

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Audit Report

For the Year Ended June 30, 2011

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
Melrose, New Mexico

STATE OF NEW MEXICO
Roosevelt County

Official Roster
For the year ended June 30, 2011

NAME

TITLE

Elected Officials:

David Sanders	Commission Chairman
Bill Cathey	Commissioner
Jake Lopez	Commissioner
Scott Burton	Commissioner
Kendell Buzard	Commissioner
Mickey Williams	County Treasurer
Janet Collins	County Clerk
Kenner Carrasco	Assessor
Darren Hooker	Sheriff

County Administration:

Charlene Webb	County Manager
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STATE OF NEW MEXICO
Roosevelt County

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June 30, 2011

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INDEPENDENT AUDITOR'S REPORT

Hector Balderas, State Auditor
And the County Commission
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, and the budgetary comparisons for the general fund and major special revenue funds of Roosevelt County, as of and for the year ended June 30, 2011, 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, and the budgetary comparisons for all the major debt service funds and nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the Cooperative'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 Cooperative, as of June 30, 2011, and the respective changes in financial position and the budgetary comparisons for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Cooperative as of June 30, 2011 and the respective changes in financial position, and the respective budgetary comparisons for the major debt service fund and all 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 2, 2011, 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 listed in the table of contents, is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United State of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements, and 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.

A handwritten signature in black ink that reads "Ronny Fouts, CPA". The signature is written in a cursive style.

Ronny Fouts, CPA
Melrose, New Mexico
November 2, 2011

Roosevelt County
State of New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2011

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, 2011. 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 \$ 6,104,495. Of this amount, \$ 2,978,850 (unrestricted assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The County's total net assets decreased \$ 4,360,122 for the fiscal year 2011 as which is contributed to depreciation expense, long term liabilities and construction debt not yet reimbursed.
- At the close of the fiscal year, the County's governmental funds reported a combined ending fund balance of \$ 3,831,004 a decrease of \$ 1,961,000 from the previous fiscal year.
- At the end of the fiscal year, unreserved fund balance for the general fund was \$ 2,534,067 and represents 25% 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, 2011

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, 2011

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 2010 compared to 2011.

Table 1

Roosevelt County
State of New Mexico
Management's Discussion and Analysis
For the Year Ended June 30, 2011

Net Assets		
Governmental Activities		
	2010	2010
Assets		
Cash and Cash Equivalents	\$ 5,623,728	\$ 3,518,905
Delinquent Property Tax Receivable	324,962	391,702
Interest Receivable	15,569	0
Due from other Governments	62,265	63,889
Capital Assets, Net	<u>7,816,908</u>	<u>6,895,603</u>
Total Assets	<u>\$ 13,843,432</u>	<u>\$ 10,870,099</u>
Liabilities		
Accrued Interest Payable	\$ 21,574	\$ 33,313
Non-Current Due within one year	271,721	266,679
Non-Current Due in more than 1 yr	<u>3,085,520</u>	<u>4,465,612</u>
Total Liabilities	<u>\$ 3,134,266</u>	<u>\$ 4,765,604</u>
Net Assets		
Invested in Capital Assets, net of Related Debt	4,517,874	2,215,698
Restricted for Debt Service	217,888	899,394
Restricted for Capital Projects	137,657	10,553
Unrestricted	<u>5,591,198</u>	<u>2,978,850</u>
Total Net Assets	<u>\$ 10,464,617</u>	<u>\$ 6,104,495</u>

As noted earlier, the County's net assets, when reviewed over time, may serve as an indicator of the County's financial position. In the case of the County, assets exceeded liabilities by \$ 6,104,495 as of June 30, 2011. 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, 2011

The County's net assets changed by \$4,360,122 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 \$5,496,547 for general purposes and \$554,238 for Roads.

The County's charges for services made up \$194,016 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, 2011, the County's governmental funds reported a combined ending fund balance of \$ 3,831,004, a decrease of \$ 1,961,020 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 2011, the fund balance was \$ 2,534,067. This balance represents a decrease of \$ 1,713,189.

Roosevelt County
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Management's Discussion and Analysis
For the Year Ended June 30, 2011

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

Roosevelt County
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Management's Discussion and Analysis
For the Year Ended June 30, 2011

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, 2011

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 3,518,905
Delinquent Property Taxes Receivable	391,702
Due from Other Governments	63,889
Non-Current:	
Capital Assets, Net	<u>6,895,603</u>
Total Assets	<u>\$ 10,870,099</u>
LIABILITIES	
Accrued Interest Payable	\$ 33,313
Noncurrent Liabilities:	
Due within one year	266,679
Due in more than one year	<u>4,465,612</u>
Total Liabilities	<u>4,765,604</u>
NET ASSETS	
Invested in Capital Assets, net of Related Debt	2,215,698
Restricted	909,947
Unrestricted	<u>2,978,850</u>
Total Net Assets	<u>\$ 6,104,495</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, 2011

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:					
Governmental Activities:					Primary Governmental Activities
General Government	\$ 5,842,604	\$ 194,016	\$ 1,878,799	\$ -	\$ (3,769,789)
Public Safety	3,301,456	-	346,048	-	(2,955,408)
Highways and Roads	2,476,452	-	287,011	-	(2,189,441)
Health	921,023	-	-	-	(921,023)
Culture and Recreation	1,880,655	-	-	-	(1,880,655)
Interest Expense	144,556	-	-	-	(144,556)
Total Governmental Activities	\$ 14,566,746	\$ 194,016	\$ 2,511,858	\$ -	(11,860,872)
General Revenues:					
Property Taxes:					
General Purposes					6,581,319
Roads					554,238
Debt Service					300,401
Miscellaneous Income					64,792
Total General Revenues					7,500,750
Change in Net Assets					(4,360,122)
Net Assets - Beginning					10,464,617
Net Assets - Ending					\$ 6,104,495

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Balance Sheet
 Governmental Funds
 June 30, 2011

	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	\$ 2,241,929	\$ -	\$ 9,646	\$ 308	\$ 187,761	\$ 1,079,261	\$ 3,518,905
Receivables:							
Delinquent Property Taxes	387,341	-	-	-	-	4,361	391,702
Due from other funds	-	-	-	-	-	5,454	5,454
Due from Other Governments	45,579	18,310	-	-	-	-	63,889
Total Assets	\$ 2,674,849	\$ 18,310	\$ 9,646	\$ 308	\$ 187,761	\$ 1,089,076	\$ 3,979,950
LIABILITIES AND FUND BALANCE							
Liabilities:							
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,454	\$ 5,454
Deferred Revenue:							
Federal, State, & Local Grants	-	-	-	-	-	-	-
Delinquent Property Taxes	140,782	-	-	-	-	2,710	143,492
Total Liabilities	140,782	-	-	-	-	8,164	148,946
Fund Balance:							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	18,310	9,646	-	187,761	683,677	899,394
Committed	-	-	-	308	-	10,245	10,553
Assigned	-	-	-	-	-	386,990	386,990
Unassigned	2,534,067	-	-	-	-	-	2,534,067
Total Fund Balance	2,534,067	18,310	9,646	308	187,761	1,080,912	3,831,004
Total Liabilities and Fund Balance	\$ 2,674,849	\$ 18,310	\$ 9,646	\$ 308	\$ 187,761	\$ 1,089,076	\$ 3,979,950

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, 2011

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

Net Assets - Total Governmental Funds	\$ 3,831,004
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	6,895,603
Interest payable on GO Bond debt is not recorded as liability on the governmental funds	(33,313)
Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.	143,492
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.	<u>(4,732,291)</u>
Net assets of governmental activities	<u>\$ 6,104,495</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, 2011

	General Fund	Road Fund	Debt Service Fund	Bond Acquisition Fund	Debt Service Fund Courthouse Renovation	Other Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 5,496,547	\$ 554,238	\$ 223,664	\$ -	\$ 76,737	\$ 941,280	\$ 7,292,466
Licenses and Permits	52,086	-	-	-	-	-	52,086
Intergovernmental	1,878,799	287,011	-	-	-	346,048	2,511,858
Charges for Services	178,208	-	-	-	-	15,808	194,016
Miscellaneous	1,632,002	32,866	-	1	199	186,795	1,851,863
Total Revenue	\$ 9,237,642	\$ 874,115	\$ 223,664	\$ 1	\$ 76,936	\$ 1,489,931	\$ 11,902,289
Expenditures							
Current:							
General Government	5,102,400	-	-	-	494	85,092	5,187,986
Public Safety	2,726,160	-	-	-	-	575,296	3,301,456
Highways and Roads	-	2,044,692	-	-	-	-	2,044,692
Health	46,653	-	-	-	-	874,370	921,023
Culture and Recreation	1,880,655	-	-	-	-	-	1,880,655
Debt Service - Principal	-	-	130,000	-	63,847	63,483	257,330
Interest	-	-	120,630	-	6,110	6,077	132,817
Capital Outlay	-	-	-	137,350	-	-	137,350
Total Expenditures	\$ 9,755,868	\$ 2,044,692	\$ 250,630	\$ 137,350	\$ 70,451	\$ 1,604,318	\$ 13,863,309
Revenues (Over) Under Expenditures	(518,226)	(1,170,577)	(26,966)	(137,349)	6,485	(114,387)	(1,961,020)
Other Financing Sources (Uses)							
Proceeds of bonds issued	-	-	-	-	-	-	-
Transfers in	25,746	1,140,930	-	-	-	54,033	1,220,709
Transfers out	(1,220,709)	-	-	-	-	-	(1,220,709)
Total Other Financing Sources (Uses)	(1,194,963)	1,140,930	-	-	-	54,033	-
Net Change in Fund Balances	(1,713,189)	(29,647)	(26,966)	(137,349)	6,485	(60,354)	(1,961,020)
Fund Balance at beginning of year	4,247,256	47,957	36,612	137,657	181,276	1,141,266	5,792,024
Fund Balance at beginning of year	4,247,256	47,957	36,612	137,657	181,276	1,141,266	5,792,024
Fund Balance at end of year	\$ 2,534,067	\$ 18,310	\$ 9,646	\$ 308	\$ 187,761	\$ 1,080,912	\$ 3,831,004

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, 2011

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

Net Change - Total Governmental Funds	\$ (1,961,020)
<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	(1,297,156)
Capital Outlay	375,851
Property tax revenue deferred in the governmental funds	(91,007)
Proceeds of long term debt reported as revenue in funds Statement	(1,638,201)
Repayment of the principal of long-term debt consumes the current financial resources of governmental funds	257,330
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>(5,919)</u>
Change in net assets of governmental activities	<u>\$ (4,360,122)</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 5,283,692	\$ 5,283,692	\$ 5,480,248	\$ 196,556
Licenses & Permits	48,965	48,965	52,086	3,121
Intergovernmental	346,111	346,111	1,847,528	1,501,417
Law Enforcement	35,000	35,000	178,208	143,208
Miscellaneous	286,100	286,100	1,647,571	1,361,471
Total Revenues	5,999,868	5,999,868	9,205,641	3,205,773
Expenditures:				
Administration	\$ 2,590,715	\$ 2,590,715	\$ 3,946,206	\$ (1,355,491)
Chief Administration	229,518	229,518	227,551	1,967
Maintenance	156,745	156,745	145,717	11,028
Clerk	282,353	282,353	275,389	6,964
Bureau of Elections	59,467	59,467	28,310	31,157
Assessor	333,163	333,163	298,408	34,755
Treasurer	178,856	178,856	167,033	11,823
Sheriff	1,326,464	1,326,464	1,204,892	121,572
Indigent Claims Administration	47,221	47,221	46,653	568
Rural Addressing	52,626	52,626	49,709	2,917
Probate Judge	14,869	14,869	13,786	1,083
Fairgrounds Maintenance	424,679	424,679	1,880,655	(1,455,976)
Detention Center	1,585,151	1,585,151	1,471,559	113,592
Total Expenditures	7,281,827	7,281,827	9,755,868	(2,474,041)
Excess (deficiency) of revenues over expenditures	(1,281,959)	(1,281,959)	(550,227)	731,732
Other Financing Sources (Uses)				
Transfers In	25,746	25,746	25,746	-
Transfers Out	(545,332)	(545,332)	(1,220,709)	675,377
Excess (deficiency) of revenues over Expenditures & Other Uses	(710,881)	(1,801,545)	(1,745,190)	56,355
Beginning Cash Balance Budgeted	3,977,218	3,977,218	-	(3,977,218)
Fund Balance at beginning of year	-	-	4,247,256	4,247,256
Fund balance at end of year	\$ 3,266,337	\$ 2,175,673	2,502,066	\$ 326,393
RECONCILIATION TO GAAP BASIS:				
Changes in Receivables			\$ 158,396	
Change in Due from Other Governments			31,271	
Changes in Interest Accrual			(15,569)	
Change in Deferred Property Taxes			(142,097)	
			<u>\$ 2,534,067</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 547,550	\$ 547,550	\$ 554,238	\$ 6,688
Intergovernmental	1,150,926	1,150,926	316,658	(834,268)
Miscellaneous	-	-	32,866	32,866
Total Revenues	<u>1,698,476</u>	<u>1,698,476</u>	<u>903,762</u>	<u>(794,714)</u>
Expenditures:				
Highways & Streets	<u>2,444,294</u>	<u>2,444,294</u>	<u>2,044,692</u>	<u>399,602</u>
Total Expenditures	<u>2,444,294</u>	<u>2,444,294</u>	<u>2,044,692</u>	<u>399,602</u>
Excess (deficiency) of revenues over expenditures	(745,818)	(745,818)	(1,140,930)	(395,112)
Other Financing Sources (Uses)				
Transfers In	1,140,930	1,140,930	1,140,930	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	395,112	395,112	-	(395,112)
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>47,957</u>	<u>47,957</u>
Fund balance at end of year	<u>\$ 395,112</u>	<u>\$ 395,112</u>	47,957	<u>\$ (347,155)</u>
RECONCILIATION TO GAAP				
Changes in Due from other governments			(29,647)	
			<u>\$ 18,310</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, 2011

<u>ASSETS</u>	<u>Agency Funds</u>
Pooled Cash and Investments	\$ 20,767
Taxes Receivable	338,874
Total	<u>\$ 359,641</u>
<u>LIABILITIES AND FUND BALANCE</u>	
Liabilities:	
Due to Others	<u>\$ 359,641</u>

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:

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June 30, 2011

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.

B. **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

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 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.

B. Budgets

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

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

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

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

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

C. 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.

D. 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.

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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.

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.

B. 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.

C. Fund Balances of Fund Financial Statements

Restrictions 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 assigned 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.

B. Restricted Net Assets

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

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

Imposed by law through constitutional provisions or enabling legislation.

C. 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.

D. 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.

E. 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.

F. 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

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 Notes to Financial Statements
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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.

As of June 30, 2011, the County had \$106,119 on deposit with the New Mexico State Treasurer which is not subject to collateral requirements.

As of June 30, 2011, the book balance of deposits in local banks of the County was \$230,366 and the bank balance was \$1,298,177. Of the bank balance, \$1,298,177 was covered by federal depository insurance. Of the remaining balance of \$ 0, 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, 2011, \$0 of the County's bank balance of \$1,298,177 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 \$106,119 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 36-day WAM.

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

3. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance 6/30/2010	Additions	Deletions	Balance 6/30/2011
Capital Assets not being Depreciated:				
Land	\$76,920			\$76,920
Total Assets not being Depreciated	76,920			76,920
Capital Assets being Depreciated:				
Buildings and Improvements	\$13,314,839	\$375,851	\$0	\$13,690,690
Improvements - Infrastructure	21,587,999			21,587,999
Machinery and Equipment	7,182,667			7,182,667
Construction in Progress				
	\$42,162,425	\$375,851	\$0	\$42,538,276
Less Accumulated Depreciation for:				
Buildings and Improvements	(9,587,929)	(186,695)		(9,774,624)
Improvements - Infrastructure	(18,984,688)	(431,760)		(19,416,448)
Machinery and Equipment	(5,772,900)	(678,701)		(6,451,601)
Construction in Progress				
	(34,345,517)	(1,297,156)		(35,642,673)
Total Accumulated Depreciation	(34,345,517)	(1,297,156)		(35,642,673)
Total Capital Assets being Depreciated, Net	\$7,739,988	(\$921,305)	\$0	\$6,818,683
Governmental Activities Capital Assets, Net	\$7,816,908	(\$921,305)	\$0	\$6,895,603

Depreciation expense was charged to the following functions:

General Government	\$865,396
Public Safety	431,760
Highways and Roads	
Total Depreciation	\$1,297,156

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.

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 Notes to Financial Statements
 June 30, 2011

5. LONG-TERM DEBT

Long-term debt outstanding as of June 30, 2011 is as follows:

The annual requirements to amortize debt is as follows:

	6/30/2010	Additions	(Reductions)	6/30/2011
Gross Receipts Tax Revenue Bond Series 2006 Due 6/1-26, Detention Center, Interest Rates 3.75-4.35%	\$2,905,000	\$0	\$130,000	\$2,775,000
Note Payable to New Mexico Finance Authority, Due 5/1/2013 Milnesand Voluntary Fire Department Fire Truck Interest Rates 3.14-3.48%	196,311		63,483	132,828
Note Payable to New Mexico Finance Authority, Due 5/1/2013 Roosevelt County Court House Renovation Interest Rates 3.14-3.48%	197,723		63,847	133,876
NMFA Indoor Arena 4.221%	1,638,201			1,638,201
Total Outstanding	4,937,235		257,330	

Year Ending June 30	Principal	Interest
2012	\$266,679	\$196,552
2013	281,426	179,483
2014	200,000	169,581
2015	206,000	162,852
2016	212,000	155,699
2017-2021	1,192,000	648,766
2022-2026	1,455,000	386,761
2027-2036	866,800	212,284
	<u>\$4,679,905</u>	<u>\$2,111,978</u>

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, 2011, the following changes occurred in long-term debt and other liabilities:

	Balance 6/30/2010	Additions	Deletions	Balance 6/30/2011	Due in 1 Year
Government Activities:					
Total Bonds & Notes Payable	\$3,299,034	\$0	\$257,330	\$4,679,905	\$266,679
Compensated Absences	58,207	52,386	58,207	52,386	10,477
	<u>\$3,357,241</u>	<u>\$1,690,587</u>	<u>\$315,537</u>	<u>\$4,732,291</u>	<u>\$277,156</u>

Amount of compensated absences due in one year is \$10,477. The funds used to liquidate compensated absences are the General Fund and the Road Fund.

6. EMPLOYEE RETIREMENT PLAN

Plan Description — Substantially all of Roosevelt County District's full time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 11, Article 11, NMSA 1978). The Public 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. The report is also available on PERA's website at www.pera.state.nm.us.

Funding Policy — Plan members are required to contribute 9.15% (ranges from 4.0% to 16.65% depending upon the plan – i.e. state general, state hazardous duty, state police and adult correctional officers, municipal general, municipal police, municipal fire, municipal detention officer) of their gross salary. The Roosevelt County is required to contribute 9.15% and 15.00% depending on the plan of the gross covered salary. The contribution requirements of plan members and the Roosevelt County are established in State Statute under Chapter 10, Article 11, NMSA 1978. The Roosevelt County's contributions to the PERA for the years ended June 30, 2011, 2010, and 2009 were: \$271,557, \$285,102, and \$271,026 respectively, equal to the amount of the required contribution for the year.

NOTE L: POST EMPLOYEE BENEFITS - STATE RETIREE HEALTH CARE PLAN

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 RHCA plan on the person's behalf, unless that person retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become period of time between the employer's effective date and the date of retirement; (2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The 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

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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. During the fiscal year ended June 30, 2011 the statute requires each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee is required to contribute .8333% of their salary. In the fiscal years ending June 30, 2012 and June 30, 2013 the contribution rates for employees and employers will rise as follows:

For employees who are not members of an enhanced retirement plan the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY12	1.834%	.917%
FY13	2.000%	1.000%

Also, employers joining the program after 1/1/98 are 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, 2011, 2010, and 2009 were \$66,424, \$52,785 and \$49,856 respectively, which equal the required contributions for each year.

7. FUND TRANSFERS

Transfers to/from other funds at June 30, 2011 consist of the following:

	<u>Transfer Out</u>	<u>Transfer In</u>
Governmental Activities	\$ 1,220,709	\$25,746
General Fund		1,140,930
Road Fund		31,376
Predatory Animal Indigent		
Milnesand Fire Fund		
Milnesand County Fire Fund		6,700
Arch County Fire Fund		12,154
Traffic Grant		3,803
Courthouse Renovation		
	<u>\$ 1,220,709</u>	<u>\$1,220,709</u>

Transfers are considered normal recurring transfers for operating purposes.

8. DUE FROM GOVERNMENTS

Due from governments consists of gross receipts due from the New Mexico Taxation and Revenue in the amount of \$63,889. Due to the general fund was \$45,579 and the road fund was \$18,310.

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2011

9. BUDGETS OVERSPENT

Budgets for the following funds were overspent without proper authority.

General	\$2,474,041
Debt Service CH Renovation	69,957
Indigent	11,912
Arch County Fire/EMS	3,303
Correction Fee	23,046
Misdemeanor	2,274
Sheriff's Evidence Fund	2,383

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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 250,630	\$ 250,630	\$ 223,664	\$ (26,966)
Miscellaneous	-	-	-	-
Total Revenues	<u>250,630</u>	<u>250,630</u>	<u>223,664</u>	<u>(26,966)</u>
Expenditures:				
Debt Service Interest	130,000	130,000	130,000	-
Debt Service Principal	120,630	120,630	120,630	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>250,630</u>	<u>250,630</u>	<u>250,630</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(26,966)	(26,966)
Other Financing Sources (Uses)				
Transfers In		-	-	-
Transfers Out			-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	(26,966)	(26,966)
Beginning Cash Balance Budgeted	10,053	10,053	-	(10,053)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>36,612</u>	<u>36,612</u>
Fund balance at end of year	<u>\$ 10,053</u>	<u>\$ 10,053</u>	9,646	<u>\$ (407)</u>
RECONCILIATION TO GAAP BASIS:				
Changes in Due from other governments			-	
			<u>\$ 9,646</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, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	1	1
Total Revenues	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
Expenditures:				
Capital Outlay	<u>137,657</u>	<u>137,657</u>	<u>137,350</u>	<u>307</u>
Total Expenditures	<u>137,657</u>	<u>137,657</u>	<u>137,350</u>	<u>307</u>
Excess (deficiency) of revenues over expenditures	(137,657)	(137,657)	(137,349)	(306)
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(137,657)	(137,657)	(137,349)	
Beginning Cash Balance Budgeted	137,657	137,657		(137,657)
Fund Balance at beginning of year			<u>137,657</u>	<u>137,657</u>
Fund balance at end of year	<u>\$ (137,657)</u>	<u>\$ (137,657)</u>	308	<u>\$ (306)</u>
RECONCILIATION TO GAAP				
Change in due from other governments			<u>-</u>	
			<u>\$ 308</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, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ -	\$ -	\$ 76,737	\$ 76,737
Miscellaneous	-	-	199	199
Total Revenues	<u>-</u>	<u>-</u>	<u>76,936</u>	<u>76,936</u>
Expenditures:				
Debt Service Admin Fee			494	(494)
Debt Service Interest			6,110	(6,110)
Debt Service Principal			63,847	(63,847)
Capital Outlay			-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>70,451</u>	<u>(69,957)</u>
Excess (deficiency) of revenues over expenditures	-	-	6,485	6,979
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out			-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	6,485	6,485
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>181,276</u>	<u>181,276</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>187,761</u>	<u>\$ 187,761</u>
RECONCILIATION TO GAAP BASIS:				
Changes in Due from other governments			-	
			<u>\$ 187,761</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, 2011

	Predatory Animal Control	Indigent Fund	Miinesand County Fire/DMS Fund
ASSETS			
Pooled Cash and Investments		\$ -	\$ 126,292
Receivables:			
Delinquent Property Taxes	-	-	-
Due from other Funds			
Due from other Governments	-	-	-
Total Assets	\$ -	\$ -	\$ 126,292
LIABILITIES AND FUND BALANCE			
Liabilities:			
Cash Overdraft	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-
Deferred Revenue:			
Federal, State, & Local Grants	-	-	-
Delinquent Property Taxes	-	-	-
Total Liabilities	-	-	-
Fund Balance:			
Nonspendable			
Restricted			126,292
Committed			
Assigned			
Unassigned	-	-	-
Total Fund Balance	-	-	126,292
Total Liabilities & Fund Balance	\$ -	\$ -	\$ 126,292

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
\$ 299,288	\$ 12,916	\$ -	\$ 22,195	\$ 9,840	\$ -	\$ 186,061
-	-	-	-	-	-	-
-	-	5,454	-	-	-	-
<u>\$ 299,288</u>	<u>\$ 12,916</u>	<u>\$ 5,454</u>	<u>\$ 22,195</u>	<u>\$ 9,840</u>	<u>\$ -</u>	<u>\$ 186,061</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	5,454	-	-	-	-
-	-	-	-	-	-	-
-	-	5,454	-	-	-	-
299,288	12,916		22,195	9,840		186,061
-	-	-	-	-	-	-
<u>299,288</u>	<u>12,916</u>	<u>-</u>	<u>22,195</u>	<u>9,840</u>	<u>-</u>	<u>186,061</u>
<u>\$ 299,288</u>	<u>\$ 12,916</u>	<u>\$ 5,454</u>	<u>\$ 22,195</u>	<u>\$ 9,840</u>	<u>\$ -</u>	<u>\$ 186,061</u>

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STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Combining Balance Sheet
 Non Major Funds
 June 30, 2011

	War Memorial	County Clerk's Fees	EDA Grant	Misdemeanor Probation	Traffic Grant
ASSETS					
Pooled Cash and Investments	\$ 10,245	\$ 46,061		\$ 27,085	\$ -
Receivables:					
Delinquent Property Taxes	-	-	-	-	-
Due from other Funds	-	-	-	-	-
Due from other Governments	-	-	-	-	-
Total Assets	\$ 10,245	\$ 46,061	\$ -	\$ 27,085	\$ -
LIABILITIES AND FUND BALANCE					
Liabilities:					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-
Deferred Revenue:					
Federal, State, & Local Grants	-	-	-	-	-
Delinquent Property Taxes	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Fund Balance:					
Nonspendable					
Restricted				27,085	
Committed	10,245				
Assigned	-	46,061			
Unassigned	-	-			
Total Fund Balance	10,245	46,061	-	27,085	-
Total Liabilities & Fund Balance	\$ 10,245	\$ 46,061	\$ -	\$ 27,085	\$ -

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

Sheriff's Evidence	Kenna Community	Reappraisal	Total Nonmajor Special Revenue Funds
\$ 23	\$ 5,008	\$ 334,247	\$ 1,079,261
-	-	4,361	4,361
-	-	-	5,454
-	-	-	-
<u>\$ 23</u>	<u>\$ 5,008</u>	<u>\$ 338,608</u>	<u>\$ 1,089,076</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	5,454
-	-	-	-
-	-	-	-
-	-	2,710	2,710
-	-	2,710	8,164
-	-	-	-
-	-	-	683,677
-	-	-	10,245
23	5,008	335,898	386,990
-	-	-	-
<u>23</u>	<u>5,008</u>	<u>335,898</u>	<u>1,080,912</u>
<u>\$ 23</u>	<u>\$ 5,008</u>	<u>\$ 338,608</u>	<u>\$ 1,089,076</u>

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Non Major Funds
June 30, 2011

	Predatory Animal Control	Indigent fund	Milnesand County Fire/EMS Fund	Milnesand Fire Fund	Milnesand EMS Fund	Arch County Fire/EMS Fund	Arch Fire Protection Fund
Revenues:							
Intergovernmental Revenues	\$ 624	\$ -	\$ 16,510	\$ 150,990	\$ 7,130	\$ 1,224	\$ 50,332
Taxes	-	874,370	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	36,401	218	-	6,047	64
Total Revenue	\$ 624	\$ 874,370	\$ 52,911	\$ 151,208	\$ 7,130	\$ 7,271	\$ 50,396
Expenditures:							
Current:							
General Government	-	-	-	-	-	-	-
Public Safety	32,000	-	20,540	33,698	5,595	130,003	29,899
Highways and Roads	-	-	-	-	-	-	-
Health	-	874,370	-	-	-	-	-
Debt Service - Principal	-	-	-	63,483	-	-	-
Interest	-	-	-	6,077	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total Expenditures	32,000	874,370	20,540	103,258	5,595	130,003	29,699
Revenues Over (Under) Expenditures	(31,376)	-	32,371	47,950	1,535	(122,732)	20,697
Other Financing Sources (Uses)							
Transfers In	31,376	-	6,700	-	-	12,154	-
Transfers Out	-	-	-	-	-	-	-
Net Change in Fund Balances	-	-	39,071	47,950	1,535	(110,578)	20,697
Fund Balance at beginning of the year	-	-	87,221	251,338	11,381	110,578	1,498
Fund Balance at end of the year	\$ -	\$ -	\$ 126,292	\$ 299,288	\$ 12,916	\$ -	\$ 22,195

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
\$ 7,065	\$ 28,400	\$ 63,386	\$ 2,530	\$ -		\$ 17,857	\$ -	\$ -	\$ -	\$ 346,048
-	-	-	-	15,808	-	-	-	-	66,910	941,280
-	-	80,159	-	4,006	39,773	-	2	-	20,125	186,795
\$ 7,065	\$ 28,400	\$ 143,545	\$ 2,530	\$ 19,814	\$ 39,773	\$ 17,857	\$ 2	\$ -	\$ 87,035	1,489,931
-	-	-	-	-	37,774	-	-	-	47,318	85,092
5,436	34,545	228,846	-	28,122	-	24,429	2,383	-	-	575,296
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	874,370
-	-	-	-	-	-	-	-	-	-	63,483
-	-	-	-	-	-	-	-	-	-	6,077
5,436	34,545	228,846	-	28,122	37,774	24,429	2,383	-	47,318	1,604,318
1,629	(6,145)	(85,301)	2,530	(8,308)	1,999	(6,572)	(2,381)	-	39,717	(114,387)
-	-	-	-	-	-	3,803	-	-	-	54,033
1,629	(6,145)	(85,301)	2,530	(8,308)	1,999	(2,769)	(2,381)	-	39,717	(60,354)
8,211	6,145	271,362	7,715	54,369	25,086	2,769	2,404	5,008	296,181	1,141,266
\$ 9,840	\$ -	\$ 186,061	\$ 10,245	\$ 46,061	\$ 27,085	\$ -	\$ 23	\$ 5,008	\$ 335,898	\$ 1,080,912

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, 2011

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	624	624	624	-
Miscellaneous	-	-	-	-
Total Revenues	<u>624</u>	<u>624</u>	<u>624</u>	<u>-</u>
Expenditures:				
Farm & Range	<u>32,000</u>	<u>32,000</u>	<u>32,000</u>	<u>-</u>
Total Expenditures	<u>32,000</u>	<u>32,000</u>	<u>32,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(31,376)	(31,376)	(31,376)	-
Other Financing Sources (Uses)				
Transfers In	31,376	31,376	31,376	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Indigent	\$ 843,738	\$ 843,738	\$ 874,370	\$ 30,632
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>843,738</u>	<u>843,738</u>	<u>874,370</u>	<u>30,632</u>
Expenditures:				
Administration	27,500	27,500	-	27,500
Indigent Claims Admin	<u>834,958</u>	<u>834,958</u>	<u>874,370</u>	<u>(39,412)</u>
Total Expenditures	<u>862,458</u>	<u>862,458</u>	<u>874,370</u>	<u>(11,912)</u>
Excess (deficiency) of revenues over expenditures	(18,720)	(18,720)	-	18,720
Other Financing Sources (Uses)				
Transfers In	18,720	18,720	-	(18,720)
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
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				
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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 15,000	\$ 15,000	\$ 16,510	\$ 1,510
Miscellaneous	-	-	36,401	36,401
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>52,911</u>	<u>37,911</u>
Expenditures:				
County Fire/EMS	<u>21,700</u>	<u>21,700</u>	<u>20,540</u>	<u>1,160</u>
Total Expenditures	<u>21,700</u>	<u>21,700</u>	<u>20,540</u>	<u>1,160</u>
Excess (deficiency) of revenues over expenditures	(6,700)	(6,700)	32,371	39,071
Other Financing Sources (Uses)				
Transfers In	6,700	6,700	6,700	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	39,071	39,071
Beginning Cash Balance Budgeted	87,221	87,221	-	(87,221)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>87,221</u>	<u>87,221</u>
Fund balance at end of year	<u>\$ 87,221</u>	<u>\$ 87,221</u>	126,292	<u>\$ 39,071</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 126,292</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 177,168	\$ 177,168	\$ 81,514	\$ (95,654)
Miscellaneous	-	-	-	-
Total Revenues	<u>177,168</u>	<u>177,168</u>	<u>81,514</u>	<u>(95,654)</u>
Expenditures:				
State Fire Protection	<u>177,168</u>	<u>177,168</u>	<u>33,698</u>	<u>143,470</u>
Total Expenditures	<u>177,168</u>	<u>177,168</u>	<u>33,698</u>	<u>143,470</u>
Excess (deficiency) of revenues over expenditures	-	-	47,816	47,816
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	47,816	47,816
Beginning Cash Balance Budgeted	212,124	212,124		(212,124)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>251,338</u>	<u>251,338</u>
Fund balance at end of year	<u>\$ 212,124</u>	<u>\$ 212,124</u>	299,154	<u>\$ 87,030</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 299,154</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 7,200	\$ 7,200	\$ 7,130	\$ (70)
Miscellaneous	-	-	-	-
Total Revenues	<u>7,200</u>	<u>7,200</u>	<u>7,130</u>	<u>(70)</u>
Expenditures:				
State EMS	<u>7,130</u>	<u>7,130</u>	<u>5,595</u>	<u>1,535</u>
Total Expenditures	<u>7,130</u>	<u>7,130</u>	<u>5,595</u>	<u>1,535</u>
Excess (deficiency) of revenues over expenditures	70	70	1,535	1,465
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	70	70	1,535	1,465
Beginning Cash Balance Budgeted	11,381	11,381	-	(11,381)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>11,381</u>	<u>11,381</u>
Fund balance at end of year	<u>\$ 11,451</u>	<u>\$ 11,451</u>	12,916	<u>\$ 1,465</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 12,916</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 1,224	\$ (98,776)
Miscellaneous	-	-	6,047	6,047
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>7,271</u>	<u>(92,729)</u>
Expenditures:				
County Fire/EMS	<u>126,700</u>	<u>126,700</u>	<u>130,003</u>	<u>(3,303)</u>
Total Expenditures	<u>126,700</u>	<u>126,700</u>	<u>130,003</u>	<u>(3,303)</u>
Excess (deficiency) of revenues over expenditures	(26,700)	(26,700)	(122,732)	(96,032)
Other Financing Sources (Uses)				
Transfers In	6,700	6,700	6,700	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(20,000)	(20,000)	(116,032)	(96,032)
Beginning Cash Balance Budgeted	110,578	110,578	-	(110,578)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>110,578</u>	<u>110,578</u>
Fund balance at end of year	<u>\$ 90,578</u>	<u>\$ 90,578</u>	(5,454)	<u>\$ (96,032)</u>
RECONCILIATION TO GAAP				
Changes in due from other funds			<u>5,454</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)
 Arch Fire Protection Fund
 For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 39,058	\$ 39,058	\$ 50,332	\$ 11,274
Miscellaneous	-	-	65	65
Total Revenues	<u>39,058</u>	<u>39,058</u>	<u>50,397</u>	<u>11,339</u>
Expenditures:				
State Fire Protection	<u>39,058</u>	<u>39,058</u>	<u>29,699</u>	<u>9,359</u>
Total Expenditures	<u>39,058</u>	<u>39,058</u>	<u>29,699</u>	<u>9,359</u>
Excess (deficiency) of revenues over expenditures	-	-	20,698	20,698
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	20,698	20,698
Beginning Cash Balance Budgeted	1,497	1,497	-	(1,497)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>1,497</u>	<u>1,497</u>
Fund balance at end of year	<u>\$ 1,497</u>	<u>\$ 1,497</u>	22,195	<u>\$ 20,698</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 22,195</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 4,500	\$ 4,500	\$ 7,065	\$ 2,565
Miscellaneous	-	-	-	-
Total Revenues	<u>4,500</u>	<u>4,500</u>	<u>7,065</u>	<u>2,565</u>
Expenditures:				
Public safety	<u>7,065</u>	<u>7,065</u>	<u>5,436</u>	<u>1,629</u>
Total Expenditures	<u>7,065</u>	<u>7,065</u>	<u>5,436</u>	<u>1,629</u>
Excess (deficiency) of revenues over expenditures	(2,565)	(2,565)	1,629	4,194
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(2,565)	(2,565)	1,629	4,194
Beginning Cash Balance Budgeted	8,211	8,211	-	(8,211)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>8,211</u>	<u>8,211</u>
Fund balance at end of year	<u>\$ 5,646</u>	<u>\$ 5,646</u>	<u>9,840</u>	<u>\$ 4,194</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 9,840</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Law Enforcement	\$ 34,545	\$ 34,545	\$ 28,400	\$ (6,145)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>34,545</u>	<u>34,545</u>	<u>28,400</u>	<u>(6,145)</u>
Expenditures:				
Public Safety	<u>34,545</u>	<u>34,545</u>	<u>34,545</u>	<u>-</u>
Total Expenditures	<u>34,545</u>	<u>34,545</u>	<u>34,545</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	(6,145)	(6,145)
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	(6,145)	(6,145)
Beginning Cash Balance Budgeted	6,145	6,145		(6,145)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>6,145</u>	<u>6,145</u>
Fund balance at end of year	<u>\$ 6,145</u>	<u>\$ 6,145</u>	<u>-</u>	<u>\$ (6,145)</u>
RECONCILIATION TO GAAP				
Changes to 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)
 Correction Fee Fund
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Law Enforcement	\$ 73,900	\$ 73,900	\$ 63,386	\$ (10,514)
Intergovernmental	-	-	-	-
Miscellaneous	39,092	39,092	80,159	41,067
Total Revenues	<u>112,992</u>	<u>112,992</u>	<u>143,545</u>	<u>30,553</u>
Expenditures:				
Detention Center	205,800	205,800	228,846	(23,046)
Total Expenditures	<u>205,800</u>	<u>205,800</u>	<u>228,846</u>	<u>(23,046)</u>
Excess (deficiency) of revenues over expenditures	(92,808)	(92,808)	(85,301)	7,507
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(92,808)	(92,808)	(85,301)	7,507
Beginning Cash Balance Budgeted	271,362	271,362	-	(271,362)
Fund Balance at beginning of year	-	-	271,362	271,362
Fund balance at end of year	<u>\$ 178,554</u>	<u>\$ 178,554</u>	186,061	<u>\$ 7,507</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			-	
			<u>\$ 186,061</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Contributions	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	2,530	2,530
Total Revenues	-	-	2,530	2,530
Expenditures:				
Highways & Streets	-	-	-	-
Total Expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	2,530	2,530
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	2,530	
Beginning Cash Balance Budgeted	7,715	7,715		(7,715)
Fund Balance at beginning of year	-	-	7,715	7,715
Fund balance at end of year	<u>\$ 7,715</u>	<u>\$ 7,715</u>	10,245	<u>\$ -</u>
RECONCILIATION TO GAAP				
Change in Receivables			<u>-</u>	
			<u>\$ 10,245</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Licenses & Fees	\$ 20,000	\$ 20,000	\$ 15,808	\$ (4,192)
Miscellaneous	500	500	4,006	3,506
			+	
Total Revenues	<u>20,500</u>	<u>20,500</u>	<u>19,814</u>	<u>(686)</u>
Expenditures:				
Clerk	<u>30,000</u>	<u>30,000</u>	<u>28,122</u>	<u>1,878</u>
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>28,122</u>	<u>1,878</u>
Excess (deficiency) of revenues over expenditures	(9,500)	(9,500)	(8,308)	1,192
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(9,500)	(9,500)	(8,308)	1,192
Beginning Cash Balance Budgeted	54,369	54,369	-	(54,369)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>54,369</u>	<u>54,369</u>
Fund balance at end of year	<u>\$ 44,869</u>	<u>\$ 44,869</u>	<u>\$ 46,061</u>	<u>\$ 1,192</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			-	
			<u>\$ 46,061</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, 2011

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Miscellaneous	37,000	37,000	39,773	2,773
Total Revenues	<u>37,000</u>	<u>37,000</u>	<u>39,773</u>	<u>2,773</u>
Expenditures:				
General Government	35,500	35,500	37,774	(2,274)
Total Expenditures	<u>35,500</u>	<u>35,500</u>	<u>37,774</u>	<u>(2,274)</u>
Excess (deficiency) of revenues over expenditures	1,500	1,500	1,999	499
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	1,500	1,500	1,999	499
Beginning Cash Balance Budgeted	25,086	25,086	-	(25,086)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>25,086</u>	<u>25,086</u>
Fund balance at end of year	<u>\$ 26,586</u>	<u>\$ 26,586</u>	27,085	<u>\$ 499</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 27,085</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, 2011

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Law Enforcement	\$ 18,527	\$ 18,527	\$ 17,857	\$ (670)
Miscellaneous	-	-		-
Total Revenues	<u>18,527</u>	<u>18,527</u>	<u>17,857</u>	<u>(670)</u>
Expenditures:				
Sheriff	<u>24,705</u>	<u>24,705</u>	<u>24,429</u>	<u>276</u>
Total Expenditures	<u>24,705</u>	<u>24,705</u>	<u>24,429</u>	<u>276</u>
Excess (deficiency) of revenues over expenditures	(6,178)	(6,178)	(6,572)	(394)
Other Financing Sources (Uses)				
Transfers In	3,803	3,803	3,803	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(2,375)	(2,375)	(2,769)	(394)
Beginning Cash Balance Budgeted	2,769	2,769		(2,769)
Fund Balance at beginning of year			<u>2,769</u>	<u>2,769</u>
Fund balance at end of year	<u>\$ 394</u>	<u>\$ 394</u>	-	<u>\$ (394)</u>
RECONCILIATION TO GAAP				
Changes 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)
 Sheriff's Evidence Fund
 For the Year Ended June 30, 2011

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Miscellaneous	-	-	2	2
Total Revenues	-	-	2	2
Expenditures:				
Public safety	-	-	2,383	(2,383)
Total Expenditures	-	-	2,383	(2,383)
Excess (deficiency) of revenues over expenditures	-	-	(2,381)	(2,381)
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	(2,381)	(2,381)
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	2,404	2,404
Fund balance at end of year	\$ -	\$ -	23	\$ 23
Reconciliation to GAAP				
Change in Due from other governments			-	
			\$ 23	

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, 2011

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 60,000	\$ 60,000	\$ 67,559	\$ 7,559
Miscellaneous	5,000	5,000	20,125	15,125
Total Revenues	<u>65,000</u>	<u>65,000</u>	<u>87,684</u>	<u>22,684</u>
Expenditures:				
Assessor	<u>94,581</u>	<u>94,581</u>	<u>47,318</u>	<u>47,263</u>
Total Expenditures	<u>94,581</u>	<u>94,581</u>	<u>47,318</u>	<u>47,263</u>
Excess (deficiency) of revenues over expenditures	(29,581)	(29,581)	40,366	69,947
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(29,581)	(29,581)	40,366	69,947
Beginning Cash Balance Budgeted	293,882	293,882	-	(293,882)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>296,181</u>	<u>296,181</u>
Fund balance at end of year	<u>\$ 264,301</u>	<u>\$ 264,301</u>	336,547	<u>\$ 72,246</u>
RECONCILIATION TO GAAP:				
Change in Due from other governments			-	
Change in Property Taxes Receivable			441	
Change in Deferred Property Taxes			(1,090)	
			<u>\$ 335,898</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, 2011

	Balance 6/30/2010	Adds	Deductions	Balance 6/30/2011
Assets:				
Cash	\$ 8,079	\$ 3,100,793	\$ 3,088,105	\$ 20,767
Taxes Receivable	229,067	606,263	496,456	338,874
Total Assets	\$ 237,146	\$ 3,707,056	\$ 3,584,561	\$ 359,641
 Liabilities:				
	Balance 6/30/2010	Adds	Deductions	Balance 6/30/2011
School Districts				
Portales Schools	\$ -	\$ 1,962,771	\$ 1,962,771	\$ -
Texico Schools	-	118,953	118,953	-
Floyd Schools	-	30,494	17,382	13,112
Melrose Schools	-	2,239	2,239	-
Dora Schools	-	92,442	92,442	-
House Schools	-	28,362	28,362	-
Elida Schools	-	80,223	80,223	-
Municipalities				
City of Portales	\$ -	\$ 277,252	\$ 277,252	\$ -
Town of Elida	-	2,574	2,574	-
Village of Floyd	-	761	761	-
Village of Dora	-	1,260	1,260	-
Village of Causey	-	456	456	-
Other				
Border SWCD	\$ -	\$ -	\$ -	\$ -
Children's Trust	-	2,535	2,535	-
State Levy	-	496,456	496,456	-
State Cost	-	4,015	4,015	-
Roosevelt County	3,869	-	-	3,869
Detention Trust	-	-	-	-
Taxes Paid in Advance/Protest	4,210	-	424	3,786
Due to Other Governments	229,067	606,263	496,456	338,874
Total Liabilities	\$ 237,146	\$ 3,707,056	\$ 3,584,561	\$ 359,641

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, 2011

Uncollected Taxes, July 1, 2010	\$ 554,029
Net taxes charged to treasurer for fiscal year	6,984,249
Adjustments	(75,453)
Current Year Tax Collections	<u>(6,755,761)</u>
Uncollected Taxes, June 30, 2011	<u>\$ 707,064</u>

Detail of Taxes distributed by Agency:

Property taxes receivable by years:

2003	17
2004	45
2005	701
2006	17,691
2007	21,680
2008	66,911
2009	163,885
2010	<u>436,134</u>
Total taxes receivable	<u>\$ 707,064</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									
2001-2009	18,495,640	182,833	19,367,106	162,833	19,367,106	-	(1,011,550)	-	140,782
2010	3,081,027	3,431,152	3,431,152	3,431,152	3,431,152	-	(596,684)	-	246,559
Total General advalorem	21,576,667	3,593,985	22,798,258	3,593,985	22,798,258	-	(1,608,234)	-	387,341
Reappraisal									
2001-2009	440,675	3,103	438,179	3,103	438,179	-	(214)	-	2,710
2010	89,843	64,455	64,455	64,455	64,455	-	1,027	-	4,361
Total Re-appraisal	510,518	87,558	502,634	67,558	502,634	-	813	-	7,071
Municipalities:									
City of Portales									
2001-2009	2,486,582	13,088	2,295,304	13,088	2,295,304	-	107,436	-	4,343
2010	354,063	264,164	264,164	264,164	264,164	-	79,499	-	10,400
Total City of Portales	2,840,645	277,252	2,559,468	277,252	2,559,468	-	186,935	-	14,743
Town of Elida									
2001-2009	19,789	323	18,273	323	18,273	-	1,416	-	100
2010	3,102	2,251	2,251	2,251	2,251	-	685	-	166
Total Town of Elida	22,891	2,574	20,524	2,574	20,524	-	2,101	-	266
Village of Floyd									
2001-2009	8,913	20	7,997	20	7,997	-	916	-	-
2010	1,225	714	714	714	714	-	401	-	110
Total Village of Floyd	\$ 10,138	\$ 734	\$ 8,711	\$ 734	\$ 8,711	\$ -	\$ 1,317	\$ -	\$ 110
Village of Dora									
2001-2009	8,849	109	7,924	109	7,924	-	892	-	33
2010	1,555	1,151	1,151	1,151	1,151	-	349	-	55
Total Village of Dora	\$ 10,404	\$ 1,260	\$ 9,075	\$ 1,260	\$ 9,075	\$ -	\$ 1,241	\$ -	\$ 88
Village of Causey									
2001-2009	10,985	101	9,479	101	9,479	-	708	-	798
2010	1,062	355	355	355	355	-	221	-	486
Total Village of Causey	\$ 12,047	\$ 456	\$ 9,834	\$ 456	\$ 9,834	\$ -	\$ 929	\$ -	\$ 1,284
BSWC									
2001-2009	3,225	-	3,207	-	3,207	-	18	-	-
2010	-	-	-	-	-	-	-	-	-
Total BSWC	\$ 3,225	\$ -	\$ 3,207	\$ -	\$ 3,207	\$ -	\$ 18	\$ -	\$ -
Schools									
Portales									
2001-2009	16,177,666	87,507	15,018,066	87,507	15,018,066	-	1,050,087	-	76,751
2010	2,486,946	1,875,265	1,875,265	1,875,265	1,875,265	-	526,191	-	85,490
Total Portales	\$ 18,664,612	\$ 1,962,772	\$ 16,893,331	\$ 1,962,772	\$ 16,893,331	\$ -	\$ 1,576,278	\$ -	\$ 162,241
Elida									
2001-2009	677,026	1,505	646,403	1,505	64,643	-	29,389	-	1,234
2010	97,457	78,719	78,719	78,719	78,719	-	17,130	-	1,608
Total Elida	\$ 774,483	\$ 80,224	\$ 725,122	\$ 80,224	\$ 143,362	\$ -	\$ 46,519	\$ -	\$ 2,842
Floyd									
2001-2009	285,522	434	265,763	434	265,763	-	19,270	-	489
2010	39,928	30,060	30,060	30,060	30,060	-	7,879	-	1,989
Total Floyd	\$ 325,450	\$ 30,494	\$ 295,823	\$ 30,494	\$ 295,823	\$ -	\$ 27,149	\$ -	\$ 2,478

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Property Tax Schedule
For the year ended June 30, 2011

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									
2001-2009	745,636	2,439	688,111	2,439	688,111	-	53,258	-	4,267
2010	109,349	90,003	90,003	90,003	90,003	-	15,975	-	3,371
Total Dora	\$ 854,985	\$ 92,442	\$ 778,114	\$ 92,442	\$ 778,114	\$ -	\$ 69,233	\$ -	\$ 7,638
Texico									
2001-2009	899,584	15,375	843,181	15,375	843,181	-	45,054	-	11,349
2010	166,931	103,578	103,578	103,578	103,578	-	21,549	-	41,804
Total Texico	\$ 1,066,515	\$ 118,953	\$ 946,759	\$ 118,953	\$ 946,759	\$ -	\$ 66,603	\$ -	\$ 53,153
Melrose									
2001-2009	55,036	9	55,253	9	55,253	-	(218)	-	1
2010	2,763	2,230	2,230	2,230	2,230	-	531	-	2
Total Melrose	\$ 57,799	\$ 2,239	\$ 57,483	\$ 2,239	\$ 57,483	\$ -	\$ 313	\$ -	\$ 3
House									
2001-2009	151,508	302	148,569	302	148,569	-	2,939	-	-
2010	32,496	28,060	28,060	28,060	28,060	-	4,349	-	87
Total House	\$ 184,004	\$ 28,362	\$ 176,629	\$ 28,362	\$ 176,629	\$ -	\$ 7,288	\$ -	\$ 87
State									
State Levy									
2001-2009	2,575,706	12,409	2,410,394	12,409	2,410,394	-	154,121	-	11,191
2010	446,383	332,804	332,804	332,804	332,804	-	88,218	-	25,361
Total State Levy	\$ 3,022,089	\$ 345,213	\$ 2,743,198	\$ 345,213	\$ 2,743,198	\$ -	\$ 242,339	\$ -	\$ 36,552
Cattle									
2001-2009	405,682	905	396,072	905	396,072	-	7,332	-	2,278
2010	37,984	37,001	37,001	37,001	37,001	-	160	-	823
Total Cattle	\$ 443,666	\$ 37,906	\$ 433,073	\$ 37,906	\$ 433,073	\$ -	\$ 7,492	\$ -	\$ 3,101
Goats									
2001-2009	769	10	753	10	753	-	15	-	6
2010	36	32	32	32	32	-	(1)	-	5
Total Goats	\$ 805	\$ 42	\$ 785	\$ 42	\$ 785	\$ -	\$ 14	\$ -	\$ 11
Equines									
2001-2009	14,070	4	13,747	4	13,747	-	297	-	26
2010	780	745	745	745	745	-	18	-	17
Total Equines	\$ 14,850	\$ 749	\$ 14,492	\$ 749	\$ 14,492	\$ -	\$ 315	\$ -	\$ 43
D-Cattle									
2001-2009	963,986	9,487	932,645	9,487	932,645	-	16,769	-	14,572
2010	121,080	103,059	103,059	103,059	103,059	-	1,210	-	16,811
Total D-Cattle	\$ 1,085,066	\$ 112,546	\$ 1,035,704	\$ 112,546	\$ 1,035,704	\$ -	\$ 17,979	\$ -	\$ 31,383
Totals									
2001-2009	44,426,849	309,963	43,566,428	309,963	42,984,666	-	477,935	-	270,930
2010	6,944,661	6,355,795	6,355,795	6,355,795	6,355,795	-	152,732	-	436,134
Totals	\$ 51,371,510	\$ 6,685,758	\$ 49,922,221	\$ 6,665,758	\$ 49,340,461	\$ -	\$ 630,667	\$ -	\$ 707,064

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Schedule of Individual Deposit Accounts and Investments
For the Year ended June 30, 2011

Name of Depository	Account Name	Type of Account	Bank Balance as of 6/30/2011	Deposit in Transit	Less: Outstanding Checks	Reconciled Account Balance
James Polk Stone	Roosevelt Co.	Checking	\$ 1,081,267	\$ 84,246	\$ 1,172,057	\$ (6,544)
James Polk Stone	Roosevelt Co	Checking	23	-	-	23
Wells Fargo Bank	Roosevelt Co	CD	-	-	-	-
LPL Financial	Roosevelt Co.	CD	3,202,987	-	-	3,202,987
Wells Fargo Bank	Roosevelt Co	Short Term Bnds	-	-	-	-
Bank of Albuquerque	Roosevelt Co	Checking	236,887	-	-	236,887
State Treasurer	Roosevelt Co.	Short Term Inv	106,119	-	-	106,119
Cash on Hand	Roosevelt Co.		200	-	-	200
			<u>\$ 4,627,483</u>	<u>\$ 84,246</u>	<u>\$ 1,172,057</u>	<u>\$ 3,539,672</u>

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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
County Commission
Portales, New Mexico

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparison presented as supplemental information of Roosevelt County as of and for the year ended June 30, 2011, and have issued our report thereon dated November 2, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered 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 Roosevelt County'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 and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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 not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings and Responses that we consider to be significant deficiencies in internal control over financial reporting. The reference number of the related finding is 11-1. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roosevelt County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Responses as item 11-2.

We also noted certain other matters that are required to be reported pursuant to *Government Auditing Standards* paragraphs 5.14 and 5.16, and pursuant to Section 12-6-5, NMSA 1978, which are described in the accompanying Schedule of Findings and Responses as findings 11-1 and 11-2.

The agency's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. We did not audit the 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, DFA and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.



Ronny Fouts, CPA
Melrose, New Mexico
November 2, 2011

STATE OF NEW MEXICO
Roosevelt County

Schedule of Findings and Responses
For the Year Ended June 30, 2011

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

10-1 Lack of Proper Travel Voucher Documentation– Resolved
10-2 Late Audit Report Resolved

CURRENT YEAR FINDINGS

11-1 Purchases of ineligible items – Significant Deficiency

Condition: Purchases made from the sheriff's budget were for items that were not eligible to be purchased.

Criteria: Expenditures can only be made for eligible items that are required to carry out the programs of the county.

Effect: Improper expenditures of items purchased not applicable to the county's programs.

Cause: Non compliance by employees.

Recommendation: Review procedures used to monitor and complete Purchases that are applicable to the county's programs.

Response: Management will more closely monitor the vouchers to ensure the departments are not purchasing items which are not applicable to county programs.

11-2 Budgets overspent – Other

Condition: During the year the county made expenditures that were not budgeted.

Criteria: State Statute requires that all expenditures only be made from an approved budget and that resources are available to cover the expenditures.

Effect: Over expenditures of budgets is a violation of state statute and DFA regulations.

Cause: County personnel did not closely monitor the budgets and as a result budgets were overspent in various funds. The county failed to properly request budget adjustments to cover the expenditures.

Recommendation: Procedures should be implemented to monitor budgeted expenditures and assure that the budget is sufficient to allow the expenditures.

Response: Management will implement procedures to properly control expenditures of the budgets.

STATE OF NEW MEXICO
Roosevelt County

Exit Conference
For the Year Ended June 30, 2011

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

EXIT CONFERENCE

On November 8, 2011 an exit conference was held at the Roosevelt County Courthouse. Present were Commission Chairman, David Sanders, County Manager, Charlene Webb, and auditor Ronny Fouts, CPA. The audit and related comments were discussed.

A handwritten signature in black ink that reads "Ronny Fouts, CPA". The signature is written in a cursive style with a large initial 'R'.

Ronny Fouts, CPA
Melrose, New Mexico
November 2, 2011