

**STATE OF NEW MEXICO
ROOSEVELT COUNTY**

Audit Report

For the Year Ended June 30, 2010

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
Melrose, New Mexico

STATE OF NEW MEXICO
Roosevelt County

Official Roster
For the year ended June 30, 2010

NAME

TITLE

Elected Officials:

David Sanders	Commission Chairman
Bill Cathey	Commissioner
Dennis Lopez	Commissioner
Gene Creighton	Commissioner
Paul Grider	Commissioner
Mickey Williams	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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INDEPENDENT AUDITOR'S REPORT

Hector Balderas, State Auditor
And the Board of County Commissioners
Roosevelt County
Portales, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Roosevelt County, as of and for the year ended June 30, 2010, which collectively comprise the Roosevelt County's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the Roosevelt County's nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, 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 the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 statements presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2010, and the respective changes in financial position and the budgetary comparisons for the 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 County as of June 30, 2010 and the respective changes in financial position, and the respective budgetary comparisons for the nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 4, 2010, on our consideration of Roosevelt County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards, and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on page 3 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financials statements and the combining and individual fund financial statements, and budgetary comparisons. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects, in relation to the basic financial statements taken as a whole.



Ronny Fouts, CPA
Melrose, New Mexico
November 4, 2010

Roosevelt County
State of New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2010

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, 2010. 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 \$ 10,464,617. Of this amount, \$ 5,591,198 (unrestricted assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The County's total net assets decreased \$ 1,027,438 for the fiscal year 2010 as which is contributed to depreciation expense.
- At the close of the fiscal year, the County's governmental funds reported a combined ending fund balance of \$ 5,792,025 a decrease of \$ 464,900 from the previous fiscal year.
- At the end of the fiscal year, unreserved fund balance for the general fund was \$ 4,247,256 and represents 74% of total General Fund expenditures.

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

Roosevelt County
State of New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2010

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

Roosevelt County
State of New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2010

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

Table 1 provides a summary of the County's net assets for 2009 compared to 2010.

Table 1

Roosevelt County
State of New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2010

Net Assets		
	Governmental Activities	
	2009	2010
Assets		
Cash and Cash Equivalents	\$ 5,991,394	\$ 5,623,728
Delinquent Property Tax Receivable	207,127	324,962
Interest Receivable	21,637	15,569
Due from other Governments	243,894	62,265
Capital Assets, Net	<u>8,689,465</u>	<u>7,816,908</u>
Total Assets	\$ 15,153,517	\$ 13,843,432
Liabilities		
Accrued Interest Payable	\$ 22,948	\$ 21,574
Non-Current Due within one year	270,736	271,721
Non-Current Due in more than 1 yr	<u>3,367,778</u>	<u>3,085,520</u>
Total Liabilities	\$ 3,661,462	\$ 3,134,266
Net Assets		
Invested in Capital Assets, net of Related Debt	5,136,881	4,517,874
Restricted for Debt Service	153,327	217,888
Restricted for Capital Projects	173,201	137,657
Unrestricted	<u>6,028,646</u>	<u>5,591,198</u>
Total Net Assets	\$ 11,492,055	\$ 10,464,617

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 \$ 10,464,617 as of June 30, 2010. 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.

Roosevelt County
State of New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2010

The County's net assets changed by \$1,027,438 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

Property taxes and Gross Receipts were the County's largest revenue accounting for \$5,503,193 for general purposes and \$543,964 for Roads.

The County's charges for services made up \$58,777 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.

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, 2010, the County's governmental funds reported a combined ending fund balance of \$ 5,792,025, a decrease of \$ 464,900 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 2010, the fund balance was \$ 4,247,256. This balance represents a decrease of \$ 420,983.

Roosevelt County
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Management's Discussion and Analysis
For the Year Ended June 30, 2010

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.

Capital Assets

The County's investment in capital assets for its governmental as of June 30, 2010 amounts to \$7,816,908. This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, and roads.

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 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

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Management's Discussion and Analysis
For the Year Ended June 30, 2010

addressed to the Roosevelt County Auditor, 109 West First Street, 4th Floor, Portales,
New Mexico, 88130.

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 STATEMENT OF NET ASSETS
 June 30, 2010

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 5,623,728
Delinquent Property Taxes Receivable	324,962
Interest Receivable	15,569
Due from Other Governments	62,265
Non-Current:	
Capital Assets, Net	<u>7,816,908</u>
Total Assets	<u>\$ 13,843,432</u>
LIABILITIES	
Accrued Interest Payable	\$ 21,574
Noncurrent Liabilities:	
Due within one year	271,721
Due in more than one year	<u>3,085,520</u>
Total Liabilities	<u>3,378,815</u>
NET ASSETS	
Invested in Capital Assets, net of Related Debt	4,517,874
Restricted for Debt Service	217,888
Restricted for Capital Projects	137,657
Unrestricted	<u>5,591,198</u>
Total Net Assets	<u>\$ 10,464,617</u>

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2010

Functions/Programs	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grant and Contributions	Revenue and Changes in Net Assets
Primary Government:					Primary Governmental Activities
Governmental Activities:					
General Government	\$ 3,760,683	\$ 111,124	\$ -	\$ -	\$ (3,649,559)
Public Safety	3,233,883	-	513,915	-	(2,719,968)
Highways and Roads	2,771,697	-	596,766	-	(2,174,931)
Health	746,204	-	-	-	(746,204)
Culture and Recreation	140,865	-	-	-	(140,865)
Interest Expense	139,374	-	-	-	(139,374)
Total Governmental Activities	\$ 10,792,706	\$ 111,124	\$ 1,110,681	\$ -	(9,570,901)
General Revenues:					
Property Taxes:					
General Purposes					
Roads					
Debt Service					
Grants and Contributions Not Restricted to Specific Programs					
Miscellaneous Income					
Total General Revenues					
Change in Net Assets					
Net Assets - Beginning					
Net Assets - Ending					

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Balance Sheet
 Governmental Funds
 June 30, 2010

	General Fund	Road Fund	Debt Service Fund	Bond Acquisition Fund	Debt Service Fund Courthouse Renovation	Other Governmental Funds	Total Governmental Funds
ASSETS							
Pooled Cash and Investments	\$ 4,129,216	\$ -	\$ 36,612	\$ 137,657	\$ 181,276	\$ 1,138,967	\$ 5,623,728
Receivables:							
Delinquent Property Taxes	321,042	-	-	-	-	3,920	324,962
Interest Receivable	15,569						15,569
Due from Other Governments	14,308	47,957	-	-	-	-	62,265
Total Assets	\$ 4,480,135	\$ 47,957	\$ 36,612	\$ 137,657	\$ 181,276	\$ 1,142,887	\$ 6,026,524
LIABILITIES AND FUND BALANCE							
Liabilities:							
Deferred Revenue:							
Federal, State, & Local Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Delinquent Property Taxes	232,879	-	-	-	-	1,620	234,499
Total Liabilities	232,879	-	-	-	-	1,620	234,499
Fund Balance:							
Reserved:							
Reserved for Debt Service	-	-	36,612	-	181,276	-	217,888
Reserved for Capital Outlay				137,657			137,657
Unreserved:							
Design for Subsequent Years' Expenditures							
General Fund	4,247,256	-	-	-	-	-	4,247,256
Special Revenue Funds	-	47,957				1,141,267	1,189,224
Total Fund Balance	4,247,256	47,957	36,612	137,657	181,276	1,141,267	5,792,025
Total Liabilities and Fund Balance	\$ 4,480,135	\$ 47,957	\$ 36,612	\$ 137,657	\$ 181,276	\$ 1,142,887	\$ 6,026,524

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Reconciliation of the Balance Sheet - All
 Governmental funds to the
 Statement of Net Assets
 June 30, 2010

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

Net Assets - Total Governmental Funds	\$ 5,792,025
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	7,816,908
Interest payable on GO Bond debt is not recorded as liability on the governmental funds	(21,574)
Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.	234,499
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.	<u>(3,357,241)</u>
Net assets of governmental activities	<u>\$ 10,464,617</u>

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Governmental Funds
 For Year Ended June 30, 2010

	General Fund	Road Fund	Debt Service Fund	Bond Acquisition Fund	Debt Service Fund Courthouse Renovation	Other Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 5,503,193	\$ 543,964	\$ 281,599	\$ -	\$ 76,492	\$ 728,065	\$ 7,133,313
Licenses and Permits	52,347	-	-	-	-	-	52,347
Intergovernmental	513,915	696,766	-	-	-	543,474	1,754,155
Charges for Services	42,605	-	-	-	-	16,172	58,777
Miscellaneous	439,138	9,159	-	30	122	94,861	543,310
Total Revenue	\$ 6,551,198	\$ 1,249,889	\$ 281,599	\$ 30	\$ 76,614	\$ 1,382,572	\$ 9,541,902
Expenditures							
Current:							
General Government	2,938,607	-	-	-	649	174,525	3,113,781
Public Safety	2,589,643	-	-	-	-	644,240	3,233,883
Highways and Roads	-	2,339,937	-	-	-	-	2,339,937
Health	47,119	-	-	-	-	699,085	746,204
Culture and Recreation	140,865	-	-	-	-	-	140,865
Debt Service - Principal	-	-	130,000	-	61,887	61,663	253,550
Interest	-	-	125,505	-	7,995	7,248	140,748
Capital Outlay	-	-	-	35,574	142,808	-	178,382
Total Expenditures	\$ 5,716,234	\$ 2,339,937	\$ 255,505	\$ 35,574	\$ 213,339	\$ 1,586,761	\$ 10,147,350
Revenues (Over) Under Expenditures	834,964	(1,090,048)	26,094	(35,544)	(136,725)	(204,189)	(605,448)
Other Financing Sources (Uses)							
Proceeds of bonds issued	-	-	-	-	318,001	101,312	1,565,050
Transfers in	25,746	1,119,991	-	-	-	-	(1,565,050)
Transfers out	(1,281,693)	-	(283,357)	-	-	-	-
Total Other Financing Sources (Uses)	(1,255,947)	1,119,991	(283,357)	-	318,001	101,312	-
Net Change in Fund Balances	(420,983)	29,943	(257,263)	(35,544)	181,276	(102,877)	(605,448)
Fund Balance at beginning of year	4,668,239	18,014	153,327	173,201	-	1,244,144	6,256,925
Adjustment	-	-	140,548	-	-	-	140,548
Fund Balance at beginning of year	4,668,239	18,014	293,875	173,201	-	1,244,144	6,397,473
Fund Balance at end of year	\$ 4,247,256	\$ 47,957	\$ 36,612	\$ 137,657	\$ 181,276	\$ 1,141,267	\$ 5,792,025

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balance - All Governmental Funds
 to the Statement of Activities
 For the Year Ended June 30, 2009

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

Net Change - Total Governmental Funds	\$ (605,448)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current year.</p>	
Depreciation Expense	(1,317,709)
Capital Outlay	445,152
Property tax revenue deferred in the governmental funds	30,964
Repayment of the principal of long-term debt consumes the current financial resources of governmental funds	394,298
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>25,305</u>
Change in net assets of governmental activities	<u>\$ (1,027,438)</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)
 General Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 5,502,492	\$ 5,502,492	\$ 5,415,030	\$ (87,462)
Licenses & Permits	54,400	54,400	52,347	(2,053)
Intergovernmental	691,685	691,685	521,244	(170,441)
Law Enforcement	25,000	25,000	42,605	17,605
Miscellaneous	359,770	359,770	445,206	85,436
Total Revenues	<u>6,633,347</u>	<u>6,633,347</u>	<u>6,476,432</u>	<u>(156,915)</u>
Expenditures:				
Administration	\$ 3,594,193	\$ 3,594,193	\$ 1,761,800	\$ 1,832,393
Chief Administration	244,215	244,215	223,066	21,149
Maintenance	156,641	156,641	128,193	28,448
Clerk	281,564	281,564	269,430	12,134
Bureau of Elections	60,067	60,067	25,469	34,598
Assessor	314,816	314,816	297,961	16,855
Treasurer	145,919	145,919	140,657	5,262
Sheriff	1,218,438	1,218,438	1,204,196	14,242
Indigent Claims Administration	47,322	47,322	47,119	203
Rural Addressing	78,487	78,487	78,133	354
Probate Judge	14,827	14,827	13,898	929
Fairgrounds Maintenance	254,981	254,981	140,865	114,116
Detention Center	1,541,984	1,541,984	1,385,447	156,537
Total Expenditures	<u>7,953,454</u>	<u>7,953,454</u>	<u>5,716,234</u>	<u>2,237,220</u>
Excess (deficiency) of revenues over expenditures	(1,320,107)	(1,320,107)	760,198	2,080,305
Other Financing Sources (Uses)				
Transfers In	25,746	25,746	25,746	-
Transfers Out	(2,313,379)	(2,313,379)	(1,281,693)	(1,031,686)
Excess (deficiency) of revenues over Expenditures & Other Uses	1,019,018	(3,607,740)	(495,749)	3,111,991
Beginning Cash Balance Budgeted	4,420,722	4,420,722	-	(4,420,722)
Fund Balance at beginning of year	-	-	4,668,239	4,668,239
Fund balance at end of year	<u>\$ 5,439,740</u>	<u>\$ 812,982</u>	4,172,490	<u>\$ 3,359,508</u>

RECONCILIATION TO GAAP BASIS:

Changes in Receivables	\$ 117,507
Change in Due from Other Governments	(7,329)
Changes in Interest Accrual	(6,068)
Change in Deferred Property Taxes	(29,344)
	<u>\$ 4,247,256</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, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 556,000	\$ 556,000	\$ 543,964	\$ (12,036)
Intergovernmental	1,505,579	1,505,579	666,823	(838,756)
Miscellaneous	-	-	9,159	9,159
Total Revenues	<u>2,061,579</u>	<u>2,061,579</u>	<u>1,219,946</u>	<u>(841,633)</u>
Expenditures:				
Highways & Streets	<u>3,195,061</u>	<u>3,195,061</u>	<u>2,339,937</u>	<u>855,124</u>
Total Expenditures	<u>3,195,061</u>	<u>3,195,061</u>	<u>2,339,937</u>	<u>855,124</u>
Excess (deficiency) of revenues over expenditures	(1,133,482)	(1,133,482)	(1,119,991)	13,491
Other Financing Sources (Uses)				
Transfers In	1,133,482	1,133,482	1,119,991	(13,491)
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	-	-
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	<u>18,014</u>	<u>18,014</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>18,014</u>	<u>\$ 18,014</u>
RECONCILIATION TO GAAP				
Changes in Due from other governments			<u>29,943</u>	
			<u>\$ 47,957</u>	

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Statement of Fiduciary Assets and Liabilities
 June 30, 2010

<u>ASSETS</u>	<u>Agency Funds</u>
Pooled Cash and Investments	\$ 8,079
Taxes Receivable	229,067
Total	<u>\$ 237,146</u>
<u>LIABILITIES AND FUND BALANCE</u>	
Liabilities:	
Due to Others	<u>\$ 237,146</u>

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2010

I. 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 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.

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2010

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.

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 Fund.

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

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 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

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ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2010

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.

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:

Grand 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

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2010

based on the expenditures recorded. Grants are usually revocable only for failure to comply with prescribed compliance requirements.

Expenditures are recorded when the related fun 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 managements 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 and expenses 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 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.

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Notes to Financial Statements
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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 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 asset is expected to meet service demands. Straight-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 another 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;

STATE OF NEW MEXICO
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Notes to Financial Statements
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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 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 certificates of deposit 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.

STATE OF NEW MEXICO
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Notes to Financial Statements
June 30, 2010

As of June 30, 2010, the County had \$4,154,513 on deposit with the New Mexico State Treasurer which is not subject to collateral requirements.

As of June 30, 2010, the book balance of deposits in local banks of the County was \$1,477,094 and the bank balance was \$2,043,713. Of the bank balance, \$896,788 was covered by federal depository insurance. Of the remaining balance of \$ 1,146,925, all was collateralized with securities held by the pledging financial institutions.

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, 2010, \$0 of the County's bank balance of \$1,638,367 was exposed to custodial credit risk as follows:

Uninsured with Collateral held by the pledging banks	
Trust Department not in County's name	\$ <u>0</u>
Total	\$ <u>0</u>

State Treasurer Investment Pool

The County has \$4,154,513 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 States 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, 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 43-day WAM.

3. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance 6/30/09	Add	Del	Balance 6/30/10
Capital assets not being depreciated:				
Land	\$ 76,920			\$ 76,920
Total assets not being depreciated	<u>76,920</u>			<u>76,920</u>
Capital assets being depreciated:				
Buildings and Improvements	\$ 13,314,839	\$	\$	13,314,839
Improvements - Infrastructure	21,587,999			21,587,999

STATE OF NEW MEXICO
ROOSEVELT COUNTY
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Machinery and Equipment	6,737,515	445,152	7,182,667
Construction in Progress			
	<u>41,640,353</u>	<u>445,152</u>	<u>42,085,505</u>
Less accumulated depreciation for:			
Buildings and Improvements	(9,369,066)	(218,863)	(9,587,929)
Improvements - Infrastructure	(18,552,928)	(431,760)	(18,984,688)
Machinery and Equipment	(5,105,814)	(667,086)	(5,772,900)
Construction in Progress	-	-	-
	<u>(33,027,808)</u>	<u>(1,317,709)</u>	<u>(34,345,517)</u>
Total Capital Assets Being Depreciated, Net	\$ 8,612,545	\$ (872,557)	\$ 7,739,988
Governmental Activities Capital Assets, Net	\$ 8,689,465	\$ (872,557)	\$ 7,816,908

Depreciation expense was charged to the following functions:

General Government	\$ 885,949
Public Safety	431,760
Highways and Roads	
Total Depreciation	<u>\$1,317,709</u>

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.

5. LONG-TERM DEBT

Long-term debt outstanding as of June 30, 2010 is as follows:

The annual requirements to amortize debt is as follows:

	6/30/09	Additions	(Reductions)	6/30/2010
Gross Receipts Tax Revenue Bond Series 2006 Due 6/1-26, Detention Center, Interest Rates 3.75-4.35%	\$ 3,035,000	\$	\$130,000	\$ 2,905,000
Note Payable to New Mexico Finance				

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Interest Rates 3.14-3.48%	257,974		61,663	196,311
Note Payable to New Mexico Finance Authority, Due 5/1/2013 Roosevelt County Court House Renovation Interest Rates 3.14-3.48%				
	259,610		61,887	197,723
	\$ 3,552,584	\$	253,550	\$ 3,299,034

Total Outstanding

Year Ending June 30	Principal		Interest
2011	257,330	\$	132,324
2012	266,278		123,743
2013	280,426		114,445
2014	150,000		104,555
2015	155,000		98,555
2016-2020	875,000		390,374
2021-2025	1,070,000		193,089
2026-2030	245,000		10,658
Total	\$ 3,299,034	\$	1,167,743

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

Changes in long-term debt and other liabilities:

June 30, 2010, the following changes occurred in long-term debt and other liabilities:

	Balance 6/30/08	Adds	Deletions	Balance 6/30/10	Due in 1 Year
Government Activities:					
Total Bonds & Notes Payable	\$3,552,584		253,550	3,299,034	257,330
Compensated Absences	73,972	58,207	73,972	58,207	14,391
	\$3,871,465	58,207	327,522	3,357,241	271,721

Amount of compensated absences due in one year is \$ 14,391. The funds used to liquidate compensated absences are the General Fund and the Road Fund.

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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 Employee 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, PO Box 2123, Santa Fe, New Mexico 87502-2123.

Funding Policy — Plan members are required to contribute 9.15% of their gross salary. Roosevelt County District is required to contribute 9.15% 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, 2010, 2009, and 2008 were: \$285,102, \$271,026, and \$299,013 respectively, equal to the amount of the required contribution for the year.

A. Post-Retirement Health Care Benefits

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

Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf, unless that person retired on or July 1, 1995, in which event the time period for contributions becomes the time between July 1, 1990, and the date of retirement; or 2) retirees defined by the Act who retired prior to July 1, 1990; and former legislators who served at least two years.

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each

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The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary.

Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

Roosevelt County's contributions to the RHCA for the years ended June 30, 2010, 2009, and 2008 were 52,785, \$49,856, and \$47,673, respectively, which equal the required contributions for each year.

7. FUND TRANSFERS

Transfers to/from other funds at June 30, 2010 consist of the following:

Government Activities:	Transfer Out	Transfer In
General Fund	\$ 1,281,693	\$ 25,746
Road Fund		119,991
Predatory Animal		31,376
Indigent		25,746
Milnesand Fire fund		30,790
Milnesand County Fire Fund		6,700
Arch County Fire Fund		6,700
Debt Service Fund	283,357	
Courthouse Renovation		318,001
	<u>\$ 1,565,050</u>	<u>\$ 1,565,050</u>

Transfers are considered normal recurring transfers for operating purposes.

9. DUE FROM GOVERNMENTS

Due from governments consists of gross receipts due from the New Mexico Taxation and Revenue in the amount of \$62,265. Due to the general fund was \$14,308 and the road fund was \$47,957.

10. The accompanying financial statements reflect adjustments resulting from a restatement of beginning fund balance of the Debt Service Fund as of June 30, 2009, as follows:

Increase in fund balance of the Debt Service Fund for reserve funds held by the NMFA to pay for bonds payable of the county. These funds were not shown on the previous financial statements as of June 30, 2009. The increase of \$140,548 has been added to the beginning balance of \$153,327 and the restated balance is \$293,875.

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual (Non-GAAP)
 Debt Service Fund - 405
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 255,505	\$ 255,505	\$ 281,599	\$ 26,094
Miscellaneous	-	-	-	-
Total Revenues	<u>255,505</u>	<u>255,505</u>	<u>281,599</u>	<u>26,094</u>
Expenditures:				
Debt Service Interest	130,000	130,000	130,000	-
Debt Service Principal	125,505	125,505	125,505	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>255,505</u>	<u>255,505</u>	<u>255,505</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	26,094	26,094
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out			283,357	(283,357)
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	(257,263)	(257,263)
Beginning Cash Balance Budgeted	10,459	10,459	-	(10,459)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>293,875</u>	<u>293,875</u>
Fund balance at end of year	<u>\$ 10,459</u>	<u>\$ 10,459</u>	36,612	<u>\$ 26,153</u>
RECONCILIATION TO GAAP BASIS:				
Changes in Due from other governments			<u>-</u>	
			<u>\$ 36,612</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)
 Bond Acquisition Fund
 For the Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Miscellaneous	29	29	30	1
Total Revenues	<u>29</u>	<u>29</u>	<u>30</u>	<u>1</u>
Expenditures:				
Capital Outlay	<u>35,574</u>	<u>35,574</u>	<u>35,574</u>	<u>-</u>
Total Expenditures	<u>35,574</u>	<u>35,574</u>	<u>35,574</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(35,545)	(35,545)	(35,544)	1
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(35,545)	(35,545)	(35,544)	
Beginning Cash Balance Budgeted	173,201	173,201		(173,201)
Fund Balance at beginning of year			<u>173,201</u>	<u>173,201</u>
Fund balance at end of year	<u>\$ 102,111</u>	<u>\$ 102,111</u>	<u>137,657</u>	<u>\$ 1</u>
RECONCILIATION TO GAAP				
Change in due from other governments			<u>-</u>	
			<u>\$ 137,657</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)
 Debt Service Fund - Courthouse Renovation
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 131,126	\$ 131,126	\$ 76,492	\$ (54,634)
Miscellaneous	1,672	1,672	122	(1,550)
Total Revenues	<u>132,798</u>	<u>132,798</u>	<u>76,614</u>	<u>(56,184)</u>
Expenditures:				
Debt Service Admin Fee	649	1,448	649	799
Debt Service Interest	7,995	17,807	7,995	9,812
Debt Service Principal	61,887	121,883	61,887	59,996
Capital Outlay	142,808	142,808	142,808	-
Total Expenditures	<u>213,339</u>	<u>283,946</u>	<u>213,339</u>	<u>69,808</u>
Excess (deficiency) of revenues over expenditures	(80,541)	(151,148)	(136,725)	13,624
Other Financing Sources (Uses)				
Transfers In	318,001	318,001	318,001	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	237,460	166,853	181,276	348,129
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ 237,460</u>	<u>\$ 166,853</u>	181,276	<u>\$ 348,129</u>
RECONCILIATION TO GAAP BASIS:				
Changes in Due from other governments			-	
			<u>\$ 181,276</u>	

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Combining Balance Sheet
 Non Major Funds
 June 30, 2010

	Predatory Animal Control	Indigent Fund	Milnesand County Fire/DMS Fund
<u>ASSETS</u>			
Pooled Cash and Investments		\$ -	\$ 87,221
Receivables:			
Delinquent Property Taxes	-	-	-
Due from other Governments	-	-	-
Total Assets	\$ -	\$ -	\$ 87,221
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Cash Overdraft	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-
Deferred Revenue:			
Federal, State, & Local Grants	-	-	-
Delinquent Property Taxes	-	-	-
Total Liabilities	-	-	-
Fund Balance:			
Unreserved:			
Designated for subsequent years' expenditures		-	87,221
Undesignated	-	-	-
Total Fund Balance	-	-	87,221
Total Liabilities & Fund Balance	\$ -	\$ -	\$ 87,221

The accompanying notes are an integral part of these financial statements

Milnesand Fire Fund	Milnesand EMS Fund	Arch County Fire/EMS Fund	Arch Fire Protection Fund	Arch EMS Fund	Law Enforcement Fund	Correction Fee Fund
\$ 251,338	\$ 11,381	\$ 110,578	\$ 1,498	\$ 8,211	\$ 6,146	\$ 271,362
-	-	-	-	-	-	-
\$ 251,338	\$ 11,381	\$ 110,578	\$ 1,498	\$ 8,211	\$ 6,146	\$ 271,362
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
251,338	11,381	110,478	1,498	8,211	6,146	271,362
-	-	-	-	-	-	-
251,338	11,381	110,478	1,498	8,211	6,146	271,362
\$ 251,338	\$ 11,381	\$ 110,478	\$ 1,498	\$ 8,211	\$ 6,146	\$ 271,362

ents.

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Combining Balance Sheet
 Non Major Funds
 June 30, 2010

	War Memorial	County Clerk's Fees	EDA Grant	Misdemeanor Probation	Traffic Grant
ASSETS					
Pooled Cash and Investments	\$ 7,715	\$ 54,369		\$ 25,086	\$ 2,769
Receivables:					
Delinquent Property Taxes	-		-	-	-
Due from other Governments	-	-	-	-	-
Total Assets	\$ 7,715	\$ 54,369	\$ -	\$ 25,086	\$ 2,769
LIABILITIES AND FUND BALANCE					
Liabilities:					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-
Deferred Revenue:					
Federal, State, & Local Grants	-	-	-	-	-
Delinquent Property Taxes	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Fund Balance:					
Unreserved:					
Designated for subsequent years' expenditures	7,715	54,369		25,186	2,769
Undesignated	-	-	-	-	-
Total Fund Balance	7,715	54,369	-	25,186	2,769
Total Liabilities & Fund Balance	\$ 7,715	\$ 54,369	\$ -	\$ 25,186	\$ 2,769

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

Sheriffs Evidence	Kenna Community	Reappraisal	Total Nonmajor Special Revenue Funds
\$ 2,404	\$ 5,008	\$ 293,881	\$ 1,138,967
-	-	3,920	3,920
-	-	-	-
<u>\$ 2,404</u>	<u>\$ 5,008</u>	<u>\$ 297,801</u>	<u>\$ 1,142,887</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	1,620	1,620
-	-	1,620	1,620
2,404	5,008	296,181	1,141,267
-	-	-	-
<u>2,404</u>	<u>5,008</u>	<u>296,181</u>	<u>1,141,267</u>
<u>\$ 2,404</u>	<u>\$ 5,008</u>	<u>\$ 297,801</u>	<u>\$ 1,142,887</u>

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
 Non Major Funds
 June 30, 2010

	Predatory Animal Control	Indigent fund	Milesand County Fire/EMS Fund	Milesand Fire Fund	Milesand EMS Fund	Arch County Fire/EMS Fund	Arch Fire Protection Fund
Revenues:							
Intergovernmental Revenues	\$ 624	\$ -	\$ -	\$ 151,948	\$ 7,087	\$ 200,000	\$ 51,636
Taxes	-	663,138	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	13,477	65	-	3,260	74
Total Revenue	\$ 624	\$ 663,138	\$ 13,477	\$ 152,013	\$ 7,087	\$ 203,260	\$ 51,710
Expenditures:							
Current:							
General Government	-	-	-	-	-	-	-
Public Safety	32,000	-	5,858	2,500	6,633	125,474	175,042
Highways and Roads	-	-	-	-	-	-	-
Health	-	699,085	-	-	-	-	-
Debt Service - Principal	-	-	-	61,663	-	-	-
Interest	-	-	-	7,248	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total Expenditures	32,000	699,085	5,858	71,411	6,633	125,474	175,042
Revenues Over (Under) Expenditures	(31,376)	(35,947)	7,619	80,602	454	77,786	(123,332)
Other Financing Sources (Uses)							
Transfers In	31,376	25,746	6,700	30,790	-	6,700	-
Transfers Out	-	-	-	-	-	-	-
Net Change in Fund Balances	-	(10,201)	14,319	111,392	454	84,486	(123,332)
Fund Balance at beginning of the year	-	10,201	72,902	139,946	10,927	26,092	124,830
Fund Balance at end of the year	\$ -	\$ -	\$ 87,221	\$ 251,338	\$ 11,381	\$ 110,578	\$ 1,498

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

Arch EMS Fund	Law Enforcement Fund	Correction Fee Fund	War Memorial	Clerk's Fees	Misdemeanor Probation	Traffic Grant	Sheriff's Evidence	Kenna Community	Reappraisal	Total Non Major Funds
\$ 7,036	\$ 28,400	\$ 70,739	\$ 1,565	\$ -		\$ 24,439	\$ -	\$ -	\$ -	\$ 543,474
-	-	-	-	16,172	-	-	-	-	64,927	728,065
-	-	33,899	-	709	39,331	-	8	-	4,038	94,861
\$ 7,036	\$ 28,400	\$ 104,638	\$ 1,565	\$ 16,881	\$ 39,331	\$ 24,439	\$ 8	\$ -	\$ 68,965	1,382,572
-	-	-	-	-	37,365	-	-	-	137,160	174,525
6,670	30,348	207,079	-	24,475	-	28,161	-	-	-	644,240
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	699,085
-	-	-	-	-	-	-	-	-	-	61,663
-	-	-	-	-	-	-	-	-	-	7,248
-	-	-	-	-	-	-	-	-	-	-
6,670	30,348	207,079	-	24,475	37,365	28,161	-	-	137,160	1,586,761
366	(1,948)	(102,441)	1,565	(7,594)	1,966	(3,722)	8	-	(68,195)	(204,189)
-	-	-	-	-	-	-	-	-	-	101,312
-	-	-	-	-	-	-	-	-	-	-
366	(1,948)	(102,441)	1,565	(7,594)	1,966	(3,722)	8	-	(68,195)	(102,877)
7,845	8,094	373,803	6,150	61,963	23,120	6,491	2,396	5,008	364,376	1,244,144
\$ 8,211	\$ 6,146	\$ 271,362	\$ 7,715	\$ 54,369	\$ 25,086	\$ 2,769	\$ 2,404	\$ 5,008	\$ 296,181	\$ 1,141,267

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual (Non-GAAP)
 Predatory Animal Control
 For the Year Ended June 30, 2010

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	636	636	624	(12)
Miscellaneous	-	-	-	-
<u>Total Revenues</u>	<u>636</u>	<u>636</u>	<u>624</u>	<u>(12)</u>
Expenditures:				
Farm & Range	<u>32,000</u>	<u>32,000</u>	<u>32,000</u>	<u>-</u>
<u>Total Expenditures</u>	<u>32,000</u>	<u>32,000</u>	<u>32,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(31,364)	(31,364)	(31,376)	(12)
Other Financing Sources (Uses)				
Transfers In	31,364	31,364	31,376	12
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	-	-
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>\$ -</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)
 Indigent Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Indigent	\$ 829,082	\$ 829,082	\$ 663,138	\$ (165,944)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>829,082</u>	<u>829,082</u>	<u>663,138</u>	<u>(165,944)</u>
Expenditures:				
Administration	25,746	25,746	25,746	-
Indigent Claims Admin	<u>829,082</u>	<u>829,082</u>	<u>673,339</u>	<u>155,743</u>
Total Expenditures	<u>854,828</u>	<u>854,828</u>	<u>699,085</u>	<u>155,743</u>
Excess (deficiency) of revenues over expenditures	(25,746)	(25,746)	(35,947)	(10,201)
Other Financing Sources (Uses)				
Transfers In	25,746	25,746	25,746	
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	(10,201)	(10,201)
Beginning Cash Balance Budgeted	10,201	10,201	-	(10,201)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>10,201</u>	<u>10,201</u>
Fund balance at end of year	<u>\$ 10,201</u>	<u>\$ 10,201</u>	<u>-</u>	<u>\$ (10,201)</u>
RECONCILIATION TO GAAP				
Change in due from other governments			<u>-</u>	
			<u>\$ -</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)
 Milnesand County Fire/EMS Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	13,477	13,477
Total Revenues	-	-	13,477	13,477
Expenditures:				
County Fire/EMS	6,700	6,700	5,858	842
Total Expenditures	6,700	6,700	5,858	842
Excess (deficiency) of revenues over expenditures	(6,700)	(6,700)	7,619	14,319
Other Financing Sources (Uses)				
Transfers In	6,700	6,700	6,700	
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	14,319	14,319
Beginning Cash Balance Budgeted	72,902	72,902	-	(72,902)
Fund Balance at beginning of year	-	-	72,902	72,902
Fund balance at end of year	<u>\$ 72,902</u>	<u>\$ 72,902</u>	87,221	<u>\$ 14,319</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			-	
			<u>\$ 87,221</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)
Milnesand Fire Fund
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 154,902	\$ 154,902	\$ 151,948	\$ (2,954)
Miscellaneous	-	-	65	65
Total Revenues	<u>154,902</u>	<u>154,902</u>	<u>152,013</u>	<u>(2,889)</u>
Expenditures:				
State Fire Protection	<u>155,469</u>	<u>155,469</u>	<u>71,411</u>	<u>84,058</u>
Total Expenditures	<u>155,469</u>	<u>155,469</u>	<u>71,411</u>	<u>84,058</u>
Excess (deficiency) of revenues over expenditures	(567)	(567)	80,602	81,169
Other Financing Sources (Uses)				
Transfers In	30,790	30,790	30,790	-
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	30,223	30,223	111,392	81,169
Beginning Cash Balance Budgeted	183,251	183,251		(183,251)
Fund Balance at beginning of year	-	-	<u>139,946</u>	<u>139,946</u>
Fund balance at end of year	<u>\$ 213,474</u>	<u>\$ 213,474</u>	251,338	<u>\$ 37,864</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 251,338</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)
 Milnesand EMS Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 7,200	\$ 7,200	\$ 7,087	\$ (113)
Miscellaneous	-	-	-	-
Total Revenues	<u>7,200</u>	<u>7,200</u>	<u>7,087</u>	<u>(113)</u>
Expenditures:				
State EMS	<u>6,633</u>	<u>6,633</u>	<u>6,633</u>	<u>-</u>
Total Expenditures	<u>6,633</u>	<u>6,633</u>	<u>6,633</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	567	567	454	(113)
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	567	567	454	(113)
Beginning Cash Balance Budgeted	10,927	10,927	-	(10,927)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>10,927</u>	<u>10,927</u>
Fund balance at end of year	<u>\$ 11,494</u>	<u>\$ 11,494</u>	11,381	<u>\$ (113)</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 11,381</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)
 Arch County Fire/EMS Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
Miscellaneous	-	-	3,260	3,260
Total Revenues	<u>200,000</u>	<u>200,000</u>	<u>203,260</u>	<u>3,260</u>
Expenditures:				
County Fire/EMS	<u>126,700</u>	<u>126,700</u>	<u>125,474</u>	<u>1,226</u>
Total Expenditures	<u>126,700</u>	<u>126,700</u>	<u>125,474</u>	<u>1,226</u>
Excess (deficiency) of revenues over expenditures	73,300	73,300	77,786	4,486
Other Financing Sources (Uses)				
Transfers In	6,700	6,700	6,700	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	80,000	80,000	84,486	4,486
Beginning Cash Balance Budgeted	26,092	26,092	-	(26,092)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>26,092</u>	<u>26,092</u>
Fund balance at end of year	<u>\$ 106,092</u>	<u>\$ 106,092</u>	110,578	<u>\$ 4,486</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 110,578</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)
Arch Fire Protection Fund
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 51,636	\$ 51,636	\$ 51,636	\$ -
Miscellaneous	-	-	74	74
Total Revenues	<u>51,636</u>	<u>51,636</u>	<u>51,710</u>	<u>74</u>
Expenditures:				
State Fire Protection	<u>176,466</u>	<u>176,466</u>	<u>175,042</u>	<u>1,424</u>
Total Expenditures	<u>176,466</u>	<u>176,466</u>	<u>175,042</u>	<u>1,424</u>
Excess (deficiency) of revenues over expenditures	(124,830)	(124,830)	(123,332)	1,498
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(124,830)	(124,830)	(123,332)	1,498
Beginning Cash Balance Budgeted	124,830	124,830	-	(124,830)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>124,830</u>	<u>124,830</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	1,498	<u>\$ 1,498</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 1,498</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)
 Arch EMS Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 7,036	\$ 7,036	\$ 7,036	\$ -
Miscellaneous	-	-	-	-
Total Revenues	<u>7,036</u>	<u>7,036</u>	<u>7,036</u>	<u>-</u>
Expenditures:				
Public safety	<u>7,036</u>	<u>7,036</u>	<u>6,670</u>	<u>366</u>
Total Expenditures	<u>7,036</u>	<u>7,036</u>	<u>6,670</u>	<u>366</u>
Excess (deficiency) of revenues over expenditures	-	-	366	366
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	366	366
Beginning Cash Balance Budgeted	7,845	7,845	-	(7,845)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>7,845</u>	<u>7,845</u>
Fund balance at end of year	<u>\$ 7,845</u>	<u>\$ 7,845</u>	<u>8,211</u>	<u>\$ 366</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 8,211</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)
 Law Enforcement Protection Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Law Enforcement	\$ 28,400	\$ 28,400	\$ 28,400	\$ -
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>28,400</u>	<u>28,400</u>	<u>28,400</u>	<u>-</u>
Expenditures:				
Public Safety	<u>32,120</u>	<u>32,120</u>	<u>30,348</u>	<u>1,772</u>
Total Expenditures	<u>32,120</u>	<u>32,120</u>	<u>30,348</u>	<u>1,772</u>
Excess (deficiency) of revenues over expenditures	(3,720)	(3,720)	(1,948)	1,772
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(3,720)	(3,720)	(1,948)	1,772
Beginning Cash Balance Budgeted	8,094	8,094		(8,094)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>8,094</u>	<u>8,094</u>
Fund balance at end of year	<u>\$ 4,374</u>	<u>\$ 4,374</u>	6,146	<u>\$ 1,772</u>
RECONCILIATION TO GAAP				
Changes to due from other governments			<u>-</u>	
			<u>\$ 6,146</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)
 Correction Fee Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Law Enforcement	\$ 74,300	\$ 74,300	\$ 70,739	\$ (3,561)
Intergovernmental	-	-	-	-
Miscellaneous	40,500	40,500	33,899	(6,601)
Total Revenues	<u>114,800</u>	<u>114,800</u>	<u>104,638</u>	<u>(10,162)</u>
Expenditures:				
Detention Center	<u>213,617</u>	<u>213,617</u>	<u>207,079</u>	<u>6,538</u>
Total Expenditures	<u>213,617</u>	<u>213,617</u>	<u>207,079</u>	<u>6,538</u>
Excess (deficiency) of revenues over expenditures	(98,817)	(98,817)	(102,441)	(3,624)
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(98,817)	(98,817)	(102,441)	(3,624)
Beginning Cash Balance Budgeted	373,803	373,803	-	(373,803)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>373,803</u>	<u>373,803</u>
Fund balance at end of year	<u>\$ 274,986</u>	<u>\$ 274,986</u>	271,362	<u>\$ (3,624)</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 271,362</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)
 War Memorial Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Contributions	\$ 1,565	\$ 1,565	\$ 1,565	\$ -
Miscellaneous	-	-	-	-
Total Revenues	<u>1,565</u>	<u>1,565</u>	<u>1,565</u>	<u>-</u>
Expenditures:				
Highways & Streets	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	1,565	1,565	1,565	-
Other Financing Sources (Uses)				
Transfers In	-	-	-	
Transfers Out	-	-	-	
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	1,565	1,565	1,565	
Beginning Cash Balance Budgeted	6,150	6,150		(6,150)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>6,150</u>	<u>6,150</u>
Fund balance at end of year	<u>\$ 7,715</u>	<u>\$ 7,715</u>	<u>7,715</u>	<u>\$ -</u>
RECONCILIATION TO GAAP				
Change in Receivables			<u>-</u>	
			<u>\$ 7,715</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)
 Clerk's Fees
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Licenses & Fees	\$ 25,000	\$ 25,000	\$ 16,172	\$ (8,828)
Miscellaneous	1,500	1,500	709	(791)
Total Revenues	<u>26,500</u>	<u>26,500</u>	<u>16,881</u>	<u>(9,619)</u>
Expenditures:				
Clerk	<u>30,000</u>	<u>30,000</u>	<u>24,475</u>	<u>5,525</u>
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>24,475</u>	<u>5,525</u>
Excess (deficiency) of revenues over expenditures	(3,500)	(3,500)	(7,594)	(4,094)
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(3,500)	(3,500)	(7,594)	(4,094)
Beginning Cash Balance Budgeted	61,963	61,963	-	(61,963)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>61,963</u>	<u>61,963</u>
Fund balance at end of year	<u>\$ 58,463</u>	<u>\$ 58,463</u>	<u>\$ 54,369</u>	<u>\$ (4,094)</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 54,369</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)
 Misdemeanor Probation
 For the Year Ended June 30, 2010

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Miscellaneous	37,000	37,000	39,331	2,331
Total Revenues	<u>37,000</u>	<u>37,000</u>	<u>39,331</u>	<u>2,331</u>
Expenditures:				
General Government	<u>37,365</u>	<u>37,365</u>	<u>37,365</u>	<u>-</u>
Total Expenditures	<u>37,365</u>	<u>37,365</u>	<u>37,365</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(365)	(365)	1,966	2,331
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(365)	(365)	1,966	2,331
Beginning Cash Balance Budgeted	23,120	23,120	-	(23,120)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>23,120</u>	<u>23,120</u>
Fund balance at end of year	<u>\$ 22,755</u>	<u>\$ 22,755</u>	25,086	<u>\$ 2,331</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 25,086</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)
 Traffic Grant
 For the Year Ended June 30, 2010

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Law Enforcement	\$ 27,852	\$ 27,852	\$ 24,439	\$ (3,413)
Miscellaneous	-	-	-	-
Total Revenues	<u>27,852</u>	<u>27,852</u>	<u>24,439</u>	<u>(3,413)</u>
Expenditures:				
Sheriff	<u>32,455</u>	<u>32,455</u>	<u>28,161</u>	<u>4,294</u>
Total Expenditures	<u>32,455</u>	<u>32,455</u>	<u>28,161</u>	<u>4,294</u>
Excess (deficiency) of revenues over expenditures	(4,603)	(4,603)	(3,722)	881
Other Financing Sources (Uses)				
Transfers In	-	-	-	
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(4,603)	(4,603)	(3,722)	881
Beginning Cash Balance Budgeted	6,491	6,491		(6,491)
Fund Balance at beginning of year	<u>6,491</u>	<u>6,491</u>	<u>6,491</u>	<u>6,491</u>
Fund balance at end of year	<u>\$ 1,888</u>	<u>\$ 1,888</u>	2,769	<u>\$ 881</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 2,769</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)
 Sheriff's Evidence Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Miscellaneous	-	-	8	8
Total Revenues	-	-	8	8
Expenditures:				
Public safety	-	-	-	-
Total Expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	8	8
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	8	8
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	2,396	2,396
Fund balance at end of year	\$ -	\$ -	2,404	\$ 2,404
Reconciliation to GAAP				
Change in Due from other governments			-	
			\$ 2,404	

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)
 Reappraisal Fund
 For the Year Ended June 30, 2010

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Licenses & Permits	\$ 60,000	\$ 60,000	\$ 62,627	\$ 2,627
Miscellaneous	4,200	4,200	4,038	(162)
Total Revenues	<u>64,200</u>	<u>64,200</u>	<u>66,665</u>	<u>2,465</u>
Expenditures:				
Assessor	<u>156,733</u>	<u>156,733</u>	<u>137,160</u>	<u>19,573</u>
Total Expenditures	<u>156,733</u>	<u>156,733</u>	<u>137,160</u>	<u>19,573</u>
Excess (deficiency) of revenues over expenditures	(92,533)	(92,533)	(70,495)	22,038
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(92,533)	(92,533)	(70,495)	22,038
Beginning Cash Balance Budgeted	364,376	364,376	-	(364,376)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>364,376</u>	<u>364,376</u>
Fund balance at end of year	<u>\$ 271,843</u>	<u>\$ 271,843</u>	293,881	<u>\$ 22,038</u>
RECONCILIATION TO GAAP:				
Change in Due from other governments			-	
Change in Property Taxes Receivable			328	
Change in Deferred Property Taxes			1,972	
			<u>\$ 296,181</u>	

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

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the year ended June 30, 2010

	Balance 6/30/2009	Adds	Deductions	Balance 6/30/2010
Assets:				
Cash	\$ 9,545	\$ 2,850,894	\$ 2,852,360	\$ 8,079
Taxes Receivable	152,076	785,025	708,034	229,067
Total Assets	\$ 161,621	\$ 3,635,919	\$ 3,560,394	\$ 237,146
 Liabilities:				
School Districts				
Portales Schools	\$ -	\$ 1,826,575	\$ 1,826,575	\$ -
Texico Schools	-	122,475	122,475	-
Floyd Schools	-	33,534	33,534	-
Melrose Schools	-	2,268	2,268	-
Dora Schools	-	67,627	67,627	-
House Schools	-	34,159	34,159	-
Elida Schools	-	63,664	63,664	-
Municipalities				
City of Portales	\$ -	\$ 267,656	\$ 267,656	\$ -
Town of Elida	-	2,142	2,142	-
Village of Floyd	-	905	905	-
Village of Dora	-	1,091	1,091	-
Village of Causey	-	358	358	-
Other				
Border SWCD	\$ -	\$ -	\$ -	\$ -
Children's Trust	-	2,670	2,670	-
State Levy	-	423,463	423,463	-
State Cost	-	1,880	1,880	-
Roosevelt County	4,990	-	1,121	3,869
Detention Trust	254	427	681	-
Taxes Paid in Advance/Protest	4,301	-	91	4,210
Due to Other Governments	152,076	785,025	708,034	229,067
Total Liabilities	\$ 161,621	\$ 3,635,919	\$ 3,560,394	\$ 237,146

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

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Reconciliation of Property Tax Rolls
Year Ended June 30, 2010

Uncollected Taxes, July 1, 2009	\$ 359,209
Net taxes charged to treasurer for fiscal year	6,417,133
Adjustments	40,369
Current Year Tax Collections	<u>(6,262,682)</u>
Uncollected Taxes, June 30, 2010	<u>\$ 554,029</u>

Detail of Taxes distributed by Agency:

Property taxes receivable by years:

1999	\$ 5
2000	5
2001	5
2002	5
2003	24
2004	376
2005	4,561
2006	19,846
2007	27,541
2008	109,712
2009	<u>391,949</u>
Total taxes receivable	<u>\$ 554,029</u>

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Property Tax Schedule
For the year ended June 30, 2010

Agency	Property Taxes Levied	Collected in Current Year	Collected to Date	Distributed in Current Year	Distributed to Date	Current Amount Uncollectible	To Date Amount Uncollectible	Undistributed at Year End	County Receivable at Year End
Roosevelt County:									
General advalorem									
2000-2008	16,777,254	105,243	17,172,150	105,243	17,172,150	-	(772,685)	-	88,163
2009	2,936,279	3,248,893	3,248,893	3,248,893	3,248,893	-	(545,493)	-	232,879
Total General advalorem	19,713,533	3,354,136	20,421,043	3,354,136	20,421,043	-	(1,318,178)	-	321,042
Reappraisal									
2000-2008	402,630	2,033	400,571	2,033	400,571	-	2,009	-	-
2009	64,171	60,594	60,594	60,594	60,594	-	(343)	-	3,920
Total Re-appraisal	466,801	62,627	461,165	62,627	461,165	-	1,666	-	3,920
Municipalities:									
City of Portales									
2000-2008	2,367,975	11,181	2,242,399	11,181	2,242,429	-	53,857	-	2,776
2009	335,296	256,475	256,475	256,475	256,475	-	68,943	-	9,878
Total City of Portales	2,703,271	267,656	2,498,874	267,656	2,498,904	-	122,800	-	12,654
Town of Elida									
2000-2008	18,559	37	17,611	37	17,611	-	822	-	126
2009	2,988	2,105	2,105	2,105	2,105	-	690	-	203
Total Town of Elida	21,557	2,142	19,716	2,142	19,716	-	1,512	-	329
Village of Floyd									
2000-2008	8,496	38	7,918	38	7,918	-	578	-	-
2009	1,225	867	867	867	867	-	340	-	18
Total Village of Floyd	\$ 9,721	\$ 905	\$ 8,785	\$ 905	\$ 8,785	\$ -	\$ 918	\$ -	\$ 18
Village of Dora									
2000-2008	8,174	117	7,591	117	7,591	-	561	-	22
2009	1,425	974	974	974	974	-	373	-	78
Total Village of Dora	\$ 9,599	\$ 1,091	\$ 8,565	\$ 1,091	\$ 8,565	\$ -	\$ 934	\$ -	\$ 100
Village of Causey									
2000-2008	10,867	27	10,319	27	10,319	-	415	-	69
2009	1,398	331	331	331	331	-	323	-	744
Total Village of Causey	\$ 12,265	\$ 358	\$ 10,650	\$ 358	\$ 10,650	\$ -	\$ 738	\$ -	\$ 813
BSWC									
2000-2008	3,762	-	3,744	-	3,744	-	18	-	-
2009	-	-	-	-	-	-	-	-	-
Total BSWC	\$ 3,762	\$ -	\$ 3,744	\$ -	\$ 3,744	\$ -	\$ 18	\$ -	\$ -
Schools									
Portales									
2000-2008	15,214,025	72,182	14,448,573	72,182	14,448,482	-	713,970	-	51,482
2009	2,235,369	1,754,393	1,754,393	1,754,393	1,754,393	-	399,070	-	81,906
Total Portales	\$ 17,449,394	\$ 1,826,575	\$ 16,202,966	\$ 1,826,575	\$ 16,202,855	\$ -	\$ 1,113,040	\$ -	\$ 133,388
Elida									
2000-2008	625,250	370	604,106	370	604,106	-	18,745	-	944
2009	74,377	63,295	63,296	63,295	63,295	-	9,895	-	1,187
Total Elida	\$ 699,627	\$ 63,665	\$ 667,402	\$ 63,665	\$ 667,401	\$ -	\$ 28,640	\$ -	\$ 2,131
Floyd									
2000-2008	270,139	429	256,662	429	256,662	-	13,164	-	313
2009	39,822	33,105	33,105	33,105	33,105	-	6,317	-	400
Total Floyd	\$ 309,961	\$ 33,534	\$ 289,767	\$ 33,534	\$ 289,767	\$ -	\$ 19,481	\$ -	\$ 713

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Property Tax Schedule
For the year ended June 30, 2010

Agency	Property Taxes Levied	Collected in Current Year	Collected to Date	Distributed in Current Year	Distributed to Date	Current Amount Uncollectible	To Date Amount Uncollectible	Undistributed at Year End	County Receivable at Year End
Schools (Cont'd)									
Dora									
2000-2008	699,841	1,676	657,045	1,676	657,045	-	42,099	-	697
2009	83,338	65,951	65,951	65,951	65,951	-	13,045	-	4,342
Total Dora	\$ 783,179	\$ 67,627	\$ 722,996	\$ 67,627	\$ 722,996	\$ -	\$ 55,144	\$ -	\$ 5,039
Texico									
2000-2008	789,984	918	755,444	918	755,444	-	34,303	-	237
2009	161,840	121,557	121,557	121,557	121,557	-	17,457	-	22,826
Total Texico	\$ 951,824	\$ 122,475	\$ 877,001	\$ 122,475	\$ 877,001	\$ -	\$ 51,760	\$ -	\$ 23,063
Melrose									
2000-2008	61,918	21	62,493	21	62,493	-	(576)	-	1
2009	2,829	2,247	2,247	2,247	2,247	-	3,565	-	(3,183)
Total Melrose	\$ 64,547	\$ 2,268	\$ 64,740	\$ 2,268	\$ 64,740	\$ -	\$ 2,989	\$ -	\$ (3,182)
House									
2000-2008	134,298	-	134,833	-	134,833	-	(559)	-	24
2009	37,936	34,160	34,160	34,160	34,160	-	3,565	-	211
Total House	\$ 172,234	\$ 34,160	\$ 168,993	\$ 34,160	\$ 168,993	\$ -	\$ 3,006	\$ -	\$ 235
State									
State Levy									
2000-2008	2,546,540	8,558	2,433,803	8,558	2,433,803	-	106,715	-	6,022
2009	320,411	246,050	246,050	246,050	246,050	-	51,992	-	22,369
Total State Levy	\$ 2,866,951	\$ 254,608	\$ 2,679,853	\$ 254,608	\$ 2,679,853	\$ -	\$ 158,707	\$ -	\$ 28,391
Cattle									
2000-2008	413,559	489	404,222	489	404,222	-	7,681	-	1,656
2009	41,332	39,761	39,761	39,761	39,761	-	(8)	-	1,577
Total Cattle	\$ 454,891	\$ 40,250	\$ 443,983	\$ 40,250	\$ 443,983	\$ -	\$ 7,675	\$ -	\$ 3,233
Goats									
2000-2008	803	2	784	2	784	-	15	-	4
2009	36	28	28	28	28	-	1	-	7
Total Goats	\$ 839	\$ 30	\$ 812	\$ 30	\$ 812	\$ -	\$ 16	\$ -	\$ 11
Equines									
2000-2008	14,973	11	14,680	11	14,680	-	275	-	23
2009	798	759	759	759	759	-	8	-	31
Total Equines	\$ 15,771	\$ 770	\$ 15,439	\$ 770	\$ 15,439	\$ -	\$ 283	\$ -	\$ 54
D-Cattle									
2000-2008	860,766	-	841,421	-	841,421	-	11,527	-	7,896
2009	149,723	127,805	127,805	127,805	127,805	-	3,395	-	18,523
Total D-Cattle	\$ 1,010,489	\$ 127,805	\$ 969,226	\$ 127,805	\$ 969,226	\$ -	\$ 14,922	\$ -	\$ 26,419
Totals									
2000-2008	41,229,813	203,332	40,476,369	203,332	40,476,288	-	232,934	-	160,455
2009	6,407,065	5,993,399	5,993,400	5,993,369	5,993,399	-	20,092	-	393,574
Totals	\$ 47,636,878	\$ 6,196,731	\$ 46,469,769	\$ 6,196,731	\$ 46,469,687	\$ -	\$ 253,026	\$ -	\$ 554,029

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Schedule of Individual Deposit Accounts and Investments
For the Year ended June 30, 2010

<u>Name of Depository</u>	<u>Account Name</u>	<u>Type of Account</u>	<u>Bank Balance as of 6/30/2010</u>	<u>Deposit in Transit</u>	<u>Less: Outstanding Checks</u>	<u>Reconciled Account Balance</u>
James Polk Stone	Roosevelt Co.	Checking	\$ 1,394,521	\$ -	\$ 566,619	\$ 827,902
James Polk Stone	Roosevelt Co	Checking	2,404	-	-	2,404
Wells Fargo Bank	Roosevelt Co	CD	141,442	-	-	141,442
LPL Financial	Roosevelt Co.	CD	201,702	-	-	201,702
Wells Fargo Bank	Roosevelt Co	Short Term Bnds	100,000	-	-	100,000
Bank of Albuquerque	Roosevelt Co	Checking	203,644	-	-	203,644
State Treasurer	Roosevelt Co.	Short Term Inv	4,154,513	-	-	4,154,513
Cash on Hand	Roosevelt Co.		200	-	-	200
			<u>\$ 6,198,426</u>	<u>\$ -</u>	<u>\$ 566,619</u>	<u>\$ 5,631,807</u>

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Cash Collateral Worksheet
June 30, 2010

	James Polk Stone Comm Bank		Wells Fargo		Total
	Checking	Time Accts	Accts		
Total Deposits	\$ 1,396,925	\$ -	\$ 241,442		\$ 1,638,367
FDIC Insurance	250,000	-	241,442		491,442
Uninsured deposits	1,146,925	-	-		1,146,925
50% of Insured	573,463	-	-		573,463
Total Demand & Time of the 50% Uninsured Collateral Pledged Over (Under) Pledged	573,463		-		573,463
	1,140,993		-		1,140,993
	\$ 567,531		\$ -		\$ 567,531

Held at Texas Independent Bank, Irving Tx.

Cusip #	Desc.	Sec #	Maturity	Amount
3128X3K69	FHLMC	159002460	11/15/11	159,842
3133XFJY3	FHLB	159003244	06/10/11	107,250
912828HX1	US TREAS	159010661	04/30/10	405,781
31359MA94	FNMA	159003979	04/20/10	206,625
986151BB6	PORTALES	159009541	07/01/11	261,495
				\$ 1,140,993

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

Hector Balderas, State Auditor
Roosevelt County and
Board of County Commissioners
Portales, New Mexico

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, the budgetary comparisons for the major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of Roosevelt County as of and for the year ended June 30, 2010, and have issued our report thereon dated November 4, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

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

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 county's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did consider deficiencies described in the accompanying schedule of findings and responses as item 10-1 to be a significant deficiency in internal control over financial reporting.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roosevelt County 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 disclose two instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and is described in the accompanying schedule of findings and responses as items 10-1 and 10-2.

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 management, others within the agency, the audit committee, the State Auditor, the New Mexico Legislature, Public Education Department and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Ronny Fouts, CPA". The signature is written in a cursive style with a horizontal line extending from the end.

Ronny Fouts, CPA
Melrose, New Mexico
November 4, 2010

STATE OF NEW MEXICO
Roosevelt County

Schedule of Findings and Responses
For the Year Ended June 30, 2010

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

09-1 Budget Report Preparation – Resolved
09-2 Budget Compliance - Resolved
09-3 Unrecorded Transactions /Budgetary Approval - Resolved
09-4 Late Audit Report Resolved

CURRENT YEAR FINDINGS

10-1 Lack of Proper Travel Voucher Documentation

Condition: Invoices and travel vouchers from Sheriff's Department did not contain the required documentation as to purpose, accurate accounting of days traveled, etc. and proper documentation of meals purchased.

Criteria: Travel vouchers should contain the required detail of purpose, days traveled, invoices with names of employees traveling, etc. in accordance with the state per diem act.

Effect: Improper expenditures of travel.

Cause: Non compliance by employees.

Recommendation: Review procedures used to monitor and complete travel vouchers in compliance with the regulations.

Response: Management will more closely monitor the vouchers to be sure the departments include all the required items necessary to properly support the expenditures made.

Late Audit Report 10-02

Condition

The audit report was filed by the due date of November 15, 2010, but because of changes required in the report the SAO office deemed the report to not be timely filed.

Criteria

According to the New Mexico State Auditor Rule 2.2.2.9 the audit report due date for this agency is November 15.

Cause

The report was timely filed by November 15, however, changes required by the Office of the State Auditor's office which were made after the due date of November 15, has deemed the report to be late.

Effect

The users of the financial statements such as legislators, creditors, bondholders, state and federal grantors, etc., do not have timely audit reports and financial statements for their review. Late audit report could have an effect on state and federal funding.

Recommendation

The association and auditor will be more diligent to file the audit in the future.

Response

The audit will be filed timely in the future.

STATE OF NEW MEXICO
Roosevelt County

Exit Conference
For the Year Ended June 30, 2010

The financial statements were prepared by Ronny Fouts, CPA with substantial assistance from County personnel.

EXIT CONFERENCE

On November 9, 2010 an exit conference was held at the Roosevelt County Courthouse. Present were Commission Chairman, David Sanders, County Manager, Charlene Hardin, and auditor Ronny Fouts, CPA. The audit and related comments were discussed.

Ronny Fouts, CPA
Melrose, New Mexico
November 4, 2010