

**AUDITED FINANCIAL STATEMENTS
AND OTHER FINANCIAL INFORMATION
STATE OF NEW MEXICO
ROOSEVELT COUNTY
JUNE 30, 2008**

Dan Austin CPA, PC
Certified Public Accountants

State of New Mexico
Roosevelt County
June 30, 2008

Official Roster

NAME

TITLE

Elected Officials:

Paul Grider	Commission Chairman
Bill Cathey	Commissioner
Dennis Lopez	Commissioner
Gene Creighton	Commissioner
David Sanders	Commissioner
Nancy Belcher	County Treasurer
Janet Collins	County Clerk
Tex Belcher	Assessor
Darren Hooker	Sheriff

County Administration:

Charlene Hardin	County Manager
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**State of New Mexico
Roosevelt County
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June 30, 2008**

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Financial Statement Section

**DAN AUSTIN CPA, PC
700 MECHEM DRIVE STE 15
RUIDOSO, NM 88345**

Independent Auditors' Report

Members of the County Commission
Of Roosevelt County and
Hector Balderas,
New Mexico State Auditor

We have audited the accompanying basic financial statements of the governmental activities, each major fund, the budgetary comparisons for the general fund and major special revenue fund, and the aggregate remaining fund information of the Roosevelt County, State of New Mexico, as of and for the year ended June 30, 2008, 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 all the budgetary comparisons, presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents. These financial statements are the responsibility of the County's management. 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 with standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Roosevelt County, State of New Mexico, as of June 30, 2008, and the respective changes in financial position, where applicable, thereof, and the respective budgetary comparisons for the general and major special revenue funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Roosevelt County, State of New Mexico, as of June 30, 2008, and the respective changes in financial position, where applicable, thereof, and the budgetary comparisons for the respective nonmajor governmental funds, the capital project funds and the debt service fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2008, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying combining statement of Changes in Assets and Liabilities – Agency Fund, Reconciliation of Property Tax Rolls, Property Tax Schedule, Schedule of Deposits and Pledged Collateral, are presented for purposes of additional analysis and are not a required part of the basic financial statements. These items shown as "Other Supplemental Information" in the Table of Contents have been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the financial statements taken as a whole.

[Handwritten signature]

December 18, 2008

**Roosevelt County
Management Discussion and Analysis
June 30, 2008**

The discussion and analysis of Roosevelt County's financial performance provides an overview of the County's financial activities for the year ended June 30, 2008. The intent of this discussion and analysis is to look at the County's financial performance as a whole.

Financial Highlights

- The County's assets exceeded its liabilities at the close of the fiscal year by \$11,010,348. Of this amount, \$ 5,259,001 (unrestricted assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The County's total net assets increased \$471,922 for the fiscal year 2008 as compared to \$902,161 in fiscal year 2007. This increase represents the fourth consecutive year of increasing net assets.
- At the close of the fiscal year, the County's governmental funds reported a combined ending fund balance of \$5,879,930, an decrease of \$ 231,978.
- At the end of the fiscal year, unreserved fund balance for the general fund was \$ 5,358,923 and represents 102% of total 2008 General Fund expenditures.
- The County's total debt decreased by \$236,407 during the current fiscal year. Bonds and Notes Payable at year end totaled \$3,797,493.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the County's financial statements. These statements are organized so the reader can understand the County as a financial whole or as an entire operating entity. The statements also provide a detailed look at specific financial conditions.

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

County-Wide Financial Statements

The County-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

Statement of Net Assets and Statement of Activities

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

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

In the statement of net assets and the statement of activities, the County is divided into three kinds of activities:

Governmental Activities – Most of the County's programs and services are reported here, including general government, public safety, public works and economic development. These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues.

Business-Type Activities – These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided.

Component Units – If the County had any component units, the financial data of those units would be included here. If the County had component units they would be described in the notes to the financial statements.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the different services provided to our residents. The County's major governmental funds are the General Fund and the Road Fund.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basis services are reported in these funds that focus on how money flows into and out of the funds and the year end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services being provided, along with the financial resources available.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements. By doing so, readers may better understand the long-term effect of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

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

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected on the government-wide financial statements because the resources from those funds are not available to support the County's programs.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided on the government-wide and fund financial statements.

Government-Wide Financial Analysis

The following tables provide a summary of the County's financial analysis for 2008 compared to 2007.

Table 1

**Net Assets
Government Activities**

	2007	2008
Assets		
Cash and Cash Equivalents	\$ 5,043,425	\$ 5,562,812
Delinquent Property Tax	394,654	350,368
Interest Receivable	47,857	52,529
Due From Other Governments	246,144	264,589
Capital Assets, Net	<u>8,129,684</u>	<u>8,665,726</u>
Total Assets	<u>\$ 13,861,764</u>	<u>\$ 14,896,024</u>
Liabilities		
Accrued Interest Payable	\$ 5,612	\$ 14,211
Debts Payable, Within One Year	126,005	269,835
Debts Payable, More Than One Year	<u>3,212,303</u>	<u>3,601,630</u>
Total Liabilities	<u>3,343,920</u>	<u>3,885,676</u>
Net Assets		
Invested in Capital Assets, Net of Related Debt	\$ 4,849,684	\$ 4,868,233
Restricted for Debt Service	11,224	293,875
Restricted for Capital Projects	397,935	227,132
Unrestricted	<u>5,259,001</u>	<u>5,621,108</u>
Total Net Assts	<u>\$ 10,517,844</u>	<u>\$ 11,010,348</u>

Table 2

Summary of Revenues, Expenses and Changes in Net Assets

	2007	2008
Operating Revenue	\$ 108,252	\$ 1,471,207
Operating Expenses	<u>7,738,717</u>	<u>8,910,574</u>
Operating Income (Loss)	(7,630,465)	(7,439,367)
Taxes	5,483,570	6,776,259
Other Nonoperating Revenue	<u>3,049,056</u>	<u>1,135,030</u>
Total Other Nonoperating Revenue	<u>8,532,626</u>	<u>7,911,289</u>
Net Income (Loss)	<u>\$ 902,161</u>	<u>\$ 471,922</u>

As noted earlier, the County's net assets, when reviewed over time, may serve as an indicator of the County's financial position. In the case of the County, assets exceeded liabilities by \$11,010,348 as of June 30, 2008. The largest portion of the County's net assets reflects its investment in capital assets (e.g. land and improvements, buildings and improvements, machinery and equipment, vehicles and infrastructure).

The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets is represented by cash and cash equivalents. This and the remaining balance of the unrestricted assets may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report a positive balance in the above referenced category of net assets as a government as a whole. The same held true for the prior fiscal year. The County does not have any business-type activities.

The County's net assets changed by \$471,922 during the current fiscal year. The change is represented due to governmental funds report capital outlay 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. Also issuance of new debt does not constitute a source of funding in the statement of activities, as it does in the statement of changes in fund balances. Lastly, some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds.

Governmental Activities

Gross Receipts and property taxes were the County's largest revenue source accounting for \$5,336,395 for general purposes and \$559,629 for Roads.

The County's charges for services made up \$166,742 of total program revenues. These charges are for fees for real estate transfers, fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licenses and permits.

Grants and Contributions not restricted to specific programs accounted for \$1,135,030 of the total general revenues.

Financial Analysis of County Funds

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

Governmental Funds

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

As of June 30, 2008, the County's governmental funds reported a combined ending fund balance of \$5,879,930, an decrease of \$ 231,978 in comparison with the prior year. This constitutes the unreserved fund balance as well, designed for subsequent years' expenditures.

The General Fund is the primary operating fund of the County. At the end of fiscal year 2008, the fund balance was \$ 4,079,257. This balance represents an increase of \$959,174.

The fund balance of all governmental funds decreased by \$231,978. As noted in the detail governmental fund pages of this report, the key factor in the decrease in the fund balances was primarily due to the Road

Fund expenditures for the highway and street improvements amounting to \$1,571,832 resulting in a decrease in the fund of \$722,714. Please see the detail to these changes on page 17 of this report.

Budgetary Highlights

By State statute, the Board of County Commissioners adopts the annual operating budget the first day of July. Increases in expenditures or revenues are subject to approval of the State of New Mexico, Department of Finance and Administration, Local Government Division. There was a slight variation in the budgeted revenues and actual revenues for the General Fund. Actual revenues were higher than projected, due to increased property tax and gross receipts revenues, Oil and Gas Production revenues came in above projections as well as motor vehicle tax revenues. Actual expenditures were also lower than budgeted projections. Elected officials and department head exercised diligence with the funds allocated. With the actual revenues coming in higher than projections and expenditures being lower than projected the county was able to revert unexpended funds back to the general fund balance.

General Fund Budgetary Highlights

Differences between the final budget and actual budget figures can be briefly summarized as follows:

- \$ 501,591 increase in tax revenue. Factors contributing to this increase were the enactment of additional increments of property tax mills and gross receipts revenue.
- Actual expenditures were \$ 43,451 less than final budget expenditures. Department heads and elected officials exercised fiduciary responsibility with their allocated funds.
- There was no change in the budgeted beginning cash balance
- There was no change in the budgeted transfers.

Capital Assets

The County's investment in capital assets for its governmental as of June 30, 2008 amounts to \$8,665,726. This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, and roads. The total increase in the County's investment in capital assets for the current fiscal year was 6.6 percent. Major capital asset events during the fiscal year contributing to the increase include the a variety of road construction equipment and fairground improvements, and fire equipment.

Economic Factors

The County has experienced moderate population growth over the last 10 years. The County continues to become home to many dairies and ranks 3rd in the state for the number of dairy cows. The County is ranked 13th in the nation in milk production. The County sees a significant amount of its property tax derived from the dairies as well as spin-off industries.

The County also continues to see a low unemployment rate, one of the lowest in the state. This is a significant factor in the growth of the County.

The County continues to see a stable economic situation, however the national financial economic condition raises concerns that a national economic down turn may have a negative impact on Roosevelt County's overall economy and future revenues.

The County Commission and Management of Roosevelt County will be monitoring the economic conditions and adjust its operations to deal with these movements in the local and national economy.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Roosevelt County Auditor, 109 West First Street, Suite B-6, Portales, New Mexico, 88130.

The discussion and analysis of Roosevelt County's financial performance provides an overview of the County's financial activities for the year ended June 30, 2008. The intent of this discussion and analysis is to look at the County's financial performance as a whole.

State of New Mexico
Roosevelt County
Statement of Net Assets
June 30, 2008

	<u>Activities</u>
<u>ASSETS</u>	
Cash and Cash Equivalents	\$ 5,562,812
Delinquent Property Taxes Receivable	350,368
Interest Receivable	52,529
Due from Other Governments	264,589
Non-Current:	
Capital Assets, Net	<u>8,665,726</u>
Total Assets	<u>\$ 14,896,024</u>
<u>LIABILITIES</u>	
Accrued Interest Payable	14,211
Noncurrent Liabilities:	
Due within one year	269,835
Due in more than one year	<u>3,601,630</u>
Total Liabilities	<u>\$ 3,885,676</u>
<u>NET ASSETS</u>	
Invested in Capital Assets, net of Related Debt	4,868,233
Restricted for Debt Service	293,875
Restricted for Capital Projects	227,132
Unrestricted	<u>5,621,108</u>
Total Net Assets	<u>\$ 11,010,348</u>

State of New Mexico
Roosevelt County
Statement of Activities
For the Year Ended June 30, 2008

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grant and Contributions	
Primary Government					
Governmental Activities:					
General Government	\$ 3,263,815	\$ 80,373	\$ -	\$ -	\$ (3,183,442)
Public Safety	2,759,449	86,369	263,718	-	(2,409,362)
Highways and Roads	1,978,875	-	1,040,747	-	(938,128)
Health	632,149	-	-	-	(632,149)
Culture and Recreation	105,781	-	-	-	(105,781)
Interest Expense	170,505	-	-	-	(170,505)
Total Governmental Activities	\$ 8,910,574	\$ 166,742	\$ 1,304,465	\$ -	(7,439,367)
General Revenues:					
Taxes:					
General Purposes					6,216,630
Roads					559,629
Grants and Contributions Not Restricted to Specific Programs					460,982
Interest Income					232,217
Miscellaneous Income					441,831
Total General Revenues					7,911,289
Change in Net Assets					471,922
Prior Period Adjustment					20,582
Net Assets - Beginning					10,517,844
Net Assets - Ending					\$ 11,010,348

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

State of New Mexico
Roosevelt County
Balance Sheet-
Governmental Funds
June 30, 2008

	General Fund	Road Fund	Debt Service	Bond Acquisition Fund	Other Governmental Funds	Totals Governmental Funds
Assets						
Pooled Cash and Investments	\$ 3,788,966	\$ 51,865	\$ 293,875	\$ 227,132	\$ 1,200,974	\$ 5,562,812
Property Taxes Receivable-Delinquent	349,025	-	-	-	1,343	350,368
Interest Receivable	52,529	-	-	-	-	52,529
Due From Other Governments	<u>237,762</u>	<u>26,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>264,589</u>
 Total Assets	 <u>\$ 4,428,282</u>	 <u>\$ 78,692</u>	 <u>\$ 293,875</u>	 <u>\$ 227,132</u>	 <u>\$ 1,202,317</u>	 <u>\$ 6,230,298</u>
Liabilities and Fund Balances						
Liabilities:						
Deferred Revenue-Property Taxes	\$ 349,025	\$ -	\$ -	\$ -	\$ 1,343	\$ 350,368
Due To Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Liabilities	 <u>349,025</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>1,343</u>	 <u>350,368</u>
Fund Balances						
Reserved:						
Capital Projects	-	-	-	227,132	-	227,132
Debt Service	-	-	293,875	-	-	293,875
Unreserved	<u>4,079,257</u>	<u>78,692</u>	<u>-</u>	<u>-</u>	<u>1,200,974</u>	<u>5,358,923</u>
 Total Fund Balance	 <u>4,079,257</u>	 <u>78,692</u>	 <u>293,875</u>	 <u>227,132</u>	 <u>1,200,974</u>	 <u>5,879,930</u>
 Total Liabilities And Fund Balances	 <u>\$ 4,428,282</u>	 <u>\$ 78,692</u>	 <u>\$ 293,875</u>	 <u>\$ 227,132</u>	 <u>\$ 1,202,317</u>	 <u>\$ 6,230,298</u>

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

State of New Mexico
Roosevelt County
Reconciliation of Total Governmental Fund
Balance to Net Assets of Governmental Activities
June 30, 2008

Total Governmental Fund Balance	\$ 5,879,930
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	8,665,726
Interest payable on GO bond debt is not recorded as liability on the governmental funds	(14,211)
Deferred property tax revenue on governmental funds is recognized as current income on government wide statements	350,368
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(3,871,465)</u>
Net Assets of Governmental Activities	<u>\$ 11,010,348</u>

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

State of New Mexico
Roosevelt County
Statement of Revenue, Expenditures, and Changes in Fund Balance-
Governmental Funds
For the Year Ended June 30, 2008

	General Fund	Road Fund	Debt Service Fund	Bond Acquisition Fund	Other Governmental Funds	Total Governmental Funds
Revenues:						
Taxes	\$ 5,336,395	\$ 559,629	\$ 318,936	\$ -	\$ 605,585	\$ 6,820,545
Intergovernmental	331,198	1,040,747	-	-	436,276	1,808,221
License and permits	61,563	-	-	-	-	61,563
Charges for services	-	-	-	-	19,220	19,220
Fines & Forfeitures	43,185	-	-	-	-	43,185
Miscellaneous	556,814	38,604	14,338	11,098	53,194	674,048
Total Revenues	<u>6,329,155</u>	<u>1,638,980</u>	<u>333,274</u>	<u>11,098</u>	<u>1,114,275</u>	<u>9,426,782</u>
Expenditures:						
Current:						
General Government	2,523,308	-	-	-	65,923	2,589,231
Public safety	2,310,266	-	-	-	287,487	2,597,753
Highway and Roads	-	1,736,320	-	-	-	1,736,320
Health and welfare	50,057	-	-	-	582,092	632,149
Culture and Recreation	105,781	-	-	-	-	105,781
Debt service-principal	-	-	178,172	-	58,235	236,407
-interest	-	-	150,505	-	11,401	161,906
Capital Outlay	264,534	631,605	78,750	181,902	442,422	1,599,213
Total Expenditures	<u>5,253,946</u>	<u>2,367,925</u>	<u>407,427</u>	<u>181,902</u>	<u>1,447,560</u>	<u>9,658,760</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,075,209</u>	<u>(728,945)</u>	<u>(74,153)</u>	<u>(170,804)</u>	<u>(333,285)</u>	<u>(231,978)</u>
Other Financing Sources (Uses)						
Transfers In (Out)	(115,495)	-	-	-	115,495	-
Net Other Financing Sources (Uses)	<u>(115,495)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,495</u>	<u>-</u>
Net Change in Fund Balances	959,714	(728,945)	(74,153)	(170,804)	(217,790)	(231,978)
Prior Period Adjustment	-	-	356,804	-	417,678	774,482
Fund Balances, Beginning	<u>3,119,543</u>	<u>807,637</u>	<u>11,224</u>	<u>397,936</u>	<u>1,001,086</u>	<u>5,337,426</u>
Fund Balances, Ending	<u>\$ 4,079,257</u>	<u>\$ 78,692</u>	<u>\$ 293,875</u>	<u>\$ 227,132</u>	<u>\$ 1,200,974</u>	<u>\$ 5,879,930</u>

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

State of New Mexico

Roosevelt County

Reconciliation of the Statement of Revenues, Expenditures and Changes in

Fund Balances of Government Funds to the Statement of Activities

For the Year Ended June 30, 2008

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

Net change in fund balances - total government funds		\$	(231,978)
Property tax revenue deferred in the governmental funds			(44,286)
Government funds report capital outlays as expenditures. However in the statement of activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay:			
Depreciation		\$ (685,592)	
Capital Outlay		<u>1,221,634</u>	536,042
Repayment of the principal of long-term debt consumes the current financial resources of government funds			236,407
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds			<u>(24,263)</u>
Change in net assets of government activities		\$	<u>471,922</u>

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

State of New Mexico
Roosevelt County
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual (Non-GAAP)
Road Fund
For the Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 560,000	\$ 560,000	\$ 600,025	\$ 40,025
Intergovernmental	2,388,122	2,388,122	1,040,747	(1,347,375)
Miscellaneous	<u>10,000</u>	<u>10,000</u>	<u>38,604</u>	<u>28,604</u>
Total Revenues	<u>2,958,122</u>	<u>2,958,122</u>	<u>1,679,376</u>	<u>(1,278,746)</u>
Expenditures:				
Highways and Streets	2,707,112	3,181,748	1,736,320	1,445,428
Capital Outlay	<u>652,953</u>	<u>652,983</u>	<u>631,605</u>	<u>21,378</u>
Total Expenditures	<u>3,360,065</u>	<u>3,834,731</u>	<u>2,367,925</u>	<u>1,466,806</u>
Excess (deficiency) of revenues over expenditures	<u>(401,943)</u>	<u>(876,609)</u>	<u>(688,549)</u>	<u>188,060</u>
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over Expenditures & Other Uses	(401,943)	(876,609)	(688,549)	188,060
Cash Balance-Beginning	<u>740,414</u>	<u>740,414</u>		(740,414)
Cash Balance-Ending	<u>\$ 338,471</u>	(136,195)		<u>\$ (552,354)</u>
Prior Year Cash Needed to Balance Final Budget		<u>136,195</u>		
Adjusted Cash Ending		<u>\$ -</u>		

RECONCILIATION TO GAAP BASIS:

Change in Receivables	(40,396)
Change in Accounts Payable	<u>-</u>
Increase (Decrease) in Fund Balance	<u>\$ (728,945)</u>

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

State of New Mexico
Roosevelt County
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual (Non-GAAP)
Road Fund
For the Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 560,000	\$ 560,000	\$ 600,025	\$ 40,025
Intergovernmental	2,388,122	2,388,122	1,040,747	(1,347,375)
Miscellaneous	<u>10,000</u>	<u>10,000</u>	<u>38,604</u>	<u>28,604</u>
Total Revenues	<u>2,958,122</u>	<u>2,958,122</u>	<u>1,679,376</u>	<u>(1,278,746)</u>
Expenditures:				
Highways and Streets	2,707,112	3,181,748	1,736,320	1,445,428
Capital Outlay	<u>652,953</u>	<u>652,983</u>	<u>631,605</u>	<u>21,378</u>
Total Expenditures	<u>3,360,065</u>	<u>3,834,731</u>	<u>2,367,925</u>	<u>1,466,806</u>
Excess (deficiency) of revenues over expenditures	<u>(401,943)</u>	<u>(876,609)</u>	<u>(688,549)</u>	<u>188,060</u>
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over Expenditures & Other Uses	(401,943)	(876,609)	(688,549)	188,060
Cash Balance-Beginning	<u>740,414</u>	<u>740,414</u>		(740,414)
Cash Balance-Ending	<u>\$ 338,471</u>	(136,195)		<u>\$ (552,354)</u>
Prior Year Cash Needed to Balance Final Budget		<u>136,195</u>		
Adjusted Cash Ending		<u>\$ -</u>		
RECONCILIATION TO GAAP BASIS:				
			(40,396)	
			<u>-</u>	
Increase (Decrease) in Fund Balance			<u>\$ (728,945)</u>	

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

State of New Mexico
Roosevelt County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2008

ASSETS	<u>Agency Funds</u>
Pooled Cash and Investments	\$ 186,465
Taxes Receivable	<u>197,269</u>
Total	<u>\$ 383,734</u>
 <u>LIABILITIES AND FUND BALANCE</u>	
Liabilities:	
Due to Others	<u>\$ 383,734</u>

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Roosevelt County, organized under the laws of the State of New Mexico, operates under the County Commission form of government. The County provides public education opportunities for children from kindergarten through twelfth grade, including but limited to classroom and vocational studies; as well as school oriented social and athletic activities.

The financial statements of Roosevelt County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In June 1999, GASB approved Statement No. 34 "Basic Financial Statements and Management Discussion and Analysis for State and Local Government." in June 2001, the GASB approved Statement No. 37 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus" and Statement No. 38 "Certain Financial Statement Note Disclosures". Statement No. 37 clarifies and modifies Statement No. 34 and should be implemented simultaneously with Statement No. 34. Statement No. 38 modifies, establishes and rescinds certain financial statement disclosure requirements. The County implemented the provisions of the above statements effective July 1, 2003.

The following is a summary of the County's accounting policies.

A. Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the reporting entity was made by applying the criteria set forth the GAAP. The basic — but not the only — criteria for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The more 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 decisions 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 the public service. Application of this criterion involves considering whether the activity benefits the government and or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to 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 exercise oversight responsibilities. Based upon the application of these criteria, the County had no component units.

B. Basis of Presentation — Fund Accounting

The accounts of the County are organized on the basis of funds. The operations of each fund are accounted for with a separate set of self-balancing accounts. The County uses the following fund types:

Governmental Funds

Governmental funds include the following fund types:

General Fund — The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Under the requirements of GASB 34, the County is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following (in addition to the General Fund), which include funds that were not required to be presented as major, but were presented at the discretion of management:

Debt Service Fund — This fund is used to account for the accumulation of resources and payment of General Long-Term Debt principal and interest.

Road Fund — This fund accounts for funds used to maintain roads for which the County has accounted for in this fund, including but not limited to administration, operation, maintenance, and capital outlay. Revenues are provided by motor vehicle fees, gas taxes, state appropriations, and state severance tax bonds.

State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008

Bond Acquisition Capital Project Fund — This fund is used to account for the funds provided from the County's bond issues. Resources are used for the purpose of erecting, remodeling, making additions to, or furnishing buildings and purchasing or improving grounds. Financing is provided by gross receipts taxes. This is a Capital Projects Funds.

Financial Statements Presentation

The County follows the State of New Mexico Department of Finance and Administration (DFA) guidelines related to financial reporting presentation. The DFA modifies the reporting of functional expenditure categories from year to year.

C. Basis of Accounting

Countywide Financial Statements (CWFS)

The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the CWFS. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The Statement of Net Assets and the Statement of Activities were prepared using the economic resources measurement focus and the accrual focus of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Non-exchange Transactions."

Program Revenues

Program revenues included in the Statement of Activities derive 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.

Allocation of indirect expenses

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 not charged to a specific function is identified as unallocated on the Statement of Activities. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Fund Financial Statements (FFS)

Governmental Funds:

Governmental funds types use the flow of current financial resources management focus and the modified accrual basis of accounting. The modified accrual basis of accounting is followed by the government fund types and agency funds for financial statement purposes. Under the modified accrual basis of accounting, revenues, and other governmental fund financial resource increments are recognized in the accounting period in which they become measurable and available to pay liabilities of the current period.

Those revenues susceptible to accrual are property taxes, gross receipts taxes, state shared taxes, investment income and charges for services. In accordance with GASB 33, estimated property taxes that are not available are recorded as both accounts receivable and deferred revenue. Grant revenues are recognized when the related costs are incurred and all eligibility requirements are met. 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. Expenditures are recorded as liabilities when they are incurred. Any effect of interfund activity has been eliminated from the countywide financial statements.

The financial statements of the County are prepared in accordance with generally accepted accounting principles (GAAP). The reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements and applicable Financial Accounting Standards Board (FASB) pronouncements and Accounting Principal Board (APB) opinions issued on or before November 30, 1989, unless they conflict with GASB pronouncements

**State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008**

Agency Funds:

The County's Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement results of operations. Agency Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting.

Revenues:

Property taxes are collected by the Roosevelt County Treasurer and remitted to the County. Property tax revenue is recognized at the time of receipt or earlier if accrual criteria are met. The County's accounting policy is to defer property taxes that are not collected within 60 days after fiscal year end since delinquent property taxes are not available to finance current fiscal year County operations. Delinquent property taxes collected in future periods will be recognized as revenue when collected. Program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. General revenues include all taxes.

Expenditures:

Grant expenditures in excess of receipts are recorded as a receivable from the funding source and grant receipts in excess of expenditures are recorded as deferred revenue. Revenue for grants is recognized based on the expenditures recorded. Grants are usually revocable only for failure to comply with prescribed compliance requirements.

Expenditures are recorded when the related fund liability is incurred, except interest on general long-term debt which is recognized when due, and certain compensated absences and claims which are recognized when expected to be liquidated with expendable available financial resources.

D. Budgets

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are prepared by management and approved by the County Commissioners and the Department of Finance and Administration.

These budgets are prepared on the Non cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be reappropriated in the budget of the subsequent fiscal year. Because the budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year, such appropriated balance is legally restricted and is therefore presented as a reserved portion of fund balance.

Actual expenditures may not legally exceed budgeted appropriations at the function level. If a transfer between functions or a budget increase is required, approval must be obtained from the County Commissioners and the State Department of Finance and Administration.

The County's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets.

The budgetary information presented in these financial statements has been amended in accordance with the above procedures.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue Funds, and Capital Projects Fund. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

F. Cash and Cash Equivalents

Policies regarding cash and cash equivalents are approved by the County's Board of Finance and is governed by New Mexico statute. Such policies allow deposits or investments in certificates of deposit, savings accounts, various obligations of the U.S. Government or its agencies and the New Mexico State Treasurer's Local Government Short Term Investment Fund. Such deposits and investments must be made through a state or federally chartered bank or

**State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008**

savings and loan association which is insured by the FDIC and which is within the geographic boundaries of the County, or with the New Mexico State Treasurer.

Collateral is required for at least 50% of deposits that are not insured by the FDIC. Obligations that may be pledged as collateral are obligations of the U.S. Government, its agencies, and state and local governments. Collateral is held in safekeeping at depository institutions in the name of the County.

G. Capital Assets

Capital assets are recorded at historical cost and depreciated over their estimated useful lives (with no salvage value). The County defines capital assets as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at fair value at the time of theft donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Estimated useful life is management's estimate of how long the assets is expected to meet service demands. -line depreciation is used based on the following estimated useful lives:

Buildings and portable buildings	40 years
Building Improvements	20 years
Vehicles	5 years
Office Equipment	5 years
Computer Equipment & Software	5 years
Infrastructure	40 years

GASB Statement 34 requires the recording and depreciation of infrastructure assets, which includes roads, bridges, traffic signals, etc.

Depreciation was allocated to the various functions based upon originating purchasing source where identifiable. Unallocated depreciation was recorded in the Statement of Activities.

H. Long-Term Obligations

For Countywide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement 34, the amortization of the costs of the bonds is amortized from the date of adoption of GASB Statement No. 34.

For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds and applicable premiums or discounts are reported as an other financing source. Issuance costs, even if withheld from the actual net proceeds received, are reported as capital outlay expenditures.

I. Fund Balances of Fund Financial Statements

Reservations of fund balance represent amounts that are not appropriate for expenditures or legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The County designates the portion of the year-end fund balance, not otherwise designated or reserved, for subsequent years' expenditures. These designations are established to earmark resources for specific future use and to indicate that the fund equity does not represent available spendable resources.

J. Restricted Net Assets

For the County-wide statements of net assets, net assets are reported as restricted when constraints placed on net assets used are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other government;

Imposed by law through constitutional provisions or enabling legislation.

K. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditure/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers or equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

L. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

M. Deferred Revenues

The County reports deferred revenues on its Statement of Net Assets and various fund balance sheets. Deferred revenues arise when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures.

In subsequent periods, when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

N. Compensated Absences

The liability for compensated absences reported in the government-wide statements consists of unpaid sick leave balances. The liability has been calculated by the vesting method, in which leave amounts from both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon separation from employment are included. The plan is a deferred sick leave payment plan. The plan is funded from the fund that the employee is paid from.

2. CASH AND CASH EQUIVALENTS

State statutes authorize the County to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, and to invest available funds in the U.S. Government Obligations, bank, saving and loan association or credit union deposits, or in the Local Government Investment Pool. The County's cash balances consist of demand deposits and certificates of deposit. The carrying amount of cash in demand deposit accounts and financial institution issued certificates of deposit are displayed in the balance sheet under "cash and investments." The certificate of deposits carry a market interest rate and have a maturity date of less than one year.

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. At present, state statutes require that a minimum of fifty percent of balances on deposit with any one institution must be collateralized, with higher requirements—up to 100% for financially troubled institutions. Collateral requirements per Section 6-10-16 NMSA 1978 are disclosed on page 68 of this report.

As of June 30, 2008, the County had \$2,998,225 on deposit with the New Mexico State Treasurer which is not subject to collateral requirements.

As of June 30, 2008, the book balance of deposits in local banks of the County was \$2,551,132 and the bank balance was \$2,908,862. Of the bank balance, \$500,000 was covered by federal depository insurance. Of the remaining balance of \$2,408,862, all was collateralized with securities held by the pledging financial institutions.

**State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008**

Custodial Credit Risk — Deposits

Custodial Credit Risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of June 30, 2008, \$2,408,862 of the County's bank balance of \$2,908,862 was exposed to custodial credit risk as follows:

Uninsured with Collateral held by the pledging banks	
Trust Department not in County's name	\$ 2,408,862
Total	<u>\$ 2,408,862</u>

State Treasurer Investment Pool

The County has \$2,688,063 invested in the State Treasurer Local Government Investment Pool.

The Local Government Investment Pool includes the following disclosures:

The investments are valued at fair value based on quoted market prices as of the valuation date. The State Treasurer Local Government Investment Pool is not SEC registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States government or are backed by the full faith and credit of the United State government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per Section 6-10-10.IF, NMSA 1978, at the end of the month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the local government investment pool is voluntary. The Pool is AAAM rated and has a 24-day WAM.

3. CAPITAL ASSETS

A summary of changes in capital assets follows:

Capital assets being depreciated:

Buildings and Improvements	\$ 12,809,293	\$ -	\$ -	\$ 12,809,293
Improvements - Infrastructure	18,552,928	3,035,071	-	21,587,999
Machinery and Equipment	5,292,470	1,180,937	-	6,473,407
Construction in Progress	2,994,371	-	2,994,371	-
	<u>39,649,062</u>	<u>4,216,008</u>	<u>2,994,371</u>	<u>40,870,699</u>
Less accumulated depreciation for:				
Buildings and Improvements	8,932,800	242,555	-	9,175,355
Improvements - Infrastructure	18,552,928	-	-	18,552,928
Machinery and Equipment	4,110,573	443,037	-	4,553,610
Construction in Progress	-	-	-	-
Total accumulated depreciation	<u>31,596,301</u>	<u>685,592</u>	<u>-</u>	<u>32,281,893</u>
Total Capital Assets Being Depreciated, Net	<u>\$ 8,052,761</u>	<u>\$ 3,530,416</u>	<u>\$ -</u>	<u>\$ 11,583,177</u>
Governmental Activities Capital Assets, Net	<u>\$ 8,129,681</u>	<u>\$ 3,530,416</u>	<u>\$ -</u>	<u>\$ 11,660,097</u>

Depreciation expense was charged to the following functions:

General Government	\$ 281,341
Public Safety	161,696
Highways and Roads	<u>242,555</u>
Total Depreciation	<u>685,592</u>

**State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008**

4. PROPERTY TAX

Property taxes attach as an enforceable lien on property as of January 1. Property tax rates for the year are set no later than September 1 each year by the Secretary of Finance and Administration. The rates of tax are then used by County Assessors to develop the property tax schedule by October 1. Taxes are payable in equal semiannual installments by November 10 and April 10 of the subsequent year with levies becoming delinquent 30 days thereafter unless a timely protest has been made. Taxes are collected on behalf of the County by the County Treasurers, and are distributed in the month of the collection.

The County tax levy is recognized as revenue when collected by the County Treasurers or when received by the County within 60 days following the fiscal year end. Taxes levied but not collected by the counties are recorded as deferred revenue. An allowance for uncollectable property taxes is recorded on the balance sheet to reflect an estimate for uncollectable property taxes from prior years. For tax year 2007, the county billed \$9.793 for residential property and \$10.850 for commercial property per \$1,000 of net assessed valuation for its own general governmental services. Total assessed taxable value of the property within the County limits was \$267,176,326.

5. LONG-TERM DEBT

Long-term debt outstanding as of June 30, 2008 is as follows:

The annual requirements to amortize debt is as follows:

	<u>6/30/2007</u>	<u>Additions</u>	<u>(Reductions</u>	<u>6/30/2008</u>
Gross Receipts Tax Revenue Bond Series 2006 Due 6/1-26, Detention Center, Interest Rates 3.75-4.35%	\$ 3,280,000	\$ -	\$ (120,000)	\$ 3,160,000
Note Payable to New Mexico Finance Authority, Due 5/1/2013 Milensand Voluntary Fire Department Fire Truck Interest Rates 3.14-3.48%	376,122	-	(58,235)	317,887
Note Payable to New Mexico Finance Authority, Due 5/1/2013 Roosevelt County Court House Renovation Interest Rates 3.14-3.48%	<u>377,778</u>	<u>-</u>	<u>(58,172)</u>	<u>319,606</u>
	<u>\$ 4,033,900</u>	<u>\$ -</u>	<u>\$ (236,407)</u>	<u>\$ 3,797,493</u>

Total Outstanding

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 244,909	\$ 148,849	\$ 393,758
2010	253,550	140,747	394,297
2011	257,330	132,324	389,654
2012	266,278	123,743	390,021
2013	280,426	114,445	394,871
2014-2018	810,000	459,350	1,269,350
2019-2023	985,000	276,567	1,261,567
2024-2026	<u>700,000</u>	<u>61,316</u>	<u>761,316</u>
Total Outstanding	<u>\$ 3,797,493</u>	<u>\$ 1,457,341</u>	<u>\$ 5,254,834</u>

Debt Service for the Milensand Fire Truck is funded through the Milensand State Fire Fund from intercepted intergovernmental grants and accounted for in the Milensand State Fire Fund.

Debt Service for the Court House renovation and the County Jail improvements are funded through the intercept of gross receipts tax and accounted for in the Debt Service Fund.

**State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008**

Changes in long-term debt and other liabilities:

June 30, 2008, the following changes occurred in long-term debt and other liabilities:

	<u>Balance</u> <u>6/30/2007</u>	<u>Adds</u>	<u>Deletions</u>	<u>Balance</u> <u>6/3/2008</u>	<u>Due in</u> <u>1 Year</u>
Government Activities:					
Total Bonds & Notes Payable	\$ 3,656,122	\$ 377,778	\$ 236,407	\$ 3,797,493	\$ 244,909
Compensated Absences	<u>58,308</u>	<u>67,967</u>	<u>52,303</u>	<u>73,972</u>	<u>24,926</u>
	<u>\$ 3,714,430</u>	<u>\$ 445,745</u>	<u>\$ 288,710</u>	<u>\$ 3,871,465</u>	<u>\$ 269,835</u>

Amount of compensated absences due in one year is \$24,926. The funds used to liquidate compensated absences are the General Fund and the Road Fund.

6. EMPLOYEE RETIREMENT PLAN

Plan Description — Substantially all of Roosevelt County District's full time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 11, Article 11, NMSA 1978). The Public Employees Retirement Board (PERA) is the administrator of the plan, which is a cost-sharing multiple- employer defined benefit retirement plan. The plan provides for retirement, disability benefits, and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes the financial statements and required supplementary information. That report may be obtained by writing to PERA, P.O. Box 2123, Santa Fe, New Mexico 87502-2123.

Funding Policy — Plan members are required to contribute 9.14% of their gross salary. Roosevelt County District is required to contribute 9.14% of the gross covered salary. The contribution requirements of plan members and the Roosevelt County District are established in Chapter 11, Article 11, NI 1978. The requirements may be amended by acts of legislature. The Roosevelt County District's contributions to the PERA for the years ended June 30, 2008, 2007, and 2006 were: \$299,013, \$262,875, and \$204,800 respectively, equal to the amount of the required contribution for the year.

A. Post-Retirement Health Care Benefits

The Retiree Health Care Act (10-7C-1 to 10-7C-16, NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public service in New Mexico. The Retiree Health Care Authority is the administrator of the plan. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into the Retiree Health Care Fund and co-payments or out-of-pocket payments of eligible retirees.

Monies flow to the Retiree Health Care Fund on a pay-as-you-go basis from eligible employers and eligible retirees. Eligible employers consist of institutions of higher education, Counties, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities or counties, which are affiliated under or covered by the Educational Retirement Act, Public Employees Retirement Act, Volunteer Firefighters Retirement Act, Judicial Retirement Act, or the Magistrate Retirement Act.

Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf, unless the person retires before the employee's NMRHCA effective date, in which event the time period for contributions becomes the period of time between the employee's effective date and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990 and former legislators who served at least 2 years.

Each participating employer makes contributions to the fund in the amount of 1.3 percent of each participating employee's annual salary. Each participating employee contributes to the fund an employee contribution equal to .65 percent of one percent of the employee's annual salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional five dollars (\$5.00) if the eligible participant retired prior to the employee's NMRHCA effective date or is a former legislature.

**State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008**

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

The Retiree Health Care Authority issues a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), net expenditures for the fiscal year.

The report also includes the approximate number of retirees participating in the plan. That report may be obtained in writing by the Retiree Health Care Authority, 4308 Carlisle Blvd., Suite 104, Albuquerque, New Mexico 87107.

For the fiscal year ended June 30, 2008, Roosevelt County remitted \$31,782 in employer contributions and \$15,891 in employee contributions to the Retiree Health Care Authority.

7. FUND TRANSFERS

Transfers to/from other funds at June 30, 2008 consist of the following:

Government Activities:

	<u>Transfer Out</u>	<u>Transfer In</u>
General Fund	\$ 115,495	\$ -
Predatory Animal	-	30,301
Indigent	-	26,364
EDA Business Development		33,000
Traffic Grants		12,430
Milensand County Fire Fund	-	6,700
Arch County Fire Fund	-	6,700
	<u>\$ 115,495</u>	<u>\$ 115,495</u>

Transfers are considered normal recurring transfers for operating purposes.

8. RESTATEMENTS

The County recorded an adjustment to the Milensand State Fire Fund as the result of its failure to record the acquisition of fire equipment, the related debt to purchase the equipment, the intercepted state fire funding and related debt service. The net adjustment to the fund balance was \$417,678.

The County recorded an adjustment to the Debt Service Fund as the result of its failure to record the loan proceeds for the purpose of renovation of the Roosevelt County Courthouse. The receipt of loan proceeds, intercepted gross receipts tax and related debt service resulted in an adjustment to fund balance of \$356,804.

As a result of these adjustments, net assets in the government wide financial statements was increased by \$20,582.

**State of New Mexico
Roosevelt County
Notes to the Financial Statements
June 30, 2008**

9. OVER EXPENDED BUDGETS

The following funds were over expended by the following amounts for the fiscal year June 30, 2008:

Debt Service Fund	\$407,427
Bond Acquisition Fund	181,902
General Fund-Administration	520,250
Indigent Fund	70,437
Milensand State Fire Fund	458,234

These amounts are reported in the various Statements of Revenues and Expenditures and Changes in Fund Balance Budgeted and Actual Non-GAAP

10. DUE FROM GOVERNMENTS

Due from governments consists of gross receipts due from the New Mexico Taxation and Revenue in the amount of \$264,589. Due to the General Fund was \$237,762 and the Road Fund in the amount of \$26,827.

Supplemental Information

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Debt Service Fund
For the Year Ended June 30, 2008

	<u>Debt Service Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Taxes	\$ -	\$ -	\$ 318,936	\$ 318,936
Miscellaneous	-	-	14,338	14,338
Total Revenues	<u>-</u>	<u>-</u>	<u>333,274</u>	<u>333,274</u>
Expenditures:				
Principal	-	-	328,677	(328,677)
Interest	-	-	-	-
Capital Outlay	-	-	78,750	(78,750)
Total Expenditures	<u>-</u>	<u>-</u>	<u>407,427</u>	<u>(407,427)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(74,153)</u>	<u>(74,153)</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>(74,153)</u>	<u>\$ (74,153)</u>
Cash Balance, Beginning	<u>368,028</u>	<u>368,028</u>		
Cash Balance, Ending	<u>\$ 368,028</u>	<u>\$ 368,028</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ (74,153)</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Bond Acquisition Fund
For the Year Ended June 30, 2008

	<u>Bond Acquisition Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	11,098	11,098
Total Revenues	<u>-</u>	<u>-</u>	<u>11,098</u>	<u>11,098</u>
Expenditures:				
Capital Outlay	-	-	181,902	(181,902)
Total Expenditures	<u>-</u>	<u>-</u>	<u>181,902</u>	<u>(181,902)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(170,804)</u>	<u>(170,804)</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>(170,804)</u>	<u>\$ (170,804)</u>
Cash Balance, Beginning	<u>397,936</u>	<u>397,936</u>		
Cash Balance, Ending	<u>\$ 397,936</u>	<u>\$ 397,936</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ (170,804)</u>	

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

NON MAJOR FUNDS

Predatory Animal Fund - To account for funds authorized by the Federal Taylor Grazing Act. Expenditures are restricted to conservation and related activities per NMSA 6-11-6.

Indigent Fund - To account for the provision of hospital and medical expenses for county indigent patients. Revenues are provided by the general fund from interest earned on investments. Authorized by Sections 7-20-.1 to 7-20-9, NMSA, 1978.

Milensand County Fire/EMS Fund - To account for the provision of fire and ambulance protection to residents in Milnesand area. Financing is provided by allotments from the state. Authority by Section 59a-53-3, NMSA.

Milensand Fire District Fund - To account for the provision of fire and ambulance protection to residents in Miinesand area. Financing is provided by allotments from the state~ Authority by Section 59a-53-3, NMSA.

Milensand EMS Fund - To account for the provision of ambulance protection to residents in the Milnesand area. Financing is provided by a grant from the State. Authority by Section 59a-53r-3, NMSA.

Arch Fire District Fund - To account for the provision of fire and ambulance protection to residents in Arch area. Financing is provided by allotments from the state. Authority by Section 59a-53-3, NMSA.

Arch Fire Protection Fund - To account for provision of fire protection to residents in Arch area. Financing is provided by an allotment from the County. Authority by the County Commission.

Arch EMS Fund - To account for the provision of ambulance protection to residents in the Arch area. Financing is provided by a grant from the State. Authority by Section 59a-53-3 NMSA.

Law Enforcement Protection Fund- To account for the procurement of capital outlay purchases for the law enforcement department. Financing is provided by an annual grant from the state. Authorized by Chapter 289, Laws of 1983, NMSA.

Correction Fee Fund - Authorized by Section 33-3-25, NMSA as amended by Chapter 27, Laws of 1985. Revenue source is from costs assessed in traffic offenses committed with the County. Funds are used to defray expense of housing prisoners.

Reappraisal Fund - Authorized by Chapter 68, Laws of 1988, NMSA. Source of revenue is from recipients of property tax collections made by the County. Purpose is to fund future expenses incurred in property valuations and assessments by County Tax Assessor.

Clerk's Fees Fund - To account for fees collected by the County Clerk for each instrument recorded. Expenditures shall be used only for rents, purchase, lease or lease-purchase of equipment associated with recording, filing, maintaining, or reproducing documents in the County Clerk's office and for staff training. Authorized by Section 14-8-12.2, NMSA.

Traffic Grant Fund - to account for revenues to pay overtime salaries to sheriff s department to patrol for DWI offenses. (Authority, State of New Mexico)

La Casa Grant Fund - To Account for grant funds to provide health services to restricted low income individuals (Authority by County Commission)

Misdemeanor Probation Fund- To account for funds to help in the probation of juveniles. (Authority, State of New Mexico)

EDA Business Development Grant-To account for grant funds related to economic development. (Authority by county Commission)

State of New Mexico
 Roosevelt County
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2008

	Predatory Animal		Law Enforcement		Indigent	Corrections	Clerk	EDA Business Development		Misdemeanor Porbation	Traffic Grants	La Casa
	Animal	Porfection	Porfection	Development				Development	Porbation			
Cash	\$ -	\$ 4,374	\$ -	\$ -	\$ -	\$ 293,002	\$ 108,001	\$ 33,000	\$ 21,575	\$ -	\$ -	\$ -
Taxes receivable	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ -	\$ 4,374	\$ -	\$ 293,002	\$ 108,001	\$ 33,000	\$ 21,575	\$ -	\$ -	\$ -	\$ -	\$ -
Liabilities												
Deferred Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance												
Unreserved	-	4,374	-	293,002	108,001	33,000	21,575	-	-	-	-	-
Total Fund Balance	-	4,374	-	293,002	108,001	33,000	21,575	-	-	-	-	-
Total Liabilities and Fund Balance	\$ -	\$ 4,374	\$ -	\$ 293,002	\$ 108,001	\$ 33,000	\$ 21,575	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued on Next Page)

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

State of New Mexico
 Roosevelt County
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2008

Assets	Kenna Community	Mlensand Co. Fire		Mlensand State Fire		Mlensand EMS		Arch Co. Fire		Arch State Fire		Arch EMS		Reappraisal		Total Nonmajor Governmental Total
Cash	\$ 5,008	\$ 78,766	\$ 106,128	\$ 12,467	\$ 24,516	\$ 114,556	\$ 7,725	\$ 391,856	\$ 1,200,974							\$ 1,200,974
Taxes receivable															1,343	1,343
Total Assets	\$ 5,008	\$ 78,766	\$ 106,128	\$ 12,467	\$ 24,516	\$ 114,556	\$ 7,725	\$ 393,199	\$ 1,202,317							\$ 1,202,317
Liabilities																
Deferred Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	1,343
Fund Balance																
Unreserved	5,008	78,766	106,128	12,467	24,516	114,556	7,725	391,856	1,200,974							
Total Fund Balance	5,008	78,766	106,128	12,467	24,516	114,556	7,725	391,856	1,200,974							
Total Liabilities and Fund Balance	\$ 5,008	\$ 78,766	\$ 106,128	\$ 12,467	\$ 24,516	\$ 114,556	\$ 7,725	\$ 393,199	\$ 1,202,317							\$ 1,202,317

State of New Mexico
Roosevelt County
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended June 30, 2008

	Predatory Animal	Law Enforcement Protection	Indigent	Corrections	Clerk	EDA Business Development	Misdemeanor Probation	Traffic Grants	La Casa
Revenues:									
Taxes	\$ -	\$ -	\$ 549,764	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	636	27,200	-	76,448	-	-	36,441	5,801	48,224
Fines and forfeitures	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	19,220	-	-	-	-
Miscellaneous	-	-	1,536	24,729	4,618	-	-	-	-
Total Revenues	636	27,200	551,300	101,177	23,838	-	36,441	5,801	48,224
Expenditures:									
General Government	-	-	-	-	30,498	-	34,619	-	-
Public Safety	31,000	26,341	-	85,003	-	-	-	18,231	-
Health & welfare	-	-	582,092	-	-	-	-	-	-
Debt Service-Principal	-	-	-	-	-	-	-	-	-
-Interest	-	-	-	-	-	-	-	-	-
Health & welfare	-	-	-	-	-	-	-	-	48,224
Total Expenditures	31,000	26,341	582,092	85,003	30,498	-	34,619	18,231	48,224
Excess (Deficiency) of Revenues Over Expenditures	(30,364)	859	(30,792)	16,174	(6,660)	-	1,822	(12,430)	-
Other Financing Sources (Uses)									
Transfers In	30,301	-	26,364	-	-	33,000	-	12,430	-
Transfers (Out)	-	-	-	-	-	-	-	-	-
Net Other Financing Sources (Uses)	30,301	-	26,364	-	-	33,000	-	12,430	-
Net Change in Fund Balances	(63)	859	(4,428)	16,174	(6,660)	33,000	1,822	-	-
Prior Period Adjustment	-	-	-	-	-	-	-	-	-
Fund Balances, Beginning	63	3,515	4,428	276,828	114,661	-	19,753	-	-
Fund Balances, Ending	\$ -	\$ 4,374	\$ -	\$ 293,002	\$ 108,001	\$ 33,000	\$ 21,575	\$ -	\$ -

(Continued on Next Page)

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

State of New Mexico
Roosevelt County
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended June 30, 2008

	Kenna Community		Milensand Co. Fire		Milensand State Fire		Milensand EMS		Arch Co. Fire		Arch State Fire		Arch EMS		Reappraisal		Total Nonmajor Governmental			
																			Total	
Revenues:																				
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Intergovernmental	5,008	26,968	139,927	11,125	6,721	43,628	8,149	-	-	-	-	-	-	-	-	-	-	-	605,585	
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	436,276
Charges for services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	19,220
Miscellaneous	-	-	-	-	4,298	1,835	-	-	-	-	-	-	-	-	-	-	-	-	-	53,194
Total Revenues	5,008	26,968	139,927	11,125	11,019	45,463	8,149	-	-	-	-	-	-	-	-	71,999	-	-	1,114,275	
Expenditures:																				
General Government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	65,923
Public Safety	-	27,317	41,837	9,449	10,951	31,542	5,816	-	-	-	-	-	-	-	-	-	-	-	-	287,487
Health & welfare	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	582,092
Debt Service-Principal	-	-	58,235	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	58,235
-Interest	-	-	11,401	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,401
Capital Outlay	-	-	394,198	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	442,422
Total Expenditures	-	27,317	505,671	9,449	10,951	31,542	5,816	-	-	-	-	-	-	-	-	806	-	-	1,447,560	
Excess (Deficiency) of Revenues Over Expenditures	5,008	(349)	(365,744)	1,676	68	13,921	2,333	-	-	-	-	-	-	-	-	71,193	-	-	(333,285)	
Other Financing Sources (Uses)																				
Transfers In	-	6,700	-	-	6,700	-	-	-	-	-	-	-	-	-	-	-	-	-	-	115,495
Transfers (Out)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Other Financing Sources (Uses)	-	6,700	-	-	6,700	-	-	-	-	-	-	-	-	-	-	-	-	-	-	115,495
Net Change in Fund Balances Prior Period Adjustment	5,008	6,351	(365,744)	1,676	6,768	13,921	2,333	-	-	-	-	-	-	-	-	71,193	-	-	(217,790)	
Fund Balances, Beginning	-	72,415	54,194	10,791	17,748	100,635	5,392	-	-	-	-	-	-	-	-	320,663	-	-	417,678	
Fund Balances, Ending	5,008	78,766	106,128	12,467	24,516	114,556	7,725	-	-	-	-	-	-	-	-	391,856	-	-	1,200,974	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Predatory Animal Fund
For the Year Ended June 30, 2008

Predatory Animal Fund				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 720	\$ 720	\$ 636	\$ (84)
Miscellaneous	-	-	-	-
Total Revenues	<u>720</u>	<u>720</u>	<u>636</u>	<u>(84)</u>
Expenditures:				
Public Safety	<u>31,000</u>	<u>31,000</u>	<u>31,000</u>	-
Total Expenditures	<u>31,000</u>	<u>31,000</u>	<u>31,000</u>	-
Excess (Deficiency) of Revenues Over Expenditures	<u>(30,280)</u>	<u>(30,280)</u>	<u>(30,364)</u>	<u>(84)</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	<u>30,280</u>	<u>30,280</u>	<u>30,301</u>	<u>21</u>
Net Other Financing Sources (Uses)	<u>30,280</u>	<u>30,280</u>	<u>30,301</u>	<u>21</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	(63)	<u>\$ (63)</u>
Cash Balance, Beginning	<u>63</u>	<u>63</u>		
Cash Balance, Ending	<u>\$ 63</u>	<u>\$ 63</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ (63)</u>	

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

State of New Mexico
 Roosevelt County
 Statement of Revenues and Expenditures and Changes in Fund Balance
 Budgeted to Actual - Non-GAAP
 Law Enforcement Protection Fund
 For the Year Ended June 30, 2008

	<u>Law Enforcemnt Protection Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Intergovernmental	\$ 27,200	\$ 27,200	\$ 27,200	\$ -
Miscellaneous	-	-	-	-
Total Revenues	<u>27,200</u>	<u>27,200</u>	<u>27,200</u>	<u>-</u>
Expenditures:				
Public Safety	27,200	27,200	26,342	858
Total Expenditures	<u>27,200</u>	<u>27,200</u>	<u>26,341</u>	<u>858</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>859</u>	<u>858</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>859</u>	<u>\$ 858</u>
Cash Balance, Beginning	<u>3,515</u>	<u>3,515</u>		
Cash Balance, Ending	<u>\$ 3,515</u>	<u>\$ 3,515</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ 859</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Indigent Fund
For the Year Ended June 30, 2008

	Indigent Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Taxes	\$ 509,155	\$ 509,155	\$ 549,764	\$ 40,609
Miscellaneous	2,500	2,500	1,536	(964)
Total Revenues	<u>511,655</u>	<u>511,655</u>	<u>551,300</u>	<u>39,645</u>
Expenditures:				
Health and Welfare	511,655	511,655	582,092	(70,437)
Total Expenditures	<u>511,655</u>	<u>511,655</u>	<u>582,092</u>	<u>(70,437)</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	(30,792)	(30,792)
Other Financing Sources (Uses)				
Transfers In (Out), Net	26,364	26,364	26,364	-
Net Other Financing Sources (Uses)	<u>26,364</u>	<u>26,364</u>	<u>26,364</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	26,364	26,364	(4,428)	<u>\$ (30,792)</u>
Cash Balance, Beginning	4,428	4,428		
Cash Balance, Ending	<u>\$ 30,792</u>	<u>\$ 30,792</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ (4,428)</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Corrections Fund
For the Year Ended June 30, 2008

	Corrections Fund			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Intergovernmental	\$ 75,000	\$ 75,000	\$ 76,448	\$ 1,448
Miscellaneous	<u>56,000</u>	<u>56,000</u>	<u>24,729</u>	<u>(31,271)</u>
Total Revenues	<u>131,000</u>	<u>131,000</u>	<u>101,177</u>	<u>(29,823)</u>
Expenditures:				
Public Safety	<u>138,000</u>	<u>138,000</u>	<u>85,003</u>	<u>52,997</u>
Total Expenditures	<u>138,000</u>	<u>138,000</u>	<u>85,003</u>	<u>52,997</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(7,000)</u>	<u>(7,000)</u>	<u>16,174</u>	<u>23,174</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(7,000)</u>	<u>(7,000)</u>	<u>16,174</u>	<u>\$ 23,174</u>
Cash Balance, Beginning	<u>276,828</u>	<u>276,828</u>		
Cash Balance, Ending	<u>\$ 269,828</u>	<u>\$ 269,828</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ 16,174</u>	

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

State of New Mexico
 Roosevelt County
 Statement of Revenues and Expenditures and Changes in Fund Balance
 Budgeted to Actual - Non-GAAP
 Clerk's Fund
 For the Year Ended June 30, 2008

	<u>Clerk's Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Charges for Services	\$ 22,000	\$ 22,000	\$ 19,220	\$ (2,780)
Miscellaneous	<u>3,500</u>	<u>3,500</u>	<u>4,618</u>	<u>1,118</u>
Total Revenues	<u>25,500</u>	<u>25,500</u>	<u>23,838</u>	<u>(1,662)</u>
Expenditures:				
General Government	<u>50,000</u>	<u>50,000</u>	<u>30,498</u>	<u>19,502</u>
Total Expenditures	<u>50,000</u>	<u>50,000</u>	<u>30,498</u>	<u>19,502</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(24,500)</u>	<u>(24,500)</u>	<u>(6,660)</u>	<u>17,840</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(24,500)	(24,500)	(6,660)	<u>\$ 17,840</u>
Cash Balance, Beginning	<u>114,661</u>	<u>114,661</u>		
Cash Balance, Ending	<u>\$ 90,161</u>	<u>\$ 90,161</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ (6,660)</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
EDA Business Development Grant
For the Year Ended June 30, 2008

	EDA Business Development Grant			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 47,056	\$ 47,056	\$ -	\$ (47,056)
Miscellaneous	-	-	-	-
Total Revenues	<u>47,056</u>	<u>47,056</u>	<u>-</u>	<u>(47,056)</u>
Expenditures:				
General Government	<u>80,056</u>	<u>80,056</u>	-	<u>80,056</u>
Total Expenditures	<u>80,056</u>	<u>80,056</u>	<u>-</u>	<u>80,056</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(33,000)</u>	<u>(33,000)</u>	<u>-</u>	<u>33,000</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>	<u>-</u>
Net Other Financing Sources (Uses)	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	33,000	<u>\$ 33,000</u>
Cash Balance, Beginning	<u>-</u>	<u>-</u>		
Cash Balance, Ending	<u>\$ -</u>	<u>\$ -</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	
(Increase) decrease in accounts payable			-	
Increase (decrease) in Fund Balance			<u>\$ 33,000</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Misdemeanor Probation Fund
For the Year Ended June 30, 2008

Misdemeanor Probation Fund				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 37,000	\$ 37,000	\$ 36,441	\$ (559)
Miscellaneous	-	-	-	-
Total Revenues	<u>37,000</u>	<u>37,000</u>	<u>36,441</u>	<u>(559)</u>
Expenditures:				
General Government	35,500	35,500	34,619	881
Total Expenditures	<u>35,500</u>	<u>35,500</u>	<u>34,619</u>	<u>881</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,500</u>	<u>1,500</u>	<u>1,822</u>	<u>322</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	1,500	1,500	1,822	<u>\$ 322</u>
Cash Balance, Beginning	<u>19,753</u>	<u>19,753</u>		
Cash Balance, Ending	<u>\$ 21,253</u>	<u>\$ 21,253</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ 1,822</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Traffic Grants Fund
For the Year Ended June 30, 2008

Traffic Grants Fund				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 7,867	\$ 7,867	\$ 5,801	\$ (2,066)
Miscellaneous	-	-	-	-
Total Revenues	<u>7,867</u>	<u>7,867</u>	<u>5,801</u>	<u>(2,066)</u>
Expenditures:				
Public Safety	20,901	20,901	18,231	2,670
Total Expenditures	<u>20,901</u>	<u>20,901</u>	<u>18,231</u>	<u>2,670</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(13,034)</u>	<u>(13,034)</u>	<u>(12,430)</u>	<u>604</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	12,430	12,430	12,430	-
Net Other Financing Sources (Uses)	<u>12,430</u>	<u>12,430</u>	<u>12,430</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(604)</u>	<u>(604)</u>	<u>-</u>	<u>\$ 604</u>
Cash Balance, Beginning	-	-		
Cash Balance, Ending	<u>\$ (604)</u>	<u>\$ (604)</u>		
Prior Year Cash Needed to Balance Final Budget		<u>604</u>		
Adjusted Cash Balance-Ending		<u>\$ -</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	
(Increase) decrease in accounts payable			-	
Increase (decrease) in Fund Balance			<u>\$ -</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
La Casa Grant Fund
For the Year Ended June 30, 2008

	La Casa Grant Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 120,659	\$ 120,659	\$ 48,224	\$ (72,435)
Miscellaneous	-	-	-	-
Total Revenues	<u>120,659</u>	<u>120,659</u>	<u>48,224</u>	<u>(72,435)</u>
Expenditures:				
Health and Welfare	120,659	120,659	48,224	72,435
Total Expenditures	<u>120,659</u>	<u>120,659</u>	<u>48,224</u>	<u>72,435</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	-	\$ <u>-</u>
Cash Balance, Beginning	<u>-</u>	<u>-</u>		
Cash Balance, Ending	<u>\$ -</u>	<u>\$ -</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ -</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Kenna Community Center Fund
For the Year Ended June 30, 2008

Kenna Community Center Fund				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 5,008	\$ 5,008
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>5,008</u>	<u>5,008</u>
Expenditures:				
Health and Welfare	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>5,008</u>	<u>5,008</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>5,008</u>	<u>\$ 5,008</u>
Cash Balance, Beginning	<u>-</u>	<u>-</u>		
Cash Balance, Ending	<u>\$ -</u>	<u>\$ -</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ 5,008</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Milensand County Fire Fund
For the Year Ended June 30, 2008

Milensand County Fire Fund				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 6,275	\$ 6,275	\$ 26,968	\$ 20,693
Miscellaneous	-	-	-	-
Total Revenues	<u>6,275</u>	<u>6,275</u>	<u>26,968</u>	<u>20,693</u>
Expenditures:				
Public Safety	<u>32,975</u>	<u>32,975</u>	<u>27,317</u>	<u>5,658</u>
Total Expenditures	<u>32,975</u>	<u>32,975</u>	<u>27,317</u>	<u>5,658</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(26,700)</u>	<u>(26,700)</u>	<u>(349)</u>	<u>26,351</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	<u>6,700</u>	<u>6,700</u>	<u>6,700</u>	<u>-</u>
Net Other Financing Sources (Uses)	<u>6,700</u>	<u>6,700</u>	<u>6,700</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(20,000)</u>	<u>(20,000)</u>	<u>6,351</u>	<u>\$ 26,351</u>
Cash Balance, Beginning	<u>72,416</u>	<u>72,416</u>		
Cash Balance, Ending	<u>\$ 52,416</u>	<u>\$ 52,416</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ 6,351</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Milensand State Fire Fund
For the Year Ended June 30, 2008

Milensand State Fire Fund				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 47,437	\$ 47,437	\$ 130,876	\$ 83,439
Miscellaneous	-	-	9,051	9,051
Total Revenues	<u>47,437</u>	<u>47,437</u>	<u>139,927</u>	<u>92,490</u>
Expenditures:				
Public Safety	47,437	47,437	505,671	(458,234)
Total Expenditures	<u>47,437</u>	<u>47,437</u>	<u>505,671</u>	<u>(458,234)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(365,744)</u>	<u>(365,744)</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>(365,744)</u>	<u>\$ (365,744)</u>
Cash Balance, Beginning	<u>471,872</u>	<u>471,872</u>		
Cash Balance, Ending	<u>\$ 471,872</u>	<u>\$ 471,872</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ (365,744)</u>	

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

State of New Mexico
 Roosevelt County
 Statement of Revenues and Expenditures and Changes in Fund Balance
 Budgeted to Actual - Non-GAAP
 Milensand EMS Fund
 For the Year Ended June 30, 2008

	Milensand EMS Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 3,251	\$ 3,251	\$ 11,125	\$ 7,874
Miscellaneous	-	-	-	-
Total Revenues	<u>3,251</u>	<u>3,251</u>	<u>11,125</u>	<u>7,874</u>
Expenditures:				
Public Safety	<u>10,901</u>	<u>10,901</u>	<u>9,449</u>	<u>1,452</u>
Total Expenditures	<u>10,901</u>	<u>10,901</u>	<u>9,449</u>	<u>1,452</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(7,650)</u>	<u>(7,650)</u>	<u>1,676</u>	<u>9,326</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	-	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(7,650)</u>	<u>(7,650)</u>	<u>1,676</u>	<u>\$ 9,326</u>
Cash Balance, Beginning	<u>10,791</u>	<u>10,791</u>		
Cash Balance, Ending	<u>\$ 3,141</u>	<u>\$ 3,141</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	
(Increase) decrease in accounts payable			-	
Increase (decrease) in Fund Balance			<u>\$ 1,676</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Arch County Fire Fund
For the Year Ended June 30, 2008

	<u>Arch County Fire Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Intergovernmental	\$ 7,296	\$ 7,296	\$ 6,721	\$ (575)
Miscellaneous	-	-	4,298	4,298
Total Revenues	<u>7,296</u>	<u>7,296</u>	<u>11,019</u>	<u>3,723</u>
Expenditures:				
Public Safety	13,784	13,784	10,950	2,834
Total Expenditures	<u>13,784</u>	<u>13,784</u>	<u>10,950</u>	<u>2,834</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(6,488)</u>	<u>(6,488)</u>	<u>69</u>	<u>6,557</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	6,700	6,700	6,700	-
Net Other Financing Sources (Uses)	<u>6,700</u>	<u>6,700</u>	<u>6,700</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	212	212	6,769	<u>\$ 6,557</u>
Cash Balance, Beginning	<u>17,748</u>	<u>17,748</u>		
Cash Balance, Ending	<u>\$ 17,960</u>	<u>\$ 17,960</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ 6,769</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Arch State Fire Fund
For the Year Ended June 30, 2008

	Arch State Fire Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 39,058	\$ 39,058	\$ 43,628	\$ 4,570
Miscellaneous	-	-	1,835	1,835
Total Revenues	<u>39,058</u>	<u>39,058</u>	<u>45,463</u>	<u>6,405</u>
Expenditures:				
Public Safety	39,058	39,058	31,542	7,516
Total Expenditures	<u>39,058</u>	<u>39,058</u>	<u>31,542</u>	<u>7,516</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	13,921	13,921
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	-	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	13,921	<u>\$ 13,921</u>
Cash Balance, Beginning	<u>100,635</u>	<u>100,635</u>		
Cash Balance, Ending	<u>\$ 100,635</u>	<u>\$ 100,635</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ 13,921</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Arch EMS Fund
For the Year Ended June 30, 2008

	Arch EMS Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Intergovernmental	\$ 11,125	\$ 11,125	\$ 8,149	\$ (2,976)
Miscellaneous	-	-	-	-
Total Revenues	<u>11,125</u>	<u>11,125</u>	<u>8,149</u>	<u>(2,976)</u>
Expenditures:				
Public Safety	11,125	11,125	5,816	5,309
Total Expenditures	<u>11,125</u>	<u>11,125</u>	<u>5,816</u>	<u>5,309</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>2,333</u>	<u>2,333</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	2,333	<u>\$ 2,333</u>
Cash Balance, Beginning	<u>5,392</u>	<u>5,392</u>		
Cash Balance, Ending	<u>\$ 5,392</u>	<u>\$ 5,392</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables			-	-
(Increase) decrease in accounts payable			-	-
Increase (decrease) in Fund Balance			<u>\$ 2,333</u>	

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

State of New Mexico
Roosevelt County
Statement of Revenues and Expenditures and Changes in Fund Balance
Budgeted to Actual - Non-GAAP
Reappraisal Fund
For the Year Ended June 30, 2008

	<u>Reappraisal Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Taxes	\$ 47,000	\$ 47,000	\$ 55,821	\$ 8,821
Miscellaneous	6,000	6,000	16,178	10,178
Total Revenues	<u>53,000</u>	<u>53,000</u>	<u>71,999</u>	<u>18,999</u>
Expenditures:				
General Government Fund	47,000	47,000	806	46,194
Total Expenditures	<u>47,000</u>	<u>47,000</u>	<u>806</u>	<u>46,194</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>6,000</u>	<u>6,000</u>	<u>71,193</u>	<u>65,193</u>
Other Financing Sources (Uses)				
Transfers In (Out), Net	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	6,000	6,000	71,193	<u>\$ 65,193</u>
Cash Balance, Beginning	<u>320,663</u>	<u>320,663</u>		
Cash Balance, Ending	<u>\$ 326,663</u>	<u>\$ 326,663</u>		
Adjustments to conform with GAAP:				
Increase (decrease) in receivables				-
(Increase) decrease in accounts payable				-
Increase (decrease) in Fund Balance			<u>\$ 71,193</u>	

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

Other Supplemental Information

State of New Mexico
Roosevelt County
Combining Statement of Changes in Assets and Liabilities-
All Agency Funds
For the Year Ended June 30, 2008

	Balance 6/30/2007	Adds	Deductions	Balance 6/30/2008
Assets:				
Cash	\$ 302,605	\$ 2,630,855	\$ 2,746,995	\$ 186,465
Taxes Receivable	199,719	2,428,194	2,430,644	197,269
Total Assets	<u>\$ 502,324</u>	<u>\$ 5,059,049</u>	<u>\$ 5,177,639</u>	<u>\$ 383,734</u>

Liabilities:

	Balance 6/30/2007	Deductions	Adds	Balance 6/30/2008
School Districts				
Portales Schools	\$ -	\$ 1,597,637	\$ 1,597,637	\$ -
Texico Schools	-	97,729	97,729	-
Floyd Schools	-	32,397	32,397	-
Melrose Schools	-	2,376	2,376	-
Dora School	-	89,291	89,291	-
House Schools	-	8,174	8,174	-
Elida Schools	-	75,317	75,317	-
	-	-	-	-
Municipalities				
City of Portales	-	254,139	254,139	-
Town of Elida	-	2,113	2,113	-
Village of Floyd	-	802	802	-
Village of Dora	-	931	931	-
Village of Causey	-	975	975	-
	-	-	-	-
Other				
Border SWCD	-	-	-	-
Children's Trust	35	2,595	2,630	-
State Levy	-	458,152	458,152	-
State Cost	-	900	900	-
Roosevelt County	10,289	-	4,605	5,684
Dentention Trust	5,616	-	4,680	936
Taxes Paid in Advance/Protest	286,665	7,327	114,147	179,845
Due to Other Governments	199,719	2,428,194	2,430,644	197,269
Total Liabilities	<u>\$ 502,324</u>	<u>\$ 5,059,049</u>	<u>\$ 5,177,639</u>	<u>\$ 383,734</u>

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

State of New Mexico
Roosevelt County
Reconciliation of Property Tax Rolls
For the Year Ended June 30, 2008

Uncollected Taxes, July 1, 2007	\$	594,413
Net Taxes charged to Treasurer for current year		5,555,695
Adjustments		(21,709)
Current Year Tax Collections		<u>(5,582,105)</u>
Uncollected Taxes June 30, 2008	\$	<u>546,294</u>

Detail of Taxes distributed by Agency:

Schedule of Receivables -Delinquent Property Tax By Year

1998	\$	215
1999		771
2000		830
2001		2,010
2002		21,637
2003		3,509
2004		1,672
2005		10,444
2006		101,157
2007		<u>404,049</u>
Total	\$	<u>546,294</u>

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

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

	Taxes Levied	Taxes Levied	Collected in Current Yr	Collected to-date	Distributed in Current Yr	Distributed to date	To Date Amt uncollectible	County receivable at year-end
Roosevelt Co.								
1998	\$	1,133,208	\$ -	\$ 1,129,034	\$ -	\$ 1,129,034	\$ 4,081	\$ 93
1999		1,157,941	-	1,154,282	-	1,154,282	3,347	312
2000		1,217,893	-	1,216,695	-	1,216,695	857	341
2001		1,272,981	-	1,269,736	-	1,269,736	2,584	661
2002		1,394,435	10,096	1,380,313	10,096	1,380,313	1,653	12,469
2003		1,483,791	323	1,465,685	323	1,465,685	16,792	1,314
2004		1,540,456	38,586	1,542,091	38,586	1,542,091	(2,544)	909
2005		2,076,938	68,700	2,083,039	68,700	2,083,039	(11,604)	5,503
2006		2,507,963	100,499	2,303,799	100,499	2,303,799	148,736	55,428
2006		<u>2,581,067</u>	<u>2,688,030</u>	<u>2,688,030</u>	<u>2,688,030</u>	<u>2,688,030</u>	<u>(353,714)</u>	<u>246,751</u>
TOTAL	\$	16,366,673	\$ 2,906,234	\$ 16,232,704	\$ 2,906,234	\$ 16,232,704	\$ (189,812)	\$ 323,781
Re-appraisal								
1997	\$	29,060	\$ -	\$ 28,934	\$ -	\$ 28,934	\$ 124	\$ 2
1998		31,912	-	31,810	-	31,810	94	8
1999		26,126	-	26,097	-	26,097	21	8
2000		38,793	-	38,692	-	38,692	81	20
2001		37,234	212	36,982	212	36,982	36	216
2002		40,991	8	40,843	8	40,843	113	35
2003		41,938	781	42,309	781	42,309	(388)	17
2004		48,469	1,337	48,810	1,337	48,810	(445)	104
2005		51,244	1,941	50,111	141	50,111	121	1,012
2006		<u>55,557</u>	<u>51,542</u>	<u>51,542</u>	<u>51,542</u>	<u>51,542</u>	<u>(25)</u>	<u>4,040</u>
TOTAL	\$	401,324	\$ 55,821	\$ 396,130	\$ 54,021	\$ 396,130	\$ (268)	\$ 5,462

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

City Portales 575	Taxes Levied	Collected in current yr	Collected to-date	Distributed in Current Year	Distributed to Date	To Date Amount Uncollectible	Receivable at Year End
1998	\$ 188,583	\$ -	\$ 188,575	\$ -	\$ 188,575	\$ -	\$ 8
1999	197,238	-	197,230	-	197,230	1	7
2000	216,689	-	216,658	-	216,658	31	-
2001	228,945	-	228,863	-	228,893	52	-
2002	235,532	28	235,379	28	235,379	146	7
2003	236,935	54	234,484	54	234,484	2,444	7
2004	255,794	434	255,361	434	255,381	356	77
2005	276,990	2,603	274,202	2,603	274,202	2,402	386
2006	289,658	5,779	267,837	5,779	267,837	18,085	3,736
2007	308,000	245,241	245,241	245,241	245,241	51,470	11,289
TOTAL	\$ 2,434,364	\$ 254,139	\$ 2,343,830	\$ 254,139	\$ 2,343,880	\$ 74,987	\$ 15,517
T-Elida-576							
1998	\$ 1,564	\$ -	\$ 1,564	\$ -	\$ 1,564	\$ -	\$ -
1999	1,688	-	1,688	-	1,688	-	-
2000	1,768	-	1,766	-	1,766	2	-
2001	1,753	-	1,752	-	1,752	1	-
2002	1,784	-	1,786	-	1,786	(2)	-
2003	1,829	1	1,811	1	1,811	18	-
2004	1,858	1	1,889	1	1,889	(31)	-
2005	1,981	5	2,053	5	2,053	(77)	5
2006	2,276	61	2,235	61	2,235	27	14
2007	2,475	2,045	2,045	2,045	2,045	388	42
TOTAL	\$ 18,976	\$ 2,113	\$ 18,589	\$ 2,113	\$ 18,589	\$ 326	\$ 61
V-Floyd-577							
1998	\$ 786	\$ -	\$ 786	\$ -	\$ 786	\$ -	\$ -
1999	789	-	789	-	789	-	-
2000	808	-	808	-	808	-	-
2001	826	-	826	-	826	-	-
2002	847	-	846	-	846	1	-
2003	881	-	874	-	874	7	-
2004	929	-	920	-	920	9	-
2005	944	-	933	-	933	11	-
2006	995	10	942	10	942	51	2
2007	1,042	792	792	792	792	231	19
TOTAL	\$ 8,847	\$ 802	\$ 8,516	\$ 802	\$ 8,516	\$ 310	\$ 21

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

Village of Dora 578	Taxes Levied	Collected current yr	Collected to-date	Distributed in Current Year	Distributed to Date	To Date Amount Uncollectible	Receivable at Year End
1998	\$ 725	\$ -	\$ 698	\$ -	\$ 698	\$ 27	\$ -
1999	722	-	722	-	722	-	-
2000	750	-	750	-	750	-	-
2001	776	-	776	-	776	-	-
2002	803	-	803	-	803	-	-
2003	808	-	842	-	842	(34)	-
2004	826	19	817	19	817	9	-
2005	902	34	876	34	876	19	7
2006	1,010	45	914	45	914	87	9
2007	1,102	834	834	834	834	241	27
TOTAL	\$ 8,424	\$ 932	\$ 8,032	\$ 932	\$ 8,032	\$ 349	\$ 43
V-Causey-579							
1998	336	-	313	-	313	23	-
1999	1,105	-	1,105	-	1,105	-	-
2000	1,280	-	1,272	-	1,272	8	-
2001	1,306	-	1,306	-	1,306	-	-
2002	1,145	-	1,149	-	1,149	(4)	-
2003	1,078	-	1,065	-	1,065	13	-
2004	1,104	-	1,112	-	1,112	(8)	-
2005	1,150	47	650	47	650	498	2
2006	1,207	50	632	50	632	134	441
2007	1,267	878	878	878	878	(194)	583
TOTAL	\$ 10,978	\$ 975	\$ 9,482	\$ 975	\$ 9,482	\$ 470	\$ 1,026
BSWC							
1998	\$ 538	\$ -	\$ 538	\$ -	\$ 538	\$ -	\$ -
1999	539	-	539	-	539	-	-
2000	537	-	537	-	537	-	-
2001	537	-	537	-	537	-	-
2002	537	-	537	-	537	-	-
2003	538	-	532	-	532	6	-
2004	538	-	538	-	538	-	-
2005	538	-	532	4	532	6	-
2006	537	7	530	7	530	6	1
2007	-	-	-	-	-	-	-
TOTAL	\$ 4,839	\$ 7	\$ 4,820	\$ 11	\$ 4,820	\$ 18	\$ 1

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

Schools	Taxes Levied	Collected current yr	Collected to date	Distributed in Current Year	Distributed to Date	To Date Amount Uncollectible	Receivable at Year End
Portales-701							
1998	\$ 1,198,737	\$ -	\$ 1,194,416	\$ -	\$ 1,194,416	\$ 4,225	\$ 96
1999	1,263,332	-	1,259,679	-	1,259,679	3,557	96
2000	1,272,526	-	1,272,338	-	1,272,338	119	69
2001	1,516,351	-	1,513,324	-	1,513,324	2,949	78
2002	1,379,164	5,524	1,386,299	5,524	1,386,299	(9,700)	2,565
2003	1,552,228	339	1,536,517	339	1,536,517	15,487	224
2004	1,735,012	14,136	1,733,154	14,136	1,733,154	1,269	589
2005	1,766,029	29,254	1,750,677	29,254	1,750,677	12,013	3,339
2006	1,796,468	43,929	1,666,166	43,929	1,666,166	101,122	29,180
2007	1,859,270	1,504,455	1,504,455	1,504,455	1,504,455	272,090	82,725
TOTAL	\$ 15,339,117	\$ 1,597,637	\$ 14,817,025	\$ 1,597,637	\$ 14,817,025	\$ 403,131	\$ 118,961
Elida-811							
1998	\$ 21,899	\$ -	\$ 21,897	\$ -	\$ 21,897	\$ 2	\$ -
1999	22,395	-	22,311	-	22,311	26	58
2000	22,601	-	22,504	-	22,504	29	68
2001	81,993	-	81,346	-	81,346	127	520
2002	100,991	-	100,078	-	100,078	171	742
2003	76,161	12	74,532	12	74,532	904	725
2004	69,800	4,475	69,108	4,475	69,108	679	13
2005	64,787	3,468	67,540	3,468	67,540	(2,789)	36
2006	66,750	2,889	63,257	2,889	63,257	3,281	212
2007	73,079	64,483	64,483	64,483	64,483	8,028	568
TOTAL	\$ 600,456	\$ 75,327	\$ 587,056	\$ 75,327	\$ 587,056	\$ 10,458	\$ 2,942
Floyd -705							
1998	\$ 21,219	\$ -	\$ 21,219	\$ -	\$ 21,219	\$ -	\$ -
1999	21,272	-	21,272	-	21,272	-	-
2000	24,436	-	24,438	-	24,438	1	-
2001	25,790	-	25,730	-	25,730	60	-
2002	25,496	-	25,414	-	25,414	82	-
2003	28,588	11	28,258	11	28,258	329	1
2004	29,706	1,412	29,080	1,412	29,080	625	1
2005	34,357	1,165	30,831	1,165	30,831	525	1
2006	33,059	1,211	31,181	1,211	31,181	1,804	74
2007	35,627	28,598	28,598	28,598	28,598	5,103	1,926
TOTAL	\$ 279,550	\$ 32,397	\$ 266,021	\$ 32,397	\$ 266,021	\$ 8,529	\$ 2,003

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

Schools	Taxes Levied	Collected in Current Yr	Collected to date	Distributed in current year	Distributed to Date	To Date Amount Uncollectible	Receivable at Year End
Dora-739							
1998	\$ 34,627	\$ -	\$ 34,626	\$ -	\$ 34,626	\$ -	\$ 1
1999	37,079	-	37,077	-	37,077	-	2
2000	37,543	-	37,323	-	37,323	218	2
2001	36,669	-	36,666	-	36,666	1	2
2002	36,364	180	33,930	180	33,930	319	2,115
2003	108,277	-	112,566	-	112,566	(4,294)	5
2004	113,630	8,969	105,858	8,969	105,858	7,764	8
2005	107,476	11,948	106,392	11,948	106,392	1,035	49
2006	77,129	4,990	70,771	4,990	70,771	3,784	2,574
2007	94,802	63,204	63,204	63,204	63,204	13,694	17,904
TOTAL	\$ 683,596	\$ 89,291	\$ 638,413	\$ 89,291	\$ 638,413	\$ 22,521	\$ 22,662
Texico-703							
1998	\$ 25,583	\$ -	\$ 23,881	\$ -	\$ 23,881	\$ 1,702	\$ -
1999	38,369	-	38,369	-	38,369	-	-
2000	52,240	-	49,195	-	49,195	3,045	-
2001	61,975	-	61,975	-	61,975	-	-
2002	73,877	3,909	73,877	3,909	73,877	-	-
2003	90,452	-	89,212	-	89,212	1,240	-
2004	76,507	3,480	75,572	3,480	75,572	935	-
2005	89,824	3,348	89,696	3,348	89,696	128	-
2006	92,527	9,789	87,965	9,789	87,965	4,427	135
2007	96,782	77,203	78,176	77,203	77,203	9,691	9,888
TOTAL	\$ 698,136	\$ 97,729	\$ 667,918	\$ 97,729	\$ 666,945	\$ 21,168	\$ 10,023
Melrose-709							
1998	\$ 8,454	\$ -	\$ 8,454	\$ -	\$ 8,454	\$ -	\$ -
1999	8,724	-	8,724	-	8,724	-	-
2000	9,511	-	9,496	-	9,496	15	-
2001	10,000	-	9,732	-	9,732	268	-
2002	9,878	-	9,878	-	9,878	-	-
2003	11,088	-	10,873	-	10,873	215	-
2004	5,833	-	7,836	-	7,836	(2,003)	-
2005	7,511	-	7,435	-	7,435	76	-
2006	2,831	-	2,710	-	2,710	119	2
2007	2,768	2,376	2,376	2,376	2,376	381	11
TOTAL	\$ 76,598	\$ 2,376	\$ 77,514	\$ 2,376	\$ 77,514	\$ (929)	\$ 13

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

School House-774	Taxes Levied	Collected in Current Year	Collected to-date	Distributed in Current Year	Distributed to Date	To Date Amount Uncollectible	Receivable at Year End
1998	\$ 15,904	\$ -	\$ 15,745	\$ -	\$ 15,745	\$ 159	\$ -
1999	18,497	-	18,497	-	18,497	-	-
2000	20,726	-	20,726	-	20,726	-	-
2001	21,061	-	21,061	-	21,061	-	-
2002	19,487	-	19,487	-	19,487	-	-
2003	22,344	-	22,121	-	22,121	223	-
2004	16,989	-	18,506	-	18,506	(1,517)	-
2005	6,933	-	8,265	-	8,265	(1,332)	-
2006	8,330	-	7,990	-	7,990	340	-
2007	8,952	8,171	8,171	8,171	8,171	781	-
TOTAL	\$ 159,223	\$ 8,171	\$ 160,569	\$ 8,171	\$ 160,569	\$ (1,346)	\$ -
St Levy-591							
1998	\$ 243,706	\$ -	\$ 243,048	\$ -	\$ 243,048	\$ 643	\$ 15
1999	261,610	-	260,992	-	260,992	568	50
2000	282,087	-	281,855	-	281,855	178	54
2001	334,147	-	333,450	-	333,450	581	116
2002	221,957	1,284	220,124	1,284	220,124	493	1,340
2003	307,750	59	306,714	59	306,714	860	176
2004	213,227	4,294	212,147	4,294	212,147	1,023	57
2005	266,835	7,261	265,887	7,261	265,887	560	388
2006	301,267	10,296	280,573	10,296	280,573	16,313	4,381
2007	303,083	243,104	243,104	243,104	243,104	42,561	17,418
TOTAL	\$ 2,735,669	\$ 266,298	\$ 2,647,894	\$ 266,298	\$ 2,647,894	\$ 63,780	\$ 23,995
Cattle-592							
1998	\$ 29,663	\$ -	\$ 27,301	\$ -	\$ 27,301	\$ 2,362	\$ -
1999	34,218	-	33,884	-	33,884	96	238
2000	49,209	-	48,816	-	48,816	105	288
2001	43,116	-	41,553	-	41,553	950	613
2002	41,180	-	40,284	-	40,284	125	771
2003	44,118	-	42,617	-	42,617	479	1,022
2004	44,794	22	44,209	22	44,209	585	-
2005	45,441	-	44,777	-	44,777	636	28
2006	50,153	430	48,974	430	48,974	655	524
2007	52,475	50,238	50,238	50,238	50,238	539	1,698
TOTAL	\$ 434,367	\$ 50,690	\$ 422,653	\$ 50,690	\$ 422,653	\$ 6,532	\$ 5,182

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

Sheep & Goats-593	Taxes Levied	Collected current year	Collected to date	Distributed in Current Year	Distributed to Date	To Date Amount Uncollectible	Receivable at Year End
1998	\$ 120	\$ -	120	\$ -	120	\$ -	\$ -
1999	43	-	43	-	43	-	-
2000	70	-	69	-	69	1	-
2001	74	-	70	-	70	4	-
2002	83	-	82	-	82	1	-
2003	51	-	51	-	51	-	-
2004	66	-	65	-	65	1	-
2005	131	-	130	-	130	1	-
2006	140	-	136	-	136	2	2
2007	123	119	119	119	119	2	2
TOTAL	\$ 901	\$ 119	\$ 885	\$ 119	\$ 885	\$ 12	\$ 4
Equines-594							
1998	\$ 1,437	\$ -	1,309	\$ -	1,309	\$ 128	\$ -
1999	1,244	-	1,192	-	1,192	52	-
2000	1,701	-	1,696	-	1,696	5	-
2001	1,604	-	1,587	-	1,587	17	-
2002	1,488	-	1,482	-	1,482	6	-
2003	1,638	-	1,630	-	1,630	8	-
2004	1,991	33	2,024	33	2,024	(33)	-
2005	1,993	17	2,026	17	2,026	(38)	5
2006	2,240	26	2,063	26	2,063	26	151
2007	2,318	1,957	1,957	1,957	1,957	24	337
TOTAL	\$ 17,654	\$ 2,033	\$ 16,966	\$ 2,033	\$ 16,966	\$ 145	\$ 493
D-Cattle -595							
1998	\$ 21,438	\$ -	20,391	\$ -	20,391	\$ 1,047	\$ -
1999	34,419	-	32,570	-	32,570	1,849	-
2000	46,503	-	46,068	-	46,068	435	-
2001	67,470	-	66,648	-	66,648	822	-
2002	74,541	-	73,080	-	73,080	48	1,413
2003	87,477	-	86,427	-	86,427	1,050	-
2004	84,676	1,596	83,784	1,596	83,784	892	-
2005	99,085	4,015	95,768	4,015	95,768	2,726	591
2006	126,876	12,140	122,325	12,140	122,325	1,272	3,279
2007	131,394	121,260	121,260	121,260	121,260	1,314	8,820
TOTAL	\$ 773,879	\$ 139,011	\$ 748,321	\$ 139,011	\$ 748,321	\$ 8,869	\$ 14,103

State of New Mexico
Roosevelt County
Property Tax Schedule
June 30, 2008

Year	Taxes Levied	Collected in Curr Yr	TOTALS				To-Date Amt uncol	Receivable year-end
			Collected to-date	Distributed in Curr Yr	Distributed to-date			
1998	\$ 2,948,527	\$ -	\$ 2,933,915	\$ -	\$ 2,933,915	\$ 14,395	\$ 217	
1999	3,101,224	-	3,090,965	-	3,090,965	9,481	778	
2000	3,258,881	-	3,253,005	-	3,253,005	5,038	838	
2001	3,707,374	-	3,696,947	-	3,696,947	8,397	2,030	
2002	3,619,589	21,021	3,593,328	21,021	3,593,328	4,407	21,854	
2003	4,056,032	799	4,016,446	799	4,016,446	36,042	3,544	
2004	4,193,788	77,457	4,183,325	77,457	4,183,325	8,765	1,698	
2005	4,846,856	131,865	4,827,721	131,865	4,827,721	8,586	10,549	
2006	5,361,282	192,154	4,960,820	192,154	4,960,820	298,294	102,168	
2007	<u>5,555,695</u>	<u>5,102,988</u>	<u>5,102,988</u>	<u>5,102,988</u>	<u>5,102,988</u>	<u>50,089</u>	<u>402,618</u>	
Total	<u>\$ 40,649,248</u>	<u>\$ 5,526,284</u>	<u>\$ 39,659,460</u>	<u>\$ 5,526,284</u>	<u>\$ 39,659,460</u>	<u>\$ 443,494</u>	<u>\$ 546,294</u>	

State of New Mexico
Roosevelt County
Schedule of Deposits and Pledged Collateral Under State Requirements
June 30, 2008

Financial Institution	Account Name	Account Type	Reconciled Balance	O/S Deposits Balance	O/G Checks Balance	Balance Not On Deposit 06-30-08	FDIC or Other Insurance	Inured By FDIC	Required Collateral	FMV of Collateral	Pledged Over/Short
NM Bank and Trust	Roosevelt County Roosevelt County	CD	\$ 125,000	\$ -	\$ -	\$ 125,000	\$ 100,000	\$ 150,000	\$ 75,000	\$ 350,000	\$ 275,000
		CD	125,000	-	-	125,000	-	-	-	-	-
			250,000	-	-	250,000	-	-	-	-	-
Bank of Albuquerque/NMST	Roosevelt Co Miliensand VFD	Debt Service	278,494	-	-	278,494	-	-	-	-	-
		Debt Service	23,221	-	-	23,221	-	-	-	-	-
			301,715	-	-	301,715	-	-	-	-	-
Wells Fargo	Roosevelt County Roosevelt County	Ckg	182,029	-	-	182,029	-	-	-	-	-
		CD	250,000	-	-	250,000	-	-	-	-	-
			432,029	-	-	432,029	-	-	-	-	-
Wells Fargo Brokerage	Roosevelt County Roosevelt County	Bond	98,902	-	-	98,902	-	-	-	-	-
		Bond	99,818	-	-	99,818	-	-	-	-	-
			199,720	-	-	199,720	-	-	-	-	-
First Community Bank	Roosevelt County Roosevelt County	CD	500,000	-	-	500,000	-	-	-	-	-
		CD	500,000	-	-	500,000	-	-	-	-	-
			1,000,000	-	-	1,000,000	-	-	-	-	-
New Mexico State Treasurer	Roosevelt County Arch VFD Miliensand VFD Roosevelt County	Inv	2,643,620	-	-	2,643,620	-	-	-	-	-
		Inv	44,443	-	-	44,443	-	-	-	-	-
		Debt Service	4,298	-	-	4,298	-	-	-	-	-
		Debt Service	4,149	-	-	4,149	-	-	-	-	-
			2,696,510	-	-	2,696,510	-	-	-	-	-
Pontales National Bank	Roosevelt County Roosevelt County Roosevelt County Roosevelt County	Checking	45,103	-	-	45,103	-	-	-	-	-
		Checking	5,684	-	-	5,684	-	-	-	-	-
		Checking	935	-	-	935	-	-	-	-	-
		Checking	817,381	15,394	373,124	1,175,111	-	-	-	-	-
		Checking	869,103	-	-	869,103	-	-	-	-	-
Total Cash on Deposit		5,749,077			\$ 6,106,807	\$ 3,196,510	\$ 2,408,862	\$ 1,204,431	\$ 3,195,604	\$ 1,991,173	
Petty Cash		200									
Total Cash		\$ 5,749,277									
Pledged Collateral											
Description	Custodian	Par	Market Value	SK Rec #	Maturity	SK Rec #					
New Mexico Bank and Trust											
San Juan Co CO	FHLB Dallas	\$ 350,000	\$ 350,000	11234556	8/15/2006	796359GD1					
Wells Fargo											
WFBS/WFBNW	WFBNW	\$ 769,445	\$ 778,281		5/1/1936	021011 31410SA80					
First Community Bank											
FHR2772KP	FHLB Dallas	\$ 438,893	\$ 432,055	112229643	6/15/2022	31394XJL1					
FHR2772KP	FHLB Dallas	252,595	288,037	112260501	6/15/2022	31394XJL1					
FNR 2003.64 YA	FHLB Dallas	248,244	231,833	112260805	5/25/2023	31393DKW0					
		\$ 979,732	\$ 951,925								
Portales National Bank											
US T-Note	Tex Ind Bank	250,000	251,367	070207005	8/31/2008	912828FR6					
FHLB Noncall FR	Tex Ind Bank	100,000	102,000	0705140044	7/31/2067	3133XFLG9					
FHLB Noncall FR	Tex Ind Bank	500,000	512,031	0705240009	6/8/2012	3133XKSK2					
Torrance County Schools	Tex Ind Bank	250,000	250,000	0103260003	7/1/2010	891400HU0					
		\$ 1,100,000	\$ 1,115,398								

DAN AUSTIN CPA, PC
700 MECHEM DRIVE STE 15
RUIDOSO, NM 88345

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

Hector H. Balderas, State Auditor
The Citizens and County Commissioners
Roosevelt County
Portales, New Mexico

We have audited the financial statements of the governmental activities, each major fund, the budgetary comparisons for the general fund and major special revenue fund, and the aggregate remaining fund information of Roosevelt County as of and for the year ended June 30, 2008, which collectively comprise Roosevelt County's basic financial statements and have issued our report thereon dated December 18, 2008. We have also audited the financial statements of each of the County's Nonmajor governmental funds and all the budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents, and have issued our report thereon dated December 18, 2008. We conducted the audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the agency's internal control. We consider the deficiencies described in the accompanying schedule of finding and responses as

items 07-1, 07-2, 08-1 and 08-3 to be significant deficiencies in internal control over financial reporting.

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

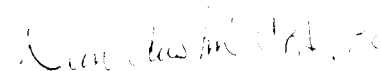
Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. However, of the significant deficiencies described above, we consider item 08-1 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roosevelt County, New Mexico's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 07-1, 07-2, 08-1, and 08-2.

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

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


December 18, 2008

State of New Mexico
Roosevelt County
Schedule of Audit Findings, Other Disclosures and Exit conference
June 30, 2008

RESOLUTION OF PRIOR YEAR FINDINGS

07-1 Budget Report Preparation-Repeated
07-2 Budget Compliance-Repeated
07-3 Data Processing Physical Security-Resolved

CURRENT YEAR FINDINGS

07-1 Budget Report Preparation

Condition: Budget reports prepared by management failed to include all funds and accurate reporting of interfund transfers.

Criteria: Budget reports in compliance with (6-3-1 to 6-3-25 NMSA 1978) should be prepared to monitor revenues and expenditures to determine compliance with budget statutes.

Effect: Incomplete budget reports

Cause: Oversight by the Management

Recommendation: Review procedures used to monitor and repair various budget reports.

Response: Management will include all NMFA loan transactions/funds in the budget and financial reports. Management is unsure as to which interfund transfers were non-compliant with budget statutes as all transfers were approved by DFA, however more oversight will occur in the future.

07-2 Budget Compliance

Condition: The General Fund-Administration was over expended \$520,250, The Bond Acquisition Fund was over expended \$181,902, The Debt Service Fund was over expended \$407,427, the Milensand State Fire Fund was over expended \$458,234, the Indigent Fund was over expended \$70,437, in noncompliance with budgets statutes. Two funds final budget expenditures exceeded budgeted revenues and cash on hand resulting in deficit budgets. The amounts were \$136,195 in the Road Fund and \$604 in the Traffic Grants Fund.

Criteria: Budget reports in compliance with (6-3-1 to 6-3-25 NMSA 1978) should be prepared to monitor revenues and expenditures to determine compliance with budget statutes.

Effect: Non-compliance with Budget Compliance Statutes resulting inability to calculate budget variances from the approved budget by NM Department of Finance and Administration.

Cause: Lack of management oversight resulting of budget accounting resulting in noncompliance.

Recommendation: Monitor budget expenditures and amended budgets to assure compliance with budget statutes.

Response: The Bond Acquisition Fund, Debt Service Fund, Milensand State Fire fund over expenditures were the result of the journal entries created by the auditor to account for the NMFA loans. Management and Treasurer were unaware the journal entries were necessary and did not account for the transactions. Those transactions relating to NMFA loans will occur in the future.

**State of New Mexico
Roosevelt County
Schedule of Audit Findings, Other Disclosures and Exit conference
June 30, 2008**

Year-end adjustments for the General fund and Indigent were completed and approved by the Department of Finance and Administration. Management is not sure what over expenditures the auditor is referring to, but in order to alleviate a finding in the future, more oversight will occur.

08-1 Unrecorded Transactions/Budgetary Approval/Budgetary Compliance

Condition: The County entered into loan agreements with the New Mexico Finance Authority to fund improvements to the County Court House and purchase fire equipment. Cash accounts were established to intercept funds for debt service. The transactions to receive loan proceeds, intercept funds, record interest income and record the debt service payments were not entered into the books and budget reports of the County. The Authority's budgets were not amended resulting in an over expenditure of capital outlay and debt service line items when adjustments were made for these omissions.

Criteria: All cash transactions are to be recorded into the books of record and monitored for budgetary compliance.

Effect: Inaccurate financial and budgetary reports and violation of NMSA 6-6-3 which requires all books and records to be prepared in a prescribed method by the Department of Finance, Local Government Division

Cause: Oversight

Recommendation: Develop procedures between all County Departments to insure that all transactions that are not processed through the Authority's bank accounts are entered into the accounting system.

Response: Management and Treasurer have developed procedures to account for all transactions relating to loan intercepts.

08-2 Late Audit Report

Condition: The audit report was not delivered to the Office of the State Auditor by the November 15, 2008 deadline. The report was delivered on April 8, 2009.

Criteria: State Audit Rule requires submission of the audit by November 15, 2008

Effect: Noncompliance with the State Audit Rule.

Cause: Audit procedures noted unrecorded transactions that resulted in the delay in completion of the audit.

Recommendation: Complete audit timely.

Response: County staff compiled requested information for the auditor to the best of their ability and in a timely fashion.

**State of New Mexico
Roosevelt County
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June 30, 2008**

08-3 Financial Statement Preparation

Condition: The County staff does not have the training or technical experience needed to prepare the financial statements for audit.

Criteria: SAS 112 and SAO Rule 2.2.2.8 J (4) requires the Auditor to assess the technical capability of County Staff to prepare the County's financial statements.

Effect: The County relies and contracts with the IPA in the SAO prepared contract to prepare and audit the District's financial statements.

Cause: Lack of technical financial training of the staff and financial concerning in retaining or contractors to prepare the financial statements.

Recommendation: Review SAO Rule and SAS 112 requirements and determine if the District can resolve the issue.

Response: The County will pursue recommendation and determine solution.

FINANCIAL STATEMENT PREPARATION

Although it would be preferable and desirable for the County to prepare its own GAAP-based financial statements, it is felt that the County's personnel have neither the time nor the expertise to prepare them. Therefore the outside auditor prepared the GAAP-basis financial statements and footnotes to inclusion in the annual audit report, however, the responsibility for the content of the report remains with County management

EXIT CONFERENCE

On March 17, 2009 an exit conference was held at the Roosevelt County Courthouse in closed session.. Present were Commission Chairman, David Sanders, Commissioners, Bill Cathey, Gene Creighton, Paul Grider, Jake Lopez, County Manager, Charlene Hardin, County Treasurer, Mickie Williams, Depty Treasurer Nancy Belcher and auditor Dan Austin, CPA. The audit and related comments were discussed, as well as other suggestions for improvements in the internal control structure and financial reporting.