

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Audit Report

For the Year Ended June 30, 2012

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
Melrose, New Mexico

STATE OF NEW MEXICO
Roosevelt County

Official Roster
For the year ended June 30, 2012

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, 2012

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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, 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, 2012, which collectively comprise 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 nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012, 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.

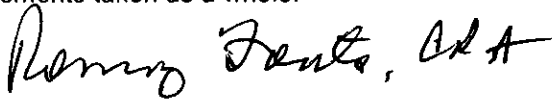
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and 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, 2012, 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, 2012 and the respective changes in financial position, and the respective budgetary comparisons for the nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2012, 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.

Management has omitted the MD & A which is required to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements is required by GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements, and the budgetary comparisons. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standard generally accepted in the United states of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Ronny Fouts, CPA
Melrose, New Mexico
November 2, 2012

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 STATEMENT OF NET ASSETS
 June 30, 2012

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 4,474,148
Delinquent Property Taxes Receivable	279,807
Due from Other Governments	141,244
Non-Current:	
Capital Assets, Net	<u>6,530,752</u>
Total Assets	<u><u>\$ 11,425,951</u></u>
LIABILITIES	
Accrued Interest Payable	\$ 29,263
Noncurrent Liabilities:	
Due within one year	281,426
Due in more than one year	<u>4,176,328</u>
Total Liabilities	<u>4,487,017</u>
NET ASSETS	
Invested in Capital Assets, net of Related Debt	2,117,526
Restricted	578,045
Unrestricted	<u>4,243,363</u>
Total Net Assets	<u><u>\$ 6,938,934</u></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, 2012

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	\$ 3,375,699	\$ 275,235	\$ 1,630,820	\$ -	\$ (1,469,644)
Public Safety	3,798,166	-	-	-	(3,798,166)
Highways and Roads	2,093,682	-	-	-	(2,093,682)
Health	1,390,972	-	-	-	(1,390,972)
Culture and Recreation	463,661	-	-	-	(463,661)
Interest Expense	124,695	-	-	-	(124,695)
Total Governmental Activities	\$ 11,246,875	\$ 275,235	\$ 1,630,820	\$ -	(9,340,820)
General Revenues:					
Property Taxes:					
General Purposes					7,017,464
Roads					569,720
Debt Service					320,913
Miscellaneous Income					2,267,162
Total General Revenues					10,175,259
Change in Net Assets					834,439
Net Assets - Beginning					6,104,495
Net Assets - Ending					\$ 6,938,934

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

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Balance Sheet
 Governmental Funds
 June 30, 2012

	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	\$ 3,535,749	\$ 33,908	\$ 9,196	\$ 308	\$ 51,183	\$ 843,804	\$ 4,474,148
Receivables:							
Delinquent Property Taxes	276,549	-	-	-	-	3,258	279,807
Due from other funds	-	-	-	-	-	-	-
Due from Other Governments	111,145	30,099	-	-	-	-	141,244
Total Assets	\$ 3,923,443	\$ 64,007	\$ 9,196	\$ 308	\$ 51,183	\$ 847,062	\$ 4,895,199
LIABILITIES AND FUND BALANCE							
Liabilities:							
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Revenue:							
Federal, State, & Local Grants	-	-	-	-	-	-	-
Delinquent Property Taxes	88,145	-	-	-	-	1,568	89,713
Total Liabilities	88,145	-	-	-	-	1,568	89,713
Fund Balance:							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	64,007	9,196	-	51,183	482,922	607,308
Committed	-	-	-	308	-	-	308
Assigned	-	-	-	-	-	362,572	362,572
Unassigned	3,835,298	-	-	-	-	-	3,835,298
Total Fund Balance	3,835,298	64,007	9,196	308	51,183	845,494	4,805,486
Total Liabilities and Fund Balance	\$ 3,923,443	\$ 64,007	\$ 9,196	\$ 308	\$ 51,183	\$ 847,062	\$ 4,895,199

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	\$ 4,805,486
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	6,530,752
Interest payable on GO Bond debt is not recorded as liability on the governmental funds	(29,263)
Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.	89,713
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.	<u>(4,457,754)</u>
Net assets of governmental activities	<u>\$ 6,938,934</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, 2012

	General Fund	Road Fund	Debt Service Fund	Bond Acquisition Fund	Debt Service Fund Courthouse Renovation	Other Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 5,657,077	\$ 569,720	\$ 250,305	\$ -	\$ 70,608	\$ 1,414,166	\$ 7,961,876
Licenses and Permits	78,832	-	-	-	-	-	78,832
Intergovernmental	441,718	837,004	-	-	-	352,098	1,630,820
Charges for Services	167,892	-	-	-	-	28,511	196,403
Miscellaneous	2,059,928	44,136	-	-	241	162,857	2,267,162
Total Revenue	\$ 8,405,447	\$ 1,450,860	\$ 250,305	\$ -	\$ 70,849	\$ 1,957,632	\$ 12,135,093
Expenditures							
Current:							
General Government	2,946,567	-	-	-	335	173,010	3,119,912
Public Safety	3,160,907	-	-	-	-	637,259	3,798,166
Highways and Roads	-	1,997,877	-	-	-	-	1,997,877
Health	49,785	-	-	-	-	1,341,187	1,390,972
Culture and Recreation	442,212	-	-	-	-	21,449	463,661
Debt Service - Principal	-	-	130,000	-	65,880	65,398	261,278
Interest	-	-	120,755	-	4,155	3,835	128,745
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	\$ 6,599,471	\$ 1,997,877	\$ 250,755	\$ -	\$ 70,370	\$ 2,242,138	\$ 11,160,611
Revenues (Over) Under Expenditures	1,805,976	(547,017)	(450)	-	479	(284,506)	974,482
Other Financing Sources (Uses)							
Proceeds of bonds issued	-	-	-	-	-	-	-
Transfers in	147,441	592,714	-	-	-	59,472	799,627
Transfers out	(652,186)	-	-	-	(137,057)	(10,384)	(799,627)
Total Other Financing Sources (Uses)	(504,745)	592,714	-	-	(137,057)	49,088	-
Net Change in Fund Balances	1,301,231	45,697	(450)	-	(136,578)	(235,418)	974,482
Fund Balance at beginning of year	2,534,067	18,310	9,646	308	187,761	1,080,912	3,831,004
Fund Balance at end of year	\$ 3,835,298	\$ 64,007	\$ 9,196	\$ 308	\$ 51,183	\$ 845,494	\$ 4,805,486

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	\$ 974,482
<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	(1,380,069)
Capital Outlay	1,015,218
Property tax revenue deferred in the governmental funds	(53,779)
	-
Repayment of the principal of long-term debt consumes the current financial resources of governmental funds	266,679
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>11,908</u>
Change in net assets of governmental activities	<u>\$ 834,439</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, 2012

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 5,741,105	\$ 5,741,105	\$ 5,715,232	\$ (25,873)
Licenses & Permits	48,750	48,750	78,832	30,082
Intergovernmental	306,317	306,317	376,152	69,835
Law Enforcement	50,000	50,000	167,892	117,892
Miscellaneous	386,394	445,644	2,176,460	1,730,816
Total Revenues	<u>6,532,566</u>	<u>6,591,816</u>	<u>8,514,568</u>	<u>1,922,752</u>
Expenditures:				
Administration	\$ 2,314,361	\$ 2,314,361	\$ 1,451,333	\$ 863,028
Chief Administration	306,781	306,781	306,781	-
Maintenance	338,707	338,707	316,183	22,524
Clerk	296,834	296,834	266,286	30,548
Bureau of Elections	59,467	59,467	38,462	21,005
Assessor	346,186	346,186	322,920	23,266
Treasurer	190,317	190,317	190,316	1
Sheriff	1,309,180	1,309,180	1,261,043	48,137
Indigent Claims Administration	49,856	49,856	49,785	71
Rural Addressing	54,482	54,482	54,286	196
Probate Judge	14,139	14,139	13,009	1,130
Fairgrounds Maintenance	442,212	442,212	442,212	-
Detention Center	2,303,085	2,303,085	1,886,855	416,230
Total Expenditures	<u>8,025,607</u>	<u>8,025,607</u>	<u>6,599,471</u>	<u>1,426,136</u>
Excess (deficiency) of revenues over expenditures	(1,493,041)	(1,433,791)	1,915,097	3,348,888
Other Financing Sources (Uses)				
Transfers In	-	147,441	147,441	-
Transfers Out	(352,186)	(652,186)	(652,186)	-
Excess (deficiency) of revenues over Expenditures & Other Uses	(1,140,855)	(1,938,536)	1,410,352	3,348,888
Beginning Cash Balance Budgeted	3,977,218	3,977,218	-	(3,977,218)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>2,534,067</u>	<u>2,534,067</u>
Fund balance at end of year	<u>\$ 2,836,363</u>	<u>\$ 2,038,682</u>	<u>3,944,419</u>	<u>\$ 1,905,737</u>
RECONCILIATION TO GAAP BASIS:				
Changes in Receivables			\$ (227,324)	
Change in Due from Other Governments			65,566	
Changes in Interest Accrual			-	
Change in Deferred Property Taxes			52,637	
			<u>\$ 3,835,298</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, 2012

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 556,600	\$ 556,600	\$ 569,720	\$ 13,120
Intergovernmental	1,243,399	1,243,399	825,215	(418,184)
Miscellaneous	-	-	44,136	44,136
Total Revenues	<u>1,799,999</u>	<u>1,799,999</u>	<u>1,439,071</u>	<u>(360,928)</u>
Expenditures:				
Highways & Streets	<u>2,055,026</u>	<u>2,055,026</u>	<u>1,997,877</u>	<u>57,149</u>
Total Expenditures	<u>2,055,026</u>	<u>2,055,026</u>	<u>1,997,877</u>	<u>57,149</u>
Excess (deficiency) of revenues over expenditures	(255,027)	(255,027)	(558,806)	(303,779)
Other Financing Sources (Uses)				
Transfers In	-	-	592,714	592,714
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(255,027)	(255,027)	33,908	288,935
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	18,310	18,310
Fund balance at end of year	<u>\$ (255,027)</u>	<u>\$ (255,027)</u>	52,218	<u>\$ 307,245</u>
RECONCILIATION TO GAAP				
Changes in Due from other governments			11,789	
			<u>\$ 64,007</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, 2012

<u>ASSETS</u>	<u>Agency Funds</u>
Pooled Cash and Investments	\$ 6,953
Taxes Receivable	427,257
Total	<u>\$ 434,210</u>
<u>LIABILITIES AND FUND BALANCE</u>	
Liabilities:	
Due to Others	<u>\$ 434,210</u>

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Roosevelt County, organized under the laws of the State of New Mexico, operates under the County Commission form of government.

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

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

A. Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the reporting entity was made by applying the criteria set forth the GAAP. The basic – but not the only – criteria for including a potential component unit within the reporting entity, is the governing body's ability to exercise oversight responsibility. The more significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to the selection of governing authority, the decisions of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of the public service. Application of this criterion involves considering whether the activity benefits the government and or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing exercise oversight responsibilities. Based upon the application of these criteria, the County had no component units.

B. Basis of Presentation – Fund Accounting

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

Governmental Funds

Governmental funds include the following fund types:

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

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.

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2012

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

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

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

Financial Statements Presentation

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

C. Basis of Accounting

Countywide Financial Statements (CWFS)

The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

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

Program Revenues

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the County's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the County's general revenues.

Allocation of indirect expenses

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

STATE OF NEW MEXICO
ROOSEVELT COUNTY
Notes to Financial Statements
June 30, 2012

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.

D. Budgets

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

These budgets are prepared on the Non cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be reappropriated in the budget of the subsequent fiscal year. Because the budget process in the State of New Mexico requires that the beginning cash

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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 and expenses is incurred for purposes for which both restricted and unrestricted net assets.

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

E. Encumbrances

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

F. Cash and Cash Equivalents

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

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

G. Capital Assets

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

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

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

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

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

H. Long-Term Obligations

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

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

I. Fund Balances of Fund Financial Statements

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.

J. Restricted Net Assets

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

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

Imposed by law through constitutional provisions or enabling legislation.

K. Interfund Transactions

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

L. Estimates

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

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M. Deferred Revenues

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

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

N. Compensated Absences

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

2. CASH AND CASH EQUIVALENTS

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

State regulations require that uninsured demand deposits and deposit-type investments such as certificates of deposit, be collateralized by the depository thrift or banking institution. At present, state statutes require that a minimum of fifty percent of balances on deposit with any one institution must be collateralized, with higher requirements – up to 100% for financially troubled institutions.

As of June 30, 2012, the County had \$76,446 on deposit with the New Mexico State Treasurer which is not subject to collateral requirements.

As of June 30, 2012, the book balance of deposits in local banks of the County was \$1,947,076 and the bank balance was \$2,387,297. Of the bank balance, \$2,387,297 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, 2012, \$0 of the County's bank balance of \$2,387,297 was exposed to custodial credit risk as follows:

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

State Treasurer Investment Pool

The County has \$76,446 invested in the State Treasurer Local Government Investment Pool.

The Local Government Investment Pool includes the following disclosures:

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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 an 83-day WAM.

3. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance 6/30/2011	Additions	Deletions	Balance 6/30/2012
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	\$13,690,690	\$1,015,218		\$14,705,908
Improvements-Infrastructure	21,587,999			21,587,999
Machinery and Equipment	7,182,667			7,182,667
Construction in Progress				
	\$42,538,276	\$1,015,218	\$0	\$43,553,494
Less Accumulated Depreciation for:				
Buildings and Improvements	(9,774,624)	(307,182)		(10,081,806)
Improvements-Infrastructure	(19,416,448)	(431,760)		(19,848,208)
Machinery and Equipment	(6,451,601)	(641,127)		(7,092,728)
Construction in Progress				
Total Accumulated Depreciation	(35,642,673)	(1,380,069)	0	(37,022,742)
Total Capital Assets being Depreciated, Net	6,818,683	(364,851)		6,453,832
Governmental Activities Capital Assets, Net	\$6,895,603	(\$364,851)	\$0	\$6,530,752

Depreciation expense was charged to the following functions:

General Government	\$ 948,309
Public Safety	431,760
Highways and Roads	
Total Depreciation	<u>\$1,380,069</u>

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4. PROPERTY TAX

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

The County tax levy is recognized as revenue when collected by the County Treasurers or when received by the County within 60 days following the fiscal year end. Taxes levied but not collected by the counties are recorded as deferred revenue. An allowance for uncollectable property taxes is recorded on the balance sheet to reflect an estimate for uncollectable property taxes from prior years.

5. LONG-TERM DEBT

Long-term debt outstanding as of June 30, 2012 is as follows:

The annual requirements to amortize debt is as follows:

	6/30/2011	Additions	(Reductions)	6/30/2012
Gross Receipts Tax Revenue Bond Series 2006 Due 6/1-26, Detention Center, Interest Rates 3.75-4.35%	\$2,775,000		(135,000)	\$2,640,000
Note Payable to New Mexico Finance Authority, Due 5/1/2013 Milensand Voluntary Fire Department Fire Truck Interest Rates 3.14-3.48%	132,828		(65,398)	\$67,430
Note Payable to New Mexico Fianance Authority, Due 5/1/2013 Roosevelt County Court House Renovation Interest Rates 3.14-3.48%	133,876		(65,880)	\$67,996
NMFA Indoor Arena 4.221%	1,638,201		(401)	\$1,637,800
Total Outstanding	4,679,905		(266,679)	\$4,413,226

Year Ending June 30	Principal	Interest
2013	\$281,426	\$179,483
2014	200,000	169,581
2015	206,000	162,852
2016	212,000	155,699
2017	223,000	147,754
2018-2022	1,236,000	601,742
2023-2027	1,261,000	324,711
2028-2032	408,800	138,490
2033-2037	385,000	35,114
	\$4,413,226	\$1,915,426

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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, 2012, the following changes occurred in long-term debt and other liabilities:

	Balance 6/30/2011	Additions	Deletions	Balance 6/30/2012	Due in 1 Year
Government Activities:					
Total Bonds & Notes Payable	\$4,679,905		(\$266,679)	\$4,413,226	\$281,426
Compensated Absences	52,386	44,528	52,386	44,528	8,906
	<u>\$4,732,291</u>	<u>\$44,528</u>	<u>(\$214,293)</u>	<u>\$4,457,754</u>	<u>\$290,332</u>

Amount of compensated absences due in one year is \$8,906. 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 10, Article 11, NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, and survivor benefits and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, PO Box 2123, Santa Fe, New Mexico 87504-2123. This 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 3.83.0% 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. Roosevelt County is required to contribute 9.15% and 15.00% (ranges from 7.0% to 25.72% depending on the plan) of the gross covered salary. The contribution requirements of plan members and Roosevelt County are established in State Statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. Roosevelt County's contributions to PERA for the fiscal years ending June 30, 2012, 2011, and 2010 were: \$288,600, \$271,557, and \$285,102 respectively, which equal the amount of the required contributions for each fiscal 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

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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 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, 2012 the statute requires each participating employer to contribute 1.843% of each participating employee's annual salary; each participating employee is required to contribute .917% of their salary. In the fiscal years ending 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>
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, 2012, 2011, and 2010 were \$75,151, \$66,424 and \$52,785 respectively, which equal the required contributions for each year.

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7. FUND TRANSFERS

Transfers to/from other funds at June 30, 2012 consist of the following:

	Transfer Out	Transfer In
Governmental Activities:		
General Fund	652,186	\$147,441
Road Fund		592,714
Predatory Animal Indigent		32,876
Milnesand Fire Fund		
Milnesand County Fire Fund		6,700
Arch County Fire Fund		11,630
Arch Fire Protection Fund	10,384	
Traffic Grant		8,266
Courthouse Renovation	137,057	
	\$799,627	\$799,627

Transfers are considered normal recurring transfers for operating purposes.

9. DUE FROM GOVERNMENTS

Due from governments consists of gross receipts due from the New Mexico Taxation and Revenue in the amount of \$141,244. Due to the general fund was \$111,145 and the road fund was \$30,009.

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 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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 250,755	\$ 250,630	\$ 250,305	\$ (325)
Miscellaneous	-	-	-	-
Total Revenues	<u>250,755</u>	<u>250,630</u>	<u>250,305</u>	<u>(325)</u>
Expenditures:				
Debt Service Interest	130,000	130,000	130,000	-
Debt Service Principal	120,755	120,755	120,755	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>250,755</u>	<u>250,755</u>	<u>250,755</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	(125)	(450)	(325)
Other Financing Sources (Uses)				
Transfers In		-	-	-
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	(125)	(450)	(575)
Beginning Cash Balance Budgeted	9,646	9,646	-	(9,646)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>9,646</u>	<u>9,646</u>
Fund balance at end of year	<u>\$ 9,646</u>	<u>\$ 9,521</u>	<u>9,196</u>	<u>\$ (575)</u>
RECONCILIATION TO GAAP BASIS:				
Changes in Due from other governments			-	
			<u>\$ 9,196</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, 2012

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

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

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 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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ 70,608	\$ 70,608	\$ -
Miscellaneous	-	241	241	-
Total Revenues	-	70,849	70,849	-
Expenditures:				
Debt Service Admin Fee		335	335	-
Debt Service Interest		4,155	4,155	-
Debt Service Principal		65,880	65,880	-
Capital Outlay			-	-
Total Expenditures	-	70,370	70,370	-
Excess (deficiency) of revenues over expenditures	-	479	479	-
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out			-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	479	479	958
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	187,761	187,761
Fund balance at end of year	\$ -	\$ 479	188,240	\$ 188,719
RECONCILIATION TO GAAP BASIS:				
Changes in Due from other governments			-	
			\$ 188,240	

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

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 ROOSEVELT COUNTY
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual (Non-GAAP)
 Debt Service Fund - Indoor Arena
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 84,219	\$ 84,219	\$ 84,219	\$ -
Miscellaneous	-	-	664	664
Total Revenues	<u>84,219</u>	<u>84,219</u>	<u>84,883</u>	<u>664</u>
Expenditures:				
Debt Service Interest	72,809	72,809	72,809	-
Debt Service Principal	401	401	401	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>73,210</u>	<u>73,210</u>	<u>73,210</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	11,009	11,009	11,673	664
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out			-	
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	11,009	11,009	11,673	22,682
Beginning Cash Balance Budgeted	115,814	115,814	-	(115,814)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>115,814</u>	<u>115,814</u>
Fund balance at end of year	<u>\$ 126,823</u>	<u>\$ 126,823</u>	127,487	<u>\$ 22,682</u>
RECONCILIATION TO GAAP BASIS:				
Changes in Due from other governments			<u>-</u>	
			<u>\$ 127,487</u>	

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

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 ROOSEVELT COUNTY
 Combining Balance Sheet
 Non Major Funds
 June 30, 2012

	Predatory Animal Control	Indigent Fund	Milnesand County Fire/EMS Fund
ASSETS			
Pooled Cash and Investments		\$ -	\$ 145,724
Receivables:			
Delinquent Property Taxes	-	-	-
Due from other Funds			
Due from other Governments	-	-	-
Total Assets	\$ -	\$ -	\$ 145,724
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			145,724
Committed			
Assigned			
Unassigned	-	-	-
Total Fund Balance	-	-	145,724
Total Liabilities & Fund Balance	\$ -	\$ -	\$ 145,724

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
\$ 199,005	\$ -	\$ 17,490	\$ 29,433	\$ 9,841	\$ -	\$ 51,022
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 199,005</u>	<u>\$ -</u>	<u>\$ 17,490</u>	<u>\$ 29,433</u>	<u>\$ 9,841</u>	<u>\$ -</u>	<u>\$ 51,022</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
199,005	-	17,490	29,433	9,841	-	51,022
-	-	-	-	-	-	-
<u>199,005</u>	<u>-</u>	<u>17,490</u>	<u>29,433</u>	<u>9,841</u>	<u>-</u>	<u>51,022</u>
<u>\$ 199,005</u>	<u>\$ -</u>	<u>\$ 17,490</u>	<u>\$ 29,433</u>	<u>\$ 9,841</u>	<u>\$ -</u>	<u>\$ 51,022</u>

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

	War Memorial	County Clerk's Fees	Misdemeanor Probation	Traffic Grant	Sheriff's Evidence
ASSETS					
Pooled Cash and Investments	\$ -	\$ 57,199	\$ 29,708	\$ 699	\$ 23
Receivables:					
Delinquent Property Taxes	-	-	-	-	-
Due from other Funds	-	-	-	-	-
Due from other Governments	-	-	-	-	-
Total Assets	\$ -	\$ 57,199	\$ 29,708	\$ 699	\$ 23
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			29,708	699	
Committed	-				
Assigned	-	57,199	-	-	23
Unassigned	-	-	-	-	-
Total Fund Balance	-	57,199	29,708	699	23
Total Liabilities & Fund Balance	\$ -	\$ 57,199	\$ 29,708	\$ 699	\$ 23

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

	Kenna Community	Reappraisal	Total Nonmajor Special Revenue Funds
\$	5,008	\$ 298,652	\$ 843,804
	-	3,258	3,258
	-	-	-
	-	-	-
\$	5,008	\$ 301,910	\$ 847,062
\$	-	\$ -	\$ -
	-	-	-
	-	-	-
	-	-	-
	-	1,568	1,568
	-	1,568	1,568
			-
			482,922
			-
	5,008	300,342	362,572
	-	-	-
	5,008	300,342	845,494
\$	5,008	\$ 301,910	\$ 847,062

STATE OF NEW MEXICO
 ROOSEVELT COUNTY
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
 Non Major Funds
 June 30, 2012

	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	\$ -	\$ 3,030	\$ 147,970	\$ 7,107	\$ 10,071	\$ 49,326
Taxes		1,341,187					
Charges for Services	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	15,525	197	-	3,413	(103)
Total Revenue	\$ 624	\$ 1,341,187	\$ 18,555	\$ 148,167	\$ 7,107	\$ 13,484	\$ 49,223
Expenditures:							
Current:							
General Government	-	-	-	-	-	-	-
Public Safety	33,500	-	5,823	179,217	20,023	7,624	31,601
Culture & Recreation	-	-	-	-	-	-	-
Health	-	1,341,187	-	-	-	-	-
Debt Service - Principal				65,398			
Interest				3,835			
Capital outlay	-	-	-	-	-	-	-
Total Expenditures	33,500	1,341,187	5,823	248,450	20,023	7,624	31,601
Revenues Over (Under) Expenditures	(32,876)	-	12,732	(100,283)	(12,916)	5,860	17,622
Other Financing Sources (Uses)							
Transfers In	32,876	-	6,700	-	-	11,630	-
Transfers Out	-	-	-	-	-	-	(10,384)
Net Change in Fund Balances	-	-	19,432	(100,283)	(12,916)	17,490	7,238
Fund Balance at beginning of the year	-	-	126,292	299,288	12,916	-	22,195
Fund Balance at end of the year	\$ -	\$ -	\$ 145,724	\$ 199,005	\$ -	\$ 17,490	\$ 29,433

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
\$ 7,088	\$ 28,400	\$ 77,692	\$ -	\$ -		\$ 20,790	\$ -	\$ -	\$ -	\$ 352,098
-	-	-	-	28,511	-	-	-	-	72,979	1,414,166
-	-	62,896	11,204	2,627	52,460	-	-	-	14,638	28,511
\$ 7,088	\$ 28,400	\$ 140,588	\$ 11,204	\$ 31,138	\$ 52,460	\$ 20,790	\$ -	\$ -	\$ 87,617	1,957,632
-	-	-	-	-	49,837	-	-	-	123,173	173,010
7,087	28,400	275,627	-	20,000	-	28,357	-	-	-	637,259
-	-	-	21,449	-	-	-	-	-	-	21,449
-	-	-	-	-	-	-	-	-	-	1,341,187
-	-	-	-	-	-	-	-	-	-	65,398
-	-	-	-	-	-	-	-	-	-	3,835
7,087	28,400	275,627	21,449	20,000	49,837	28,357	-	-	123,173	2,242,138
1	-	(135,039)	(10,245)	11,138	2,623	(7,567)	-	-	(35,556)	(284,506)
-	-	-	-	-	-	8,266	-	-	-	59,472
-	-	-	-	-	-	-	-	-	-	(10,384)
1	-	(135,039)	(10,245)	11,138	2,623	699	-	-	(35,556)	(235,418)
9,840	-	186,061	10,245	46,061	27,085	-	23	5,008	335,898	1,080,912
\$ 9,841	\$ -	\$ 51,022	\$ -	\$ 57,199	\$ 29,708	\$ 699	\$ 23	\$ 5,008	\$ 300,342	\$ 845,494

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, 2012

	<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>33,500</u>	<u>33,500</u>	<u>33,500</u>	<u>-</u>
Total Expenditures	<u>33,500</u>	<u>33,500</u>	<u>33,500</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(32,876)	(32,876)	(32,876)	-
Other Financing Sources (Uses)				
Transfers In	32,876	32,876	32,876	-
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, 2012

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Indigent	\$ 1,351,711	\$ 1,351,711	\$ 1,341,187	\$ (10,524)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>1,351,711</u>	<u>1,351,711</u>	<u>1,341,187</u>	<u>(10,524)</u>
Expenditures:				
Administration	-	-	-	-
Indigent Claims Admin	<u>1,351,711</u>	<u>1,351,711</u>	<u>1,341,187</u>	<u>10,524</u>
Total Expenditures	<u>1,351,711</u>	<u>1,351,711</u>	<u>1,341,187</u>	<u>10,524</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	-	-
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP				
Change 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)
 Milnesand County Fire/EMS Fund
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 454	\$ 454	\$ 3,030	\$ 2,576
Miscellaneous	-	-	15,525	15,525
Total Revenues	<u>454</u>	<u>454</u>	<u>18,555</u>	<u>18,101</u>
Expenditures:				
County Fire/EMS	<u>7,154</u>	<u>21,700</u>	<u>5,823</u>	<u>15,877</u>
Total Expenditures	<u>7,154</u>	<u>21,700</u>	<u>5,823</u>	<u>15,877</u>
Excess (deficiency) of revenues over expenditures	(6,700)	(21,246)	12,732	33,978
Other Financing Sources (Uses)				
Transfers In	6,700	6,700	6,700	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	(14,546)	19,432	33,978
Beginning Cash Balance Budgeted	126,292	126,292	-	(126,292)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>126,292</u>	<u>126,292</u>
Fund balance at end of year	<u>\$ 126,292</u>	<u>\$ 111,746</u>	<u>145,724</u>	<u>\$ 33,978</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 145,724</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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 117,168	\$ 117,168	\$ 147,970	\$ 30,802
Miscellaneous	-	-	197	197
Total Revenues	<u>117,168</u>	<u>117,168</u>	<u>148,167</u>	<u>30,999</u>
Expenditures:				
State Fire Protection	<u>248,450</u>	<u>248,450</u>	<u>248,450</u>	<u>-</u>
Total Expenditures	<u>248,450</u>	<u>248,450</u>	<u>248,450</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(131,282)	(131,282)	(100,283)	30,999
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(131,282)	(131,282)	(100,283)	30,999
Beginning Cash Balance Budgeted	299,154	299,154		(299,154)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>299,288</u>	<u>299,288</u>
Fund balance at end of year	<u>\$ 167,872</u>	<u>\$ 167,872</u>	199,005	<u>\$ 31,133</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 199,005</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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 7,107	\$ 7,107	\$ 7,107	\$ -
Miscellaneous	-	-	-	-
Total Revenues	<u>7,107</u>	<u>7,107</u>	<u>7,107</u>	<u>-</u>
Expenditures:				
State EMS	<u>20,023</u>	<u>20,023</u>	<u>20,023</u>	<u>-</u>
Total Expenditures	<u>20,023</u>	<u>20,023</u>	<u>20,023</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(12,916)	(12,916)	(12,916)	-
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(12,916)	(12,916)	(12,916)	-
Beginning Cash Balance Budgeted	12,916	12,916	-	(12,916)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>12,916</u>	<u>12,916</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>	
			<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 County Fire/EMS Fund
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 18,441	\$ 18,441	\$ 10,071	\$ (8,370)
Miscellaneous	-	-	3,413	3,413
Total Revenues	<u>18,441</u>	<u>18,441</u>	<u>13,484</u>	<u>(4,957)</u>
Expenditures:				
County Fire/EMS	<u>25,141</u>	<u>25,141</u>	<u>7,624</u>	<u>17,517</u>
Total Expenditures	<u>25,141</u>	<u>25,141</u>	<u>7,624</u>	<u>17,517</u>
Excess (deficiency) of revenues over expenditures	(6,700)	(6,700)	5,860	12,560
Other Financing Sources (Uses)				
Transfers In	6,700	6,700	17,084	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	22,944	12,560
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>	22,944	<u>\$ 12,560</u>
RECONCILIATION TO GAAP				
Changes in due from other funds			(5,454)	
			<u>\$ 17,490</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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 39,058	\$ 39,058	\$ 49,326	\$ 10,268
Miscellaneous	-	-	(103)	(103)
Total Revenues	<u>39,058</u>	<u>39,058</u>	<u>49,223</u>	<u>10,165</u>
Expenditures:				
State Fire Protection	<u>39,058</u>	<u>39,058</u>	<u>31,601</u>	<u>7,457</u>
Total Expenditures	<u>39,058</u>	<u>39,058</u>	<u>31,601</u>	<u>7,457</u>
Excess (deficiency) of revenues over expenditures	-	-	17,622	17,622
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out			<u>10,384</u>	
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	7,238	17,622
Beginning Cash Balance Budgeted	22,195	22,195	-	(22,195)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>22,195</u>	<u>22,195</u>
Fund balance at end of year	<u>\$ 22,195</u>	<u>\$ 22,195</u>	29,433	<u>\$ 17,622</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 29,433</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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Intergovernmental	\$ 7,087	\$ 7,087	\$ 7,088	\$ 1
Miscellaneous	-	-	-	-
Total Revenues	<u>7,087</u>	<u>7,087</u>	<u>7,088</u>	<u>1</u>
Expenditures:				
Public safety	<u>7,087</u>	<u>7,087</u>	<u>7,087</u>	-
Total Expenditures	<u>7,087</u>	<u>7,087</u>	<u>7,087</u>	-
Excess (deficiency) of revenues over expenditures	-	-	1	1
Other Financing Sources (Uses)				
Transfers In	-	-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	1	1
Beginning Cash Balance Budgeted	9,840	9,840	-	(9,840)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>9,840</u>	<u>9,840</u>
Fund balance at end of year	<u>\$ 9,840</u>	<u>\$ 9,840</u>	<u>9,841</u>	<u>\$ 1</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 9,841</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, 2012

	<u>Budgeted Amounts</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Law Enforcement	\$ 28,400	\$ 28,400	\$ 28,400	\$ -
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>28,400</u>	<u>28,400</u>	<u>28,400</u>	<u>-</u>
Expenditures:				
Public Safety	<u>28,400</u>	<u>28,400</u>	<u>28,400</u>	<u>-</u>
Total Expenditures	<u>28,400</u>	<u>28,400</u>	<u>28,400</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	-	-
Beginning Cash Balance Budgeted	-	-		-
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Law Enforcement	\$ 70,500	\$ 70,500	\$ 77,692	\$ 7,192
Intergovernmental	-	-	-	-
Miscellaneous	58,962	58,962	62,896	3,934
Total Revenues	<u>129,462</u>	<u>129,462</u>	<u>140,588</u>	<u>11,126</u>
Expenditures:				
Detention Center	288,980	288,980	275,627	13,353
Total Expenditures	<u>288,980</u>	<u>288,980</u>	<u>275,627</u>	<u>13,353</u>
Excess (deficiency) of revenues over expenditures	(159,518)	(159,518)	(135,039)	24,479
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(159,518)	(159,518)	(135,039)	24,479
Beginning Cash Balance Budgeted	186,061	186,061	-	(186,061)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>186,061</u>	<u>186,061</u>
Fund balance at end of year	<u>\$ 26,543</u>	<u>\$ 26,543</u>	51,022	<u>\$ 24,479</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 51,022</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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Contributions	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	11,204	11,204	-
Total Revenues	-	11,204	11,204	-
Expenditures:				
Culture & recreation	-	21,449	21,449	-
Total Expenditures	-	21,449	21,449	-
Excess (deficiency) of revenues over expenditures	-	(10,245)	(10,245)	-
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	(10,245)	(10,245)	-
Beginning Cash Balance Budgeted	-	10,245		(10,245)
Fund Balance at beginning of year	-	-	10,245	10,245
Fund balance at end of year	\$ -	\$ -	-	\$ -
RECONCILIATION TO GAAP				
Change in Receivables			-	-
			\$ -	-

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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Licenses & Fees	\$ 20,000	\$ 20,000	\$ 28,511	\$ 8,511
Miscellaneous	500	500	2,627	2,127
Total Revenues	<u>20,500</u>	<u>20,500</u>	<u>31,138</u>	<u>10,638</u>
Expenditures:				
Clerk	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	500	500	11,138	10,638
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	500	500	11,138	10,638
Beginning Cash Balance Budgeted	46,061	46,061	-	(46,061)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>46,061</u>	<u>46,061</u>
Fund balance at end of year	<u>\$ 46,561</u>	<u>\$ 46,561</u>	<u>\$ 57,199</u>	<u>\$ 10,638</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 57,199</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, 2012

	Budgeted Amounts			Variance- Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Miscellaneous	40,000	40,000	52,460	12,460
Total Revenues	<u>40,000</u>	<u>40,000</u>	<u>52,460</u>	<u>12,460</u>
Expenditures:				
General Government	<u>50,000</u>	<u>50,000</u>	<u>49,837</u>	<u>163</u>
Total Expenditures	<u>50,000</u>	<u>50,000</u>	<u>49,837</u>	<u>163</u>
Excess (deficiency) of revenues over expenditures	(10,000)	(10,000)	2,623	12,623
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(10,000)	(10,000)	2,623	12,623
Beginning Cash Balance Budgeted	27,085	27,085	-	(27,085)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>27,085</u>	<u>27,085</u>
Fund balance at end of year	<u>\$ 17,085</u>	<u>\$ 17,085</u>	29,708	<u>\$ 12,623</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 29,708</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, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Law Enforcement	\$ 28,516	\$ 28,516	\$ 20,790	\$ (7,726)
Miscellaneous	-	-	-	-
Total Revenues	<u>28,516</u>	<u>28,516</u>	<u>20,790</u>	<u>(7,726)</u>
Expenditures:				
Sheriff	<u>28,516</u>	<u>28,516</u>	<u>28,357</u>	<u>159</u>
Total Expenditures	<u>28,516</u>	<u>28,516</u>	<u>28,357</u>	<u>159</u>
Excess (deficiency) of revenues over expenditures	-	-	(7,567)	(7,567)
Other Financing Sources (Uses)				
Transfers In	-	-	8,266	(8,266)
Transfers Out	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	-	-	699	699
Beginning Cash Balance Budgeted	-	-	-	-
Fund Balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	699	<u>\$ 699</u>
RECONCILIATION TO GAAP				
Changes in due from other governments			<u>-</u>	
			<u>\$ 699</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)
 Reappraisal Fund
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Taxes	\$ 65,000	\$ 65,000	\$ 72,940	\$ 7,940
Miscellaneous	5,000	5,000	14,638	9,638
Total Revenues	<u>70,000</u>	<u>70,000</u>	<u>87,578</u>	<u>17,578</u>
Expenditures:				
Assessor	<u>155,723</u>	<u>155,723</u>	<u>123,173</u>	<u>32,550</u>
Total Expenditures	<u>155,723</u>	<u>155,723</u>	<u>123,173</u>	<u>32,550</u>
Excess (deficiency) of revenues over expenditures	(85,723)	(85,723)	(35,595)	50,128
Other Financing Sources (Uses)				
Transfers In		-	-	
Transfers Out				
Revenues and Other Financing Sources Over (Under) Expenditures & Other Uses	(85,723)	(85,723)	(35,595)	50,128
Beginning Cash Balance Budgeted	293,882	293,882	-	(293,882)
Fund Balance at beginning of year	<u>-</u>	<u>-</u>	<u>335,898</u>	<u>335,898</u>
Fund balance at end of year	<u>\$ 208,159</u>	<u>\$ 208,159</u>	300,303	<u>\$ 92,144</u>
RECONCILIATION TO GAAP:				
Change in Due from other governments			-	
Change in Property Taxes Receivable			(1,103)	
Change in Deferred Property Taxes			1,142	
			<u>\$ 300,342</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, 2012

	Balance 6/30/2011	Adds	Deductions	Balance 6/30/2012
Assets:				
Cash	\$ 22,142	\$ 3,606,531	\$ 3,621,720	\$ 6,953
Taxes Receivable	338,874	694,646	606,263	427,257
Total Assets	\$ 361,016	\$ 4,301,177	\$ 4,227,983	\$ 434,210
 Liabilities:				
	Balance 6/30/2011	Adds	Deductions	Balance 6/30/2012
School Districts				
Portales Schools	\$ -	\$ 2,187,731	\$ 2,187,731	\$ -
Texico Schools	-	188,087	188,087	-
Floyd Schools	13,112	32,651	45,763	-
Melrose Schools	-	5,992	5,992	-
Dora Schools	-	91,775	91,775	-
House Schools	-	26,916	26,916	-
Elida Schools	-	78,211	78,211	-
Municipalities				
City of Portales	\$ -	\$ 297,707	\$ 297,707	\$ -
Town of Elida	-	2,537	2,537	-
Village of Floyd	-	938	938	-
Village of Dora	-	1,227	1,227	-
Village of Causey	-	3,019	3,019	-
Other				
Border SWCD	\$ -	\$ -	\$ -	\$ -
Children's Trust	-	2,565	2,565	-
State Levy	-	506,406	506,406	-
State Cost	-	5,925	5,925	-
Roosevelt County	4,990	-	-	4,990
Detention Trust	254	-	-	254
Taxes Paid in Advance/Protest	3,786	174,844	176,921	1,709
Due to Other Governments	338,874	694,646	606,263	427,257
Total Liabilities	\$ 361,016	\$ 4,301,177	\$ 4,227,983	\$ 434,210

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, 2012

Uncollected Taxes, July 1, 2011	\$ 707,064
Net taxes charged to treasurer for fiscal year	7,108,921
Adjustments	(32,366)
Current Year Tax Collections	(7,300,912)
Uncollected Taxes, June 30, 2012	<u>\$ 482,707</u>

Detail of Taxes distributed by Agency:

Property taxes receivable by years:

2003	11
2004	32
2005	94
2006	2,232
2007	3,327
2008	20,804
2009	42,807
2010	87,567
2011	<u>325,833</u>
Total taxes receivable	<u>\$ 482,707</u>

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Property Tax Schedule
For the year ended June 30, 2012

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									
2002-2010	23,617,874	265,560	21,794,224	265,560	21,794,224	-	1,735,505	-	88,145
2011	3,926,290	3,531,860	3,531,860	353,186	3,531,860	-	206,026	-	188,404
Total General advalorem	27,544,164	3,797,420	25,326,084	618,746	25,326,084	-	1,941,531	-	276,549
Reappraisal									
2002-2010	471,725	5,109	432,364	5,109	432,364	-	37,793	-	1,568
2011	71,089	67,831	67,831	67,831	67,831	-	-	-	3,258
Total Re-appraisal	542,814	72,940	500,195	72,940	500,195	-	37,793	-	4,826
Municipalities:									
City of Portales									
2002-2010	2,611,700	12,181	2,343,086	12,181	2,343,086	-	264,319	-	4,295
2011	371,529	285,526	285,526	285,526	285,526	-	76,057	-	9,946
Total City of Portales	2,983,229	297,707	2,628,612	297,707	2,628,612	-	340,376	-	14,241
Town of Elida									
2002-2010	21,138	183	18,955	183	18,955	-	2,071	-	112
2011	3,166	2,355	2,355	2,355	2,355	-	645	-	166
Total Town of Elida	24,304	2,538	21,310	2,538	21,310	-	2,716	-	278
Village of Floyd									
2002-2010	9,312	110	7,995	110	7,995	-	1,298	-	19
2011	1,249	828	828	828	828	-	353	-	68
Total Village of Floyd	\$ 10,561	\$ 938	\$ 8,823	\$ 938	\$ 8,823	\$ -	\$ 1,651	\$ -	\$ 87
Village of Dora									
2002-2010	9,628	74	8,373	74	8,373	-	1,226	-	29
2011	1,591	1,153	1,153	1,153	1,153	-	361	-	77
Total Village of Dora	\$ 11,219	\$ 1,227	\$ 9,526	\$ 1,227	\$ 9,526	\$ -	\$ 1,587	\$ -	\$ 106
Village of Causey									
2002-2010	10,741	1,372	9,900	1,372	9,900	-	838	-	3
2011	1,947	1,646	1,646	1,646	1,646	-	265	-	36
Total Village of Causey	\$ 12,688	\$ 3,018	\$ 11,546	\$ 3,018	\$ 11,546	\$ -	\$ 1,103	\$ -	\$ 39
BSWC									
2002-2010	2,688	-	2,670	-	2,670	-	18	-	-
2011	-	-	-	-	-	-	-	-	-
Total BSWC	\$ 2,688	\$ -	\$ 2,670	\$ -	\$ 2,670	\$ -	\$ 18	\$ -	\$ -
Schools									
Portales									
2002-2010	17,147,463	125,087	15,505,016	125,087	15,505,016	-	1,593,335	-	49,112
2011	2,602,984	2,072,545	2,072,545	2,072,545	2,072,545	-	455,319	-	75,120
Total Portales	\$ 19,750,447	\$ 2,197,632	\$ 17,577,561	\$ 2,197,632	\$ 17,577,561	\$ -	\$ 2,048,654	\$ -	\$ 124,232
Elida									
2002-2010	692,490	1,410	645,186	1,410	645,186	-	45,652	-	1,652
2011	90,182	73,802	73,802	7,382	73,802	-	14,061	-	2,299
Total Elida	\$ 782,672	\$ 75,212	\$ 718,988	\$ 8,792	\$ 718,988	\$ -	\$ 59,733	\$ -	\$ 3,951
Floyd									
2002-2010	299,660	1,872	271,935	1,872	271,935	-	26,939	-	786
2011	39,151	31,228	31,228	31,228	31,228	-	7,377	-	546
Total Floyd	\$ 338,811	\$ 33,100	\$ 303,163	\$ 33,100	\$ 303,163	\$ -	\$ 34,316	\$ -	\$ 1,332

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Property Tax Schedule
For the year ended June 30, 2012

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									
2002-2010	818,316	6,674	748,120	6,674	748,120	-	69,926	-	270
2011	97,269	85,101	85,101	85,101	85,101	-	10,334	-	1,834
Total Dora	\$ 915,585	\$ 91,775	\$ 833,221	\$ 91,775	\$ 833,221	\$ -	\$ 80,260	\$ -	\$ 2,104
Texico									
2002-2010	1,004,540	56,755	941,539	56,755	941,539	-	62,776	-	225
2011	168,488	131,333	131,333	131,333	131,333	-	18,775	-	18,380
Total Texico	\$ 1,173,028	\$ 188,088	\$ 1,072,872	\$ 188,088	\$ 1,072,872	\$ -	\$ 81,551	\$ -	\$ 18,605
Melrose									
2002-2010	47,799	-	47,751	-	47,751	-	45	-	3
2011	7,979	5,992	5,992	5,992	5,992	-	1,506	-	481
Total Melrose	\$ 55,778	\$ 5,992	\$ 53,743	\$ 5,992	\$ 53,743	\$ -	\$ 1,551	\$ -	\$ 484
House									
2002-2010	162,943	104	155,672	104	155,672	-	7,271	-	-
2011	30,055	26,813	26,813	26,813	26,813	-	3,040	-	202
Total House	\$ 192,998	\$ 26,917	\$ 182,485	\$ 26,917	\$ 182,485	\$ -	\$ 10,311	\$ -	\$ 202
State									
State Levy									
2002-2010	2,684,568	27,589	2,437,322	27,589	2,437,322	-	240,555	-	6,691
2011	394,522	315,880	315,880	315,880	315,880	-	65,815	-	12,827
Total State Levy	\$ 3,079,090	\$ 343,469	\$ 2,753,202	\$ 343,469	\$ 2,753,202	\$ -	\$ 306,370	\$ -	\$ 19,518
Cattle									
2002-2010	400,550	285	391,805	285	391,805	-	6,025	-	2,720
2011	40,836	35,942	35,942	35,942	35,942	-	2,451	-	2,443
Total Cattle	\$ 441,386	\$ 36,227	\$ 427,747	\$ 36,227	\$ 427,747	\$ -	\$ 8,476	\$ -	\$ 5,163
Goats									
2002-2010	731	5	720	5	720	-	11	-	-
2011	54	55	55	55	55	-	(1)	-	-
Total Goats	\$ 785	\$ 60	\$ 775	\$ 60	\$ 775	\$ -	\$ 10	\$ -	\$ -
Equines									
2002-2010	13,246	11	12,916	11	12,916	-	309	-	21
2011	675	628	628	628	628	-	6	-	41
Total Equines	\$ 13,921	\$ 639	\$ 13,544	\$ 639	\$ 13,544	\$ -	\$ 315	\$ -	\$ 62
D-Cattle									
2002-2010	1,017,596	23,352	995,408	23,352	995,408	-	20,965	-	1,223
2011	114,226	102,661	102,661	102,661	102,661	-	1,860	-	9,705
Total D-Cattle	\$ 1,131,822	\$ 126,013	\$ 1,098,069	\$ 126,013	\$ 1,098,069	\$ -	\$ 22,825	\$ -	\$ 10,928
Totals									
2002-2010	51,044,708	527,733	46,770,957	527,733	46,770,957	-	4,116,877	-	156,874
2011	7,866,013	6,688,078	6,688,078	3,442,984	6,688,078	-	853,936	-	325,833
Totals	\$ 58,910,721	\$ 7,215,811	\$ 53,459,035	\$ 3,970,717	\$ 53,459,035	\$ -	\$ 4,970,813	\$ -	\$ 482,707

STATE OF NEW MEXICO
ROOSEVELT COUNTY

Schedule of Individual Deposit Accounts and Investments
For the Year ended June 30, 2012

<u>Name of Depository</u>	<u>Account Name</u>	<u>Type of Account</u>	<u>Bank Balance as of 6/30/2012</u>	<u>Deposit in Transit</u>	<u>Less: Outstanding Checks</u>	<u>Reconciled Account Balance</u>
James Polk Stone	Roosevelt Co.	Checking	\$ 1,887,274	\$ -	\$ 667,429	\$ 1,219,845
James Polk Stone	Roosevelt Co	Checking	23	-	-	23
N M Bank & Trust	Roosevelt Co	CD	500,000	-	-	500,000
LPL Financial	Roosevelt Co.	CD	2,457,379	-	-	2,457,379
Bank of Albuquerque	Roosevelt Co	Checking	227,208	-	-	227,208
State Treasurer	Roosevelt Co.	Short Term Inv	76,446	-	-	76,446
Cash on Hand	Roosevelt Co.		<u>200</u>	<u>-</u>	<u>-</u>	<u>200</u>
			<u>\$ 5,148,530</u>	<u>\$ -</u>	<u>\$ 667,429</u>	<u>\$ 4,481,101</u>

RONNY FOUTS
CERTIFIED PUBLIC ACCOUNTANT
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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, each major fund, and 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 comparisons presented as supplemental information of Roosevelt County as of and for the year ended June 30, 2012, and have issued our report thereon dated November 2, 2012. 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

Management of Roosevelt County is responsible for establishing and maintaining effective 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 Roosevelt County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the 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 misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roosevelt County financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclose no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

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

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

Ronny Fouts, CPA
Melrose, New Mexico
November 2, 2012

STATE OF NEW MEXICO
Roosevelt County

Schedule of Findings and Responses
For the Year Ended June 30, 2012

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

11-1 Purchases of ineligible items – significant deficiency	Resolved
11-2 Budgets overspent - Other	Resolved

CURRENT YEAR FINDINGS

None

STATE OF NEW MEXICO
Roosevelt County

Exit Conference
For the Year Ended June 30, 2012

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

EXIT CONFERENCE

On November 13, 2012 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.

Ronny Fouts, CPA
Melrose, New Mexico
November 2, 2012