(65,618)	(65,618)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (123,843)</u>	<u>\$ (123,843)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (58,225)
Adjustments to revenues for state operating grants				54,367
Adjustments to expenditures for operating costs				(216)
Net change in fund balances (GAAP)				<u>\$ (4,074)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

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, 2014

	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	509	(33,241)
State operating grants	69,529	80,729	72,111	(8,618)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>103,279</u>	<u>114,479</u>	<u>72,620</u>	<u>(41,859)</u>
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	65,156	97,863	56,067	41,796
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,315	857	300	557
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>66,471</u>	<u>98,720</u>	<u>56,367</u>	<u>42,353</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>36,808</u>	<u>15,759</u>	<u>16,253</u>	<u>494</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(36,808)	(15,759)	-	15,759
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(36,808)</u>	<u>(15,759)</u>	<u>-</u>	<u>15,759</u>
<i>Net change in fund balances</i>	-	-	16,253	16,253
<i>Fund balances - beginning of year</i>	-	-	(36,809)	(36,809)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,556)</u>	<u>\$ (20,556)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 16,253
Adjustments to revenues for state operating grants				(29,397)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (13,144)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

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, 2014

	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	139,000	144,274	138,676	(5,598)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	49,739	49,739	13,397	(36,342)
<i>Total revenues</i>	<u>188,739</u>	<u>194,013</u>	<u>152,073</u>	<u>(41,940)</u>
<i>Expenditures</i>				
Current:				
General government	139,000	144,274	141,554	2,720
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>139,000</u>	<u>144,274</u>	<u>141,554</u>	<u>2,720</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>49,739</u>	<u>49,739</u>	<u>10,519</u>	<u>(39,220)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(49,739)	(49,739)	-	49,739
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(49,739)</u>	<u>(49,739)</u>	<u>-</u>	<u>49,739</u>
<i>Net change in fund balances</i>	-	-	10,519	10,519
<i>Fund balances - beginning of year</i>	-	-	(49,739)	(49,739)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (39,220)</u>	<u>\$ (39,220)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 10,519
Adjustments to revenues for state operating grants				(10,908)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (389)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

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, 2014

	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	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	14,160	15,930	1,770
<i>Total revenues</i>	-	14,160	15,930	1,770
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	58,330	58,845	15,906	42,939
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	750	14,395	14,211	184
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	59,080	73,240	30,117	43,123
<i>Excess (deficiency) of revenues over expenditures</i>	(59,080)	(59,080)	(14,187)	44,893
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	59,080	59,080	-	(59,080)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	59,080	59,080	-	(59,080)
<i>Net change in fund balances</i>	-	-	(14,187)	(14,187)
<i>Fund balances - beginning of year</i>	-	-	59,080	59,080
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 44,893	\$ 44,893
Net change in fund balances (non-GAAP budgetary basis)				\$ (14,187)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ (14,187)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Rio Arriba County

Senior Appropriations Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	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	239,182	821,652	241,553	(580,099)
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>239,182</u>	<u>821,652</u>	<u>241,553</u>	<u>(580,099)</u>
<i>Expenditures</i>				
Current:				
General government	-	2,124	2,124	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	45,532	625,878	84,951	540,927
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>45,532</u>	<u>628,002</u>	<u>87,075</u>	<u>540,927</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>193,650</u>	<u>193,650</u>	<u>154,478</u>	<u>(39,172)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(193,650)	(193,650)	-	193,650
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(193,650)</u>	<u>(193,650)</u>	<u>-</u>	<u>193,650</u>
<i>Net change in fund balances</i>	-	-	154,478	154,478
<i>Fund balances - beginning of year</i>	-	-	(193,649)	(193,649)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (39,171)</u>	<u>\$ (39,171)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 154,478
Adjustments to revenues for state capital grants				(154,478)
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-29

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, 2014

	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	-	14,909	-	14,909
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	88,675	73,765	-	73,765
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	88,675	88,674	-	88,674
<i>Excess (deficiency) of revenues over expenditures</i>	(88,675)	(88,674)	-	88,674
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	88,675	88,674	-	(88,674)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	88,675	88,674	-	(88,674)
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	88,675	88,675
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 88,675	\$ 88,675
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-30

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, 2014

	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	286,810	106,810	-	106,810
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	286,810	106,810	-	106,810
<i>Excess (deficiency) of revenues over expenditures</i>	(286,810)	(106,810)	-	106,810
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	331,735	331,735	-	(331,735)
Transfers in	71,075	71,075	71,075	-
Transfers (out)	(116,000)	(296,000)	(296,000)	-
<i>Total other financing sources (uses)</i>	286,810	106,810	(224,925)	(331,735)
<i>Net change in fund balances</i>	-	-	(224,925)	(224,925)
<i>Fund balances - beginning of year</i>	-	-	331,735	331,735
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 106,810	\$ 106,810
Net change in fund balances (non-GAAP budgetary basis)				\$ (224,925)
Adjustments to revenues for investment income				2,430
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ (222,495)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

Rio Arriba County

EMS Bond Fund Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	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-32

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	636,000	636,000	648,250	12,250
Gasoline and motor vehicle	-	-	-	-
Lodgers	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	167	330	163
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Miscellaneous	-	48,169	50,494	2,325
<i>Total revenues</i>	<u>636,000</u>	<u>684,336</u>	<u>699,074</u>	<u>14,738</u>
<i>Expenditures</i>				
Current:				
General government	345,404	2,880,493	1,237,233	1,643,260
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	17,671,963	20,080,430	5,900,471	14,179,959
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>18,017,367</u>	<u>22,960,923</u>	<u>7,137,704</u>	<u>15,823,219</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(17,381,367)</u>	<u>(22,276,587)</u>	<u>(6,438,630)</u>	<u>15,837,957</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	13,548,367	18,443,587	-	(18,443,587)
Bond proceeds	3,333,000	3,333,000	5,000,000	1,667,000
Transfers in	500,000	500,000	500,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>17,381,367</u>	<u>22,276,587</u>	<u>5,500,000</u>	<u>(16,776,587)</u>
<i>Net change in fund balances</i>	-	-	(938,630)	(938,630)
<i>Fund balances - beginning of year</i>	-	-	13,548,366	13,548,366
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,609,736</u>	<u>\$ 12,609,736</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (938,630)
Adjustments to revenues for gross receipts taxes				24,146
Adjustments to expenditures for repairs and maintenance				(177,609)
Net change in fund balances (GAAP)				<u>\$ (1,092,093)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	200,992	200,992
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>	-	-	208,658	208,658
<i>Expenditures</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	624,222	91,902	532,320
Interest	202,152	320,666	109,090	211,576
<i>Total expenditures</i>	202,152	944,888	200,992	743,896
<i>Excess (deficiency) of revenues over expenditures</i>	(202,152)	(944,888)	7,666	952,554
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	202,152	(2,628,217)	-	2,628,217
Loan proceeds	-	3,573,105	-	(3,573,105)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	202,152	944,888	-	(944,888)
<i>Net change in fund balances</i>	-	-	7,666	7,666
<i>Fund balances - beginning of year</i>	-	-	3,577,503	3,577,503
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 3,585,169	\$ 3,585,169
Net change in fund balances (non-GAAP budgetary basis)				\$ 7,666
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ 7,666

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, 2014

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value *Par Value June 30, 2014	Name and Location of Safekeeper
Community Bank					
	FHLB	12/10/2021	3130AOEN6	\$ 512,340	United Missouri Bank
	FHLB	3/13/2015	313376ZQ1	1,001,790	United Missouri Bank
	FHLMC	1/12/2018	3137EADN6	982,350	United Missouri Bank
	FHLMCPOOL	3/1/2027	3128MMPP2	608,100	United Missouri Bank
	FNMAPOOL	6/1/2021	31417Y2D8	528,686	United Missouri Bank
	FNMAPOOL	1/1/2022	31418AB31	578,744	United Missouri Bank
	GNMAPOOL	3/15/2027	36176XE21	754,166	United Missouri Bank
	GNMAPOOL	3/15/2027	36176XEX3	738,372	United Missouri Bank
	GNMAIPOOL	3/20/2028	36179M4J6	913,681	United Missouri Bank
	GNMAIPOOL	4/20/2027	36179M4H3	562,757	United Missouri Bank
	GNMAIPOOL	1/20/2027	36202F3J3	637,111	United Missouri Bank
				<u>7,818,097</u>	
Valley National Bank					
	New Mexico Stat Univ*	4/1/2019	647421BE5	\$ 500,000	TIB Independent Bankers Bank Dallas, TX
	FHLMC Gols #J17774	1/1/2027	3128PXT71	1,543,498	TIB Independent Bankers Bank Dallas, TX
	FNMA #AJ5336	11/1/2026	3138AW4W0	1,215,889	TIB Independent Bankers Bank Dallas, TX
	FNMA # MA1179	8/1/2042	31418AJz2	961,998	TIB Independent Bankers Bank Dallas, TX
	FNMA # MA1029	4/25/2032	31418AEB0	1,494,689	TIB Independent Bankers Bank Dallas, TX
	FHLMC Gold #J18360	3/1/2027	3128PYJD7	1,267,853	TIB Independent Bankers Bank Dallas, TX
	Albuquerque N Mex*	7/1/2018	013538HB2	1,500,000	TIB Independent Bankers Bank Dallas, TX
	FHR 4019	12/15/2041	3137AN2S3	1,208,698	TIB Independent Bankers Bank Dallas, TX
	FNMA #MA0909	11/1/2015	31418AAK4	1,532,476	TIB Independent Bankers Bank Dallas, TX
	FNMA #ad6392	5/1/2025	31418UC69	987,087	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	113,040	TIB Independent Bankers Bank Dallas, TX
	FNMA Pool # MA1275	12/1/2032	31418AMZ8	903,612	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	166,274	TIB Independent Bankers Bank Dallas, TX
	FNMA #901682	10/1/2026	31410YXK5	50,402	TIB Independent Bankers Bank Dallas, TX
	FNMA #MA0470	7/1/2040	31417YQY6	292,399	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	405,548	TIB Independent Bankers Bank Dallas, TX
	FHR3841	12/15/2040	3137A8TK4	427,911	TIB Independent Bankers Bank Dallas, TX
	FNMA #AC8982	9/1/2038	31417V6U2	331,841	TIB Independent Bankers Bank Dallas, TX
	FHLB	3/27/2015	3130A15W4	995,795	TIB Independent Bankers Bank Dallas, TX
				<u>16,899,010</u>	

See independent auditors' report

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Collateral Pledged by Depository
 For Public Funds
 June 30, 2014

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value *Par Value June 30, 2014	Name and Location of Safekeeper
Century Bank					
	ARTESIA NM WTR & WST*	6/1/2018	04310LAJ9	\$ 500,000	Federal Home Loan Bank Dallas, TX
	SANDOVAL CNTY NM*	12/15/2018	80004PCV2	355,000	Federal Home Loan Bank Dallas, TX
	WEST LAS VEGAS N MEX*	8/15/2019	953769JX5	400,000	Federal Home Loan Bank Dallas, TX
	ALAMOGORDO NM*	6/1/2020	011500FZ3	270,000	Federal Home Loan Bank Dallas, TX
	LOS ALAMOS CNTY*	7/1/2021	54423EDW2	1,025,000	Federal Home Loan Bank Dallas, TX
	LUNA CNTY NM GROSS*	7/1/2022	550332BL3	530,000	Federal Home Loan Bank Dallas, TX
	LOS LUNAS NM*	7/15/2022	545562PJ3	520,000	Federal Home Loan Bank Dallas, TX
	CARLSBAD NM*	8/1/2024	142735DQ9	770,000	Federal Home Loan Bank Dallas, TX
	BLOOMFIELD NM*	9/1/2024	094077KT0	250,000	Federal Home Loan Bank Dallas, TX
	ALAMOGORDO NM*	6/1/2025	011500GE9	475,000	Federal Home Loan Bank Dallas, TX
	BERNALILLO CNTY NM*	7/1/2025	013493DB4	400,000	Federal Home Loan Bank Dallas, TX
	SANTA FE NM*	8/1/2026	802071GY0	395,000	Federal Home Loan Bank Dallas, TX
	CLOVIS NM GROSS RCPTS *	6/1/2028	189387CR2	<u>405,000</u>	Federal Home Loan Bank Dallas, TX
				<u>\$ 6,295,000</u>	
Washington Federal					
	FHLMC Gold PC A94288	8/20/2061	3620E0NW2	<u>\$ 81,106</u>	Federal Home Loan Bank Seattle, WA
				<u>Total All Banks \$ 31,093,213</u>	

*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, 2014

<u>Bank Account Type/Name</u>	<u>Community Bank</u>	<u>Valley National Bank</u>	<u>Century Bank</u>
Tax Account - Checking	\$ 8,074,113	\$ -	\$ -
Inmate Account - Checking	60,815	-	-
Certificate of Deposit	-	17,288,000	6,602,269
Debt service (restricted funds)**	-	-	-
	<hr/>	<hr/>	<hr/>
Total on deposit and investment	8,134,928	17,288,000	6,602,269
Reconciling Items	<hr/> (2,040,447) <hr/>	<hr/> - <hr/>	<hr/> - <hr/>
Reconciled Balance			
June 30, 2014	<u>\$ 6,094,481</u>	<u>\$ 17,288,000</u>	<u>\$ 6,602,269</u>

Less: investments per Exhibit A-1

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

Less: agency funds cash per Exhibit D-1

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

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

Note all bank accounts are interest bearing

See independent auditors' report

Washington Federal	NMFA Restricted cash	Totals
\$ -	\$ -	\$ 8,074,113
-	-	60,815
300,000	-	24,190,269
-	3,585,169	3,585,169
300,000	3,585,169	35,910,366
-	-	(2,040,447)
\$ 300,000	\$ 3,585,169	33,869,919
		(24,190,269)
		(3,585,169)
		(669,706)
		<u>\$ 5,424,775</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, 2014

	<u>Gross Receivables</u>
Property taxes receivable, beginning of year	\$ 6,010,106
Changes to tax roll addition and deletions	
Tax charges to treasurer for current fiscal year	<u>17,706,704</u>
Total receivables prior to collections	<u>23,716,810</u>
Collections for fiscal year ended June 30, 2014	(16,856,450)
Adjustments to tax levies	5,671
Considered paid and received per state law (Tax year 2003)	<u>(351,082)</u>
Total collections and amounts considered paid and received	(17,201,861)
Property taxes receivable, end of year	<u><u>\$ 6,514,949</u></u>
Property taxes receivable by year	
	Tax Year
	2004 \$ 248,846
	2005 381,236
	2006 258,376
	2007 257,440
	2008 249,399
	2009 274,382
	2010 503,823
	2011 762,619
	2012 1,209,611
	2013 <u>2,369,217</u>
Receivable tax year end (total)	<u><u>\$ 6,514,949</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, 2014

	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							
2004	\$ 628,750	\$ -	\$ 368	\$ 610,337	\$ 368	\$ 610,337	\$ 18,413
2005	758,477	-	642	730,205	642	730,205	28,272
2006	813,941	-	787	787,580	787	787,580	26,361
2007	808,628	-	1,167	782,680	1,167	782,680	25,948
2008	842,119	-	2,182	817,930	2,182	817,930	24,189
2009	831,792	-	4,319	811,363	4,319	811,363	20,429
2010	1,117,187	-	14,179	1,068,853	14,179	1,068,853	48,334
2011	1,010,392	-	24,144	952,939	24,144	952,939	57,453
2012	1,075,180	-	61,447	979,814	61,447	979,814	95,366
2013	1,071,405	-	952,580	952,580	952,580	952,580	118,825
	\$ 8,957,871	\$ -	\$ 1,061,815	\$ 8,494,281	\$ 1,061,815	\$ 8,494,281	\$ 463,590
County Operating							
2004	\$ 3,545,843	\$ -	\$ 1,537	\$ 3,484,617	\$ 1,537	\$ 3,484,617	\$ 61,226
2005	3,759,532	-	2,621	3,665,451	2,621	3,665,451	94,081
2006	4,010,489	-	3,257	3,947,339	3,257	3,947,339	63,150
2007	4,288,335	-	5,137	4,223,601	5,137	4,223,601	64,734
2008	4,582,080	-	10,839	4,523,615	10,839	4,523,615	58,465
2009	4,941,060	-	25,961	4,933,272	25,961	4,933,272	7,788
2010	5,127,960	-	66,733	4,978,033	66,733	4,978,033	149,927
2011	5,338,768	-	115,399	5,081,724	115,399	5,081,724	257,044
2012	5,510,592	-	289,375	5,099,810	289,375	5,099,810	410,782
2013	5,677,288	-	4,972,478	4,972,478	4,972,478	4,972,478	704,810
	\$ 46,781,947	\$ -	\$ 5,493,337	\$ 44,909,940	\$ 5,493,337	\$ 44,909,940	\$ 1,872,007
Municipalities							
Village of Chama							
2004	\$ 57,131	\$ -	\$ -	\$ 55,923	\$ -	\$ 55,923	\$ 1,208
2005	60,425	-	-	59,237	-	59,237	1,188
2006	63,777	-	30	63,511	30	63,511	266
2007	67,705	-	28	66,728	28	66,728	977
2008	71,772	-	134	70,857	134	70,857	915
2009	76,041	-	205	74,438	205	74,438	1,603
2010	77,784	-	514	73,745	514	73,745	4,039
2011	81,204	-	1,303	74,944	1,303	74,944	6,260
2012	87,255	-	4,782	76,715	4,782	76,715	10,540
2013	89,343	-	70,276	70,276	70,276	70,276	19,067
	\$ 732,437	\$ -	\$ 77,272	\$ 686,374	\$ 77,272	\$ 686,374	\$ 46,063

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2014

	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							
2004	\$ 281,005	\$ -	\$ 60	\$ 275,116	\$ 60	\$ 275,116	\$ 5,889
2005	309,589	-	78	299,750	78	299,750	9,839
2006	330,055	-	214	327,021	214	327,021	3,034
2007	336,656	-	366	328,511	366	328,511	8,145
2008	367,394	-	612	353,540	612	353,540	13,854
2009	402,538	-	912	380,296	912	380,296	22,242
2010	403,128	-	1,869	378,444	1,869	378,444	24,684
2011	414,183	-	5,923	369,746	5,923	369,746	44,437
2012	449,855	-	13,864	189,525	13,864	189,525	260,330
2013	256,814	-	184,271	184,271	184,271	184,271	72,543
	\$ 3,551,217	\$ -	\$ 208,169	\$ 3,086,220	\$ 208,169	\$ 3,086,220	\$ 464,997
Mesa Vista SD#6							
2004	\$ 121,574	\$ -	\$ 10	\$ 118,916	\$ 10	\$ 118,916	\$ 2,658
2005	107,529	-	125	104,659	125	104,659	2,870
2006	155,552	-	225	150,213	225	150,213	5,339
2007	234,307	-	395	223,094	395	223,094	11,213
2008	247,521	-	765	240,936	765	240,936	6,585
2009	234,899	-	1,005	222,437	1,005	222,437	12,462
2010	220,249	-	2,032	207,572	2,032	207,572	12,677
2011	215,850	-	5,305	199,989	5,305	199,989	15,861
2012	239,452	-	13,934	215,287	13,934	215,287	24,165
2013	246,685	-	205,990	205,990	205,990	205,990	40,695
	\$ 2,023,618	\$ -	\$ 229,786	\$ 1,889,093	\$ 229,786	\$ 1,889,093	\$ 134,525
Chama Valley Schools #19							
2004	\$ 498,328	\$ -	\$ 121	\$ 486,357	\$ 121	\$ 486,357	\$ 11,971
2005	830,677	-	161	775,789	161	775,789	54,888
2006	990,527	-	215	965,858	215	965,858	24,669
2007	1,052,750	-	315	1,026,887	315	1,026,887	25,863
2008	1,216,655	-	1,479	1,199,396	1,479	1,199,396	17,259
2009	1,463,103	-	6,827	1,395,492	6,827	1,395,492	67,611
2010	1,305,658	-	26,803	1,243,223	26,803	1,243,223	62,435
2011	1,296,347	-	27,604	1,220,984	27,604	1,220,984	75,363
2012	1,275,697	-	68,663	1,156,392	68,663	1,156,392	119,305
2013	1,275,060	-	1,089,777	1,089,777	1,089,777	1,089,777	185,283
	\$ 11,204,802	\$ -	\$ 1,221,965	\$ 10,560,155	\$ 1,221,965	\$ 10,560,155	\$ 644,647

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2014

	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							
2004	\$ 350,062	\$ -	\$ 8	\$ 346,261	\$ 8	\$ 346,261	\$ 3,801
2005	265,603	7	7	265,610	7	265,610	-
2006	309,972	-	8	305,214	8	305,214	4,758
2007	354,221	-	8	349,684	8	349,684	4,537
2008	804,364	-	60	799,271	60	799,271	5,093
2009	671,233	61	61	671,294	61	671,294	-
2010	1,686,720	910	910	1,687,630	910	1,687,630	-
2011	797,747	961	961	798,708	961	798,708	-
2012	672,630	1,748	6,666	674,378	6,666	674,378	-
2013	999,423	-	973,852	973,852	973,852	973,852	25,571
	\$ 6,911,975	\$ 3,687	\$ 982,541	\$ 6,871,902	\$ 982,541	\$ 6,871,902	\$ 43,760
Penasco #32							
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	-	1	17,567	1	17,567	560
2008	20,011	1	1	20,012	1	20,012	-
2009	32,332	208	208	32,540	208	32,540	-
2010	31,860	-	345	30,489	345	30,489	1,371
2011	10,407	132	132	10,539	132	10,539	-
2012	14,544	-	1,074	12,445	1,074	12,445	2,099
2013	23,254	-	18,711	18,711	18,711	18,711	4,543
	\$ 197,609	\$ 341	\$ 20,472	\$ 188,086	\$ 20,472	\$ 188,086	\$ 9,864
Espanola 45IN&Out							
2004	\$ 3,467,784	\$ -	\$ 3,082	\$ 3,368,513	\$ 3,082	\$ 3,368,513	\$ 99,271
2005	2,998,999	-	3,410	2,877,522	3,410	2,877,522	121,477
2006	2,683,982	-	3,918	2,606,158	3,918	2,606,158	77,824
2007	1,969,808	-	4,444	1,907,143	4,444	1,907,143	62,665
2008	2,339,424	-	9,841	2,273,948	9,841	2,273,948	65,476
2009	2,328,289	-	18,896	2,235,321	18,896	2,235,321	92,968
2010	2,371,973	-	37,179	2,279,424	37,179	2,279,424	92,549
2011	2,374,043	-	79,700	2,248,867	79,700	2,248,867	125,176
2012	2,355,331	-	186,491	2,330,168	186,491	2,330,168	25,163
2013	3,936,713	-	3,298,523	3,298,523	3,298,523	3,298,523	638,190
	\$ 26,826,346	\$ -	\$ 3,645,484	\$ 25,425,587	\$ 3,645,484	\$ 25,425,587	\$ 1,400,759

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2014

	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							
2004	\$ 235,335	\$ -	\$ 146	\$ 234,772	\$ 146	\$ 234,772	\$ 563
2005	206,983	-	340	206,627	340	206,627	356
2006	156,392	-	156	155,252	156	155,252	1,140
2007	214,152	201	201	214,353	201	214,353	-
2008	228,022	214	214	228,236	214	228,236	-
2009	285,657	920	920	286,577	920	286,577	-
2010	334,266	-	3,586	332,587	3,586	332,587	1,679
2011	364,047	-	7,223	338,531	7,223	338,531	25,516
2012	244,751	-	9,970	239,266	9,970	239,266	5,485
2013	276,653	-	250,342	250,342	250,342	250,342	26,311
	\$ 2,546,258	\$ 1,335	\$ 273,098	\$ 2,486,543	\$ 273,098	\$ 2,486,543	\$ 61,050
Hospital							
2004	\$ 1,904,086	\$ -	\$ 1,016	\$ 1,862,621	\$ 1,016	\$ 1,862,621	\$ 41,465
2005	2,014,976	-	1,605	1,956,122	1,605	1,956,122	58,854
2006	2,136,521	-	1,968	2,090,283	1,968	2,090,283	46,238
2007	2,220,471	-	3,062	2,172,583	3,062	2,172,583	47,888
2008	2,298,869	-	5,888	2,251,197	5,888	2,251,197	47,672
2009	2,432,933	-	12,951	2,401,342	12,951	2,401,342	31,591
2010	2,495,253	-	32,474	2,408,315	32,474	2,408,315	86,938
2011	2,554,922	-	59,696	2,428,149	59,696	2,428,149	126,773
2012	2,666,188	-	149,315	2,453,596	149,315	2,453,596	212,592
2013	3,341,369	-	2,882,885	2,882,885	2,882,885	2,882,885	458,484
	\$ 24,065,588	\$ -	\$ 3,150,860	\$ 22,907,093	\$ 3,150,860	\$ 22,907,093	\$ 1,158,495
Chama SWCD							
2004	\$ 49,440	\$ 22	\$ 22	\$ 49,462	\$ 22	\$ 49,462	\$ -
2005	81,100	-	19	74,710	19	74,710	6,390
2006	84,470	-	13	81,977	13	81,977	2,493
2007	87,422	-	24	85,119	24	85,119	2,303
2008	91,600	-	99	90,158	99	90,158	1,442
2009	103,014	-	529	97,707	529	97,707	5,307
2010	102,717	-	2,422	97,919	2,422	97,919	4,798
2011	104,798	-	2,359	99,199	2,359	99,199	5,599
2012	113,050	-	6,061	103,161	6,061	103,161	9,889
2013	111,876	-	97,275	97,275	97,275	97,275	14,601
	\$ 929,487	\$ 22	\$ 108,823	\$ 876,687	\$ 108,823	\$ 876,687	\$ 52,822

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2014

	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							
2004	\$ 55,167	\$ -	\$ 74	\$ 53,387	\$ 74	\$ 53,387	\$ 1,780
2005	57,876	-	96	55,392	96	55,392	2,484
2006	61,689	-	108	59,410	108	59,410	2,279
2007	65,970	-	172	63,363	172	63,363	2,607
2008	228,800	-	855	220,351	855	220,351	8,449
2009	293,109	-	1,730	280,728	1,730	280,728	12,381
2010	293,944	-	3,776	279,927	3,776	279,927	14,017
2011	298,522	-	8,671	279,918	8,671	279,918	18,604
2012	321,702	-	21,662	289,359	21,662	289,359	32,343
2013	331,063	-	277,587	277,587	277,587	277,587	53,476
	\$ 2,007,842	\$ -	\$ 314,731	\$ 1,859,422	\$ 314,731	\$ 1,859,422	\$ 148,420
Cuba SWCD							
2004	\$ 32,003	\$ -	\$ 24	\$ 31,819	\$ 24	\$ 31,819	\$ 184
2005	43,118	-	71	43,009	71	43,009	109
2006	45,303	-	46	44,924	46	44,924	379
2007	48,999	46	46	49,045	46	49,045	-
2008	55,486	52	52	55,538	52	55,538	-
2009	63,081	188	188	63,269	188	63,269	-
2010	66,030	-	726	65,655	726	65,655	375
2011	64,813	-	1,313	60,280	1,313	60,280	4,533
2012	64,578	-	2,691	63,026	2,691	63,026	1,552
2013	69,758	-	62,940	62,940	62,940	62,940	6,818
	\$ 553,169	\$ 286	\$ 68,097	\$ 539,505	\$ 68,097	\$ 539,505	\$ 13,950
Total	\$ 137,290,166	\$ 5,671	\$ 16,856,450	\$ 130,780,888	\$ 16,856,450	\$ 130,780,888	\$ 6,514,949

See independent auditors' report

STATE OF NEW MEXICO
RIO ARRIBA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR END JUNE 30, 2014

	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
2004	\$ 11,240,170	\$ 22	\$ 6,468	\$ 10,991,346	\$ 6,468	\$ 10,991,346	\$ 248,846
2005	11,511,340	7	9,175	11,130,111	9,175	11,130,111	381,236
2006	11,859,626	-	10,945	11,601,250	10,945	11,601,250	258,376
2007	11,767,551	247	15,366	11,510,358	15,366	11,510,358	257,440
2008	13,394,117	267	33,021	13,144,985	33,021	13,144,985	249,399
2009	14,159,081	1,377	74,712	13,886,076	74,712	13,886,076	274,382
2010	15,634,729	910	193,548	15,131,816	193,548	15,131,816	503,823
2011	14,926,043	1,093	339,733	14,164,517	339,733	14,164,517	762,619
2012	15,090,805	1,748	835,995	13,882,942	835,995	13,882,942	1,209,611
2013	17,706,704	-	15,337,487	15,337,487	15,337,487	15,337,487	2,369,217
	\$ 137,290,166	\$ 5,671	\$ 16,856,450	\$ 130,780,888	\$ 16,856,450	\$ 130,780,888	\$ 6,514,949

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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, 2014

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
ASSETS				
Cash and cash equivalents	\$ 546,361	\$ 26,326,731	\$ 26,203,386	\$ 669,706
Property taxes receivable	4,261,897	12,029,416	11,648,371	4,642,942
Other tax receivable	89,519	578,139	236,802	430,856
<i>Total assets</i>	<u>\$ 4,897,777</u>	<u>\$ 38,934,286</u>	<u>\$ 38,088,559</u>	<u>\$ 5,743,504</u>
LIABILITIES				
Due to other taxing units, inmates and other beneficiaries	<u>\$ 4,897,777</u>	<u>\$ 38,934,286</u>	<u>\$ 38,088,559</u>	<u>\$ 5,743,504</u>
<i>Total liabilities</i>	<u>\$ 4,897,777</u>	<u>\$ 38,934,286</u>	<u>\$ 38,088,559</u>	<u>\$ 5,743,504</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 New Mexico (the "County") as of and for the year ended June 30, 2014, 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 supplementary information, and have issued our report thereon dated November 7, 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.

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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 2014-001 and FS 2014-002.

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 results 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
November 7, 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, 2014. 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, 2014.

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

November 7, 2014

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2014

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	\$ 16,331
Energy, Minerals and Natural Resources Dept. Brazos	09-DG-11031600-084	10.664	9,960
Total U.S. Department of Agriculture Forest Service			<u>26,291</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	796,932 M
Total U.S. Department of Agriculture			<u>796,932</u>
U.S. Department of Justice			
State Criminal Alien Assistance Program		16.606	3,662
JAG Program Recovery Act		16.738	9,091
Total U.S. Department of Justice			<u>12,753</u>
U.S. Department of Transportation			
Impaired Driving Demonstration Program		20.608	174,904
Operation DWI 11-AL-64-080		20.608	13,298
Total U.S. Department of Transportation			<u>188,202</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	45,261 (1)
Federal Aging Grant Title III Part C I	2010-11 60024	93.045	79,827 (1)
Federal Aging Grant Title III Part C II	2010-11 60024	93.045	35,435 (1)
Federal - Commodities - Nutrition Service Incentive (NSIP)	2010-11 60024	93.053	69,326 (1)
Samsha		93.276	103,224
Total U.S. Department of Health & Human Services			<u>333,073</u>
U.S. Department of Homeland Security			
Homeland EMW	2011-SS-00094-S01	97.067	830
Emergency Preparedness	4047-DR-12	97.067	34,767
Homeland EMW	2010-SS-0097-501	97.067	4,659
Total U.S. Department of Homeland Security			<u>40,256</u>
U. S. Department of the Interior			
Law Enforcement, Abiquiu Lake		12.1xx	9,888
Total U.S. Department of the Interior			<u>9,888</u>
Total Federal Financial Assistance			<u>\$ 1,407,395</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, 2014

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	\$ 1,407,395
Total expenditures funded by other sources	<u>34,783,382</u>
Total expenditures per Exhibit B-2	<u><u>\$ 36,190,777</u></u>

STATE OF NEW MEXICO
 Rio Arriba County
 Schedule of Findings and Questioned Costs
 For the year ended June 30, 2014

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? | No |
| 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

- | | |
|---|-----------|
| 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 2014-001 Rio Arriba County Sherriff's Office Improper Contract Entered Into-(other matter)

Condition: During our audit we noted the County Manager reported to the New Mexico State Auditors' Office the following:

Rio Arriba County Sherriff's Office (RACSO) on June 11, 2014 entered into a memorandum of understanding (MOU) with a private party to provide security services using County deputies and equipment without the approval of the County Manager, County Commission, or the opinion of its official legal council. The Rio Arriba County Sherriff's Office was paid \$7,508 under the agreement. RACSO provided traffic and crowd management and enforcement services at a private party event during June of 2014.

Criteria: Good procurement practices require memorandums of understanding agreements to be reviewed and approved by the County Manger, County Commission, and Legal Council.

Effect: Without proper review and approval of MOUs, improper activities could occur and go undetected. Public resources may not be optimized for public benefit.

Cause: The Rio Arriba County Sherriff approved the MOU without gaining proper approvals. The Sherriff did not know the agreements needed to be approved by the parties mentioned above. Also, there is no written policy that prohibited Rio Arriba County Sherriff from entering into the MOU.

Auditors' Recommendation: We recommend the Sherriff's office route all Memorandums of Understanding to the County Manager, County Commission and Legal Council for approval. We further recommend a written policy be drafted by the County that requires all contracts to be reviewed by the County Manager and County Commission.

Management's response: The County concurs with the recommendation as stated.

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

Primary Government

FS 2014-002 Inadequate Monitoring of Collateral-(other matter)

Condition: During our testwork of compliance requirements relating to pledged collateral it was noted the County Treasurer's office was not periodically reviewing collateral statements in comparison with the bank balance to ensure public money is adequately collateralized in the event of bank failure. The June collateral statements had to be requested from each respective financial institution during the course of audit fieldwork. All June collateral statements for every bank was requested and subject to inspection.

Criteria: Good accounting practices required period comparison between bank deposit balances and collateral on hand to ensure public money is safeguarded in the event of bank failure.

Any bank designated a deposit of public money shall deliver pledged collateral with a value equal to one half the amount of the public money in excess of insurance, to a custodial bank and a joint safekeeping receipt issued by the custodial bank to the County (Section 6-10-17 NMSA 1978). Monitoring collateralization of the County's funds is essential in ensuring compliance with State of New Mexico Statutes.

Effect: Without periodic monitoring of collateral in comparison with bank deposit balances, the County's bank collateral at any point in time could be below legal requirements as specified above.

Cause: The treasurer's office was not aware it was required to monitor collateral in comparison with deposits amounts periodically.

Auditors' Recommendation: We recommend the County compare by bank, uninsured bank balances in comparison with collateral at least monthly.

Management's response: The Treasurer & staff concur with this finding. Since June 30, 2014 the County Commission approved an investment policy on October 29, 2014 which requires the chief investment officer (CIO) to supervise the deposit, safekeeping and investment of funds with the advice and consent of the Board of County Commissioners sitting as the Board of Finance regarding the determination and qualification of banks to receive the County's deposits (section 6-10-8 NMSA). The CIO met with Public Trust Advisor (PTA) director Shelia Duffy who is a consultant with expertise in investment management services. Ms. Duffy is experienced in collateral management practices and strategies in the State of New Mexico. She is also very familiar with statutory requirements as found in 6-10-16, NMSA 1978 and 6-10-17 NMSA 1978 and was instrumental in assisting in developing the new investment policy. All collateral records indicate that the County is in full compliance with section 6-10-17 NMSA 1978 as of June 30, 2014. The Treasurer is the Chief Investment Officer of the County, and is ultimately in charge of executing and following through on any and all transactions that involve the investment of public monies. During the test work of the Compliance Requirements of Rio Arriba County it was determined that the County is in fact in compliance with the Investment Policy regarding adequate collateralization of Public Monies. However, during the Auditor's fieldwork, there was no apparent evidence that could show that he County was periodically comparing uninsured ban balances with collateral at least monthly. There were measures take by the Treasurer to ensure that the County was compliant regarding adequate collateralization of Public Monies. The Office will continue to abide by good accounting practices. In doing so the Treasurer and his staff will collaboratively review and monitor the collateralization of each financial institution in the comparison with the bank deposits for each institution on a regular monthly basis. This will be done to ensure that public money is safeguarded at all times in the unlikely event of bank failure.

STATE OF NEW MEXICO
Rio Arriba County
Schedule of Findings and Questioned Costs
For the year ended June 30, 2014

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

Component Unit

None

Section III – Federal Award Findings

None

Section IV – Prior Year Audit Findings

County

FS 2013-001 Missing Standard Campaign Contribution Disclosure Form-resolved
FS 2013-002 Certification of Capital Asset Inventory-resolved
FS 2013-003 Property Tax Roll Reconciliation-resolved
FS 2013-004 Procurement Required That Did Not Go Out to Bid-resolved

Rio Arriba Housing Authority

CU 2013-001 Executive Director One-Time Pay Increase-resolved
CU 2013-002 Executive Director Approval of Travel Reimbursements-resolved

STATE OF NEW MEXICO
Rio Arriba County
Other Disclosures
For the Year Ended June 30, 2014

Other Disclosures

Exit Conference

The contents of this report were discussed on November 7, 2014 at Rio Arriba County, Espanola offices. The following individuals were in attendance.

Representing Rio Arriba County

Alfredo L Montoya	Commissioner
Thomas Campos III	County Manager
David Trujillo	Assistant County Manager
Christine Montaña	Director of Finance
Guadalupe Mercure	Assistant Director of Finance
Jose A. Candelaria	Treasurer
Leo R Marquez II	Chief Deputy Treasurer
Gilbert Martinez	Treasurer's Assistant

Representing Accounting & Consulting Group, LLP

Robert Cordova, Audit Partner, CPA
Morgan Browning, CPA, CGFM

Auditor Prepared Financials

Accounting and Consulting Group, LLP prepared the GAAP-basis financial statements and footnotes of the County from the original books and records provide to them by the management of the County. The responsibility for the financial statements remains with the County.