

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

**Financial Statements
for the Year Ended
June 30, 2009,
and Independent
Auditors' Report**



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STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Official Roster

Year Ended June 30, 2009

NAME

TITLE

BOARD OF COUNTY COMMISSIONERS

David R. Salazar

Chairman

June J. Garcia

Vice-Chairman

Marcellino A. Ortiz

Commissioner

Albert Padilla

Commissioner

Nicholas T. Leger

Commissioner

ELECTED OFFICIALS

Elaine Estrada

County Assessor

Paul Maez

County Clerk

Benji Vigil

County Sheriff

Alfonso Ortiz

County Treasurer

ADMINISTRATIVE OFFICIALS

Les W. J. Montoya

County Manager

Melinda Gonzales

Finance Director

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners,
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, the aggregate remaining fund information and the budgetary comparisons for the general fund and major special revenue funds of San Miguel County (the County) as of and for the year ended June 30, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's non-major governmental funds, fiduciary funds and budgetary comparisons, presented as supplementary information in the accompanying combining and individual fund financial statements and schedules as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the agency's internal control over financial reporting. Accordingly, we express no such opinion. 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective 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 non-major governmental fund and fiduciary fund of the County, as of June 30, 2009, and the respective changes in financial



Board of County Commissioners,
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

position and cash flows, where applicable, thereof, and the respective budgetary comparisons for the non-major governmental and the major enterprise fund and the Public Works Facility major capital project fund for the year then ended, in conformity with a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America, as described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 5, 2009, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 4 through 11 is not a required part of the basic financial statements but is supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements and budgetary comparisons presented as supplemental information. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Also, the schedules listed as other supplementary schedules in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the County, including the Financial Data Schedule and the Schedule of Changes in Assets and Liabilities for Agency funds. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Meyners + Company, LLC
November 5, 2009

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Management's Discussion and Analysis
Year Ended June 30, 2009

As management of the County of San Miguel (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ending June 30, 2009.

Financial Highlights

The County's gross receipt taxes have been maintaining, with the exception of gross receipt taxes solely enacted in the unincorporated areas which represents roughly thirty six percent of the total San Miguel County tax enactments. The taxes in the unincorporated areas effect taxes related to infrastructure, fire and environmental services

The County received \$407,416 in Transportation Enhancement Funds and was awarded an American Recovery and Reinvestment Act of 2009 (ARRA) grant in the amount of \$937,015 for the Cinder Trail. The design was completed in FY08/09 and the construction will take place during FY09/10.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-Wide Financial Statements. The government-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.

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. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Overview of the Financial Statements - continued

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 objectives. 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 of the County can be divided into one of three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. For this purpose, the County considers revenues to be available if they are collected within 60 days of the current fiscal period. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of 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 in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-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.

In addition to the General fund, the County maintains forty-two other individual governmental funds, of which thirty six are classified as Special Revenue funds, six are classified as Debt Service funds, and four are classified as Capital Projects funds. Information for the General fund, the Detention Center fund, Road Projects - Special Appropriation fund, Fire District funds, Public Works Facility fund and Community Projects fund, all of which are considered to be major funds, is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its General fund. A budgetary comparison statement for the General fund is presented on page 11. In addition, the County adopts an annual budget for other non-major funds. A budgetary comparison statement is presented in the aggregate and individually for all of those funds.

Overview of the Financial Statements - continued

Fund Financial Statements - continued

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County's primary government, assets exceed liabilities by \$24,284,952. The net asset category, invested in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt, is at a positive \$12,690,534. This is a result of bond proceeds that have not been expended during the fiscal year, maintaining cash reserve requirements set by the Department of Finance and Administration and due to a large amount of Fire District Funds on hand that have not yet been set. Once the projects are in progress or are completed, the capital assets will increase. The County uses these capital assets to provide services to the 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.

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

**Management's Discussion and Analysis - continued
Year Ended June 30, 2009**

Financial Analysis of the County as a Whole

Net Assets

Table A-1 summarizes the County's net assets for the fiscal year ending June 30, 2009.

**Table A-1
The County's Net Assets**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>FY2009</u>	<u>FY2008</u>	<u>FY2009</u>	<u>FY2008</u>	<u>FY2009</u>	<u>FY2008</u>
Assets:						
Current and other assets	\$ 12,875,916	12,580,634	-	-	12,875,916	12,580,634
Capital assets	<u>28,051,935</u>	<u>23,753,511</u>	<u>675,667</u>	<u>696,785</u>	<u>28,727,602</u>	<u>24,450,296</u>
Total assets	\$ <u>40,927,851</u>	<u>36,334,145</u>	<u>675,667</u>	<u>696,785</u>	<u>41,603,518</u>	<u>37,030,930</u>
Liabilities:						
Current liabilities	\$ 1,281,498	926,695	-	-	1,281,498	926,695
Long-term liabilities	<u>15,361,401</u>	<u>16,021,718</u>	<u>-</u>	<u>-</u>	<u>15,361,401</u>	<u>16,021,718</u>
Total liabilities	16,642,899	16,948,413	-	-	16,642,899	16,948,413
Net assets:						
Invested in capital assets, net of related debt	12,690,534	7,731,793	675,667	-	13,366,201	7,731,793
Restricted	-	-	-	-	-	-
Unrestricted	<u>11,594,418</u>	<u>11,653,939</u>	<u>-</u>	<u>696,785</u>	<u>11,594,418</u>	<u>12,350,724</u>
Total net assets	<u>24,284,952</u>	<u>19,385,732</u>	<u>675,667</u>	<u>696,785</u>	<u>24,960,619</u>	<u>20,082,517</u>
Total liabilities and net assets	\$ <u>40,927,851</u>	<u>36,334,145</u>	<u>675,667</u>	<u>696,785</u>	<u>41,603,518</u>	<u>37,030,930</u>

The significant change in net assets for fiscal year 2009 as compared to fiscal year 2008 was an increase of \$6,231,725 in capital assets. The increases are due to construction work at the County Courthouse, the District Attorney Office. The increase also reflects work on various road/infrastructure improvements and vehicle purchases for volunteer fire departments, the Sheriff's Office, Public Works, Veteran's Program and the Assessors' Office. Finally, the county purchased a rock crusher in order to start producing material for county roads.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Management's Discussion and Analysis - continued
Year Ended June 30, 2009

Financial Analysis of the County as a Whole - continued

Changes in Net Assets

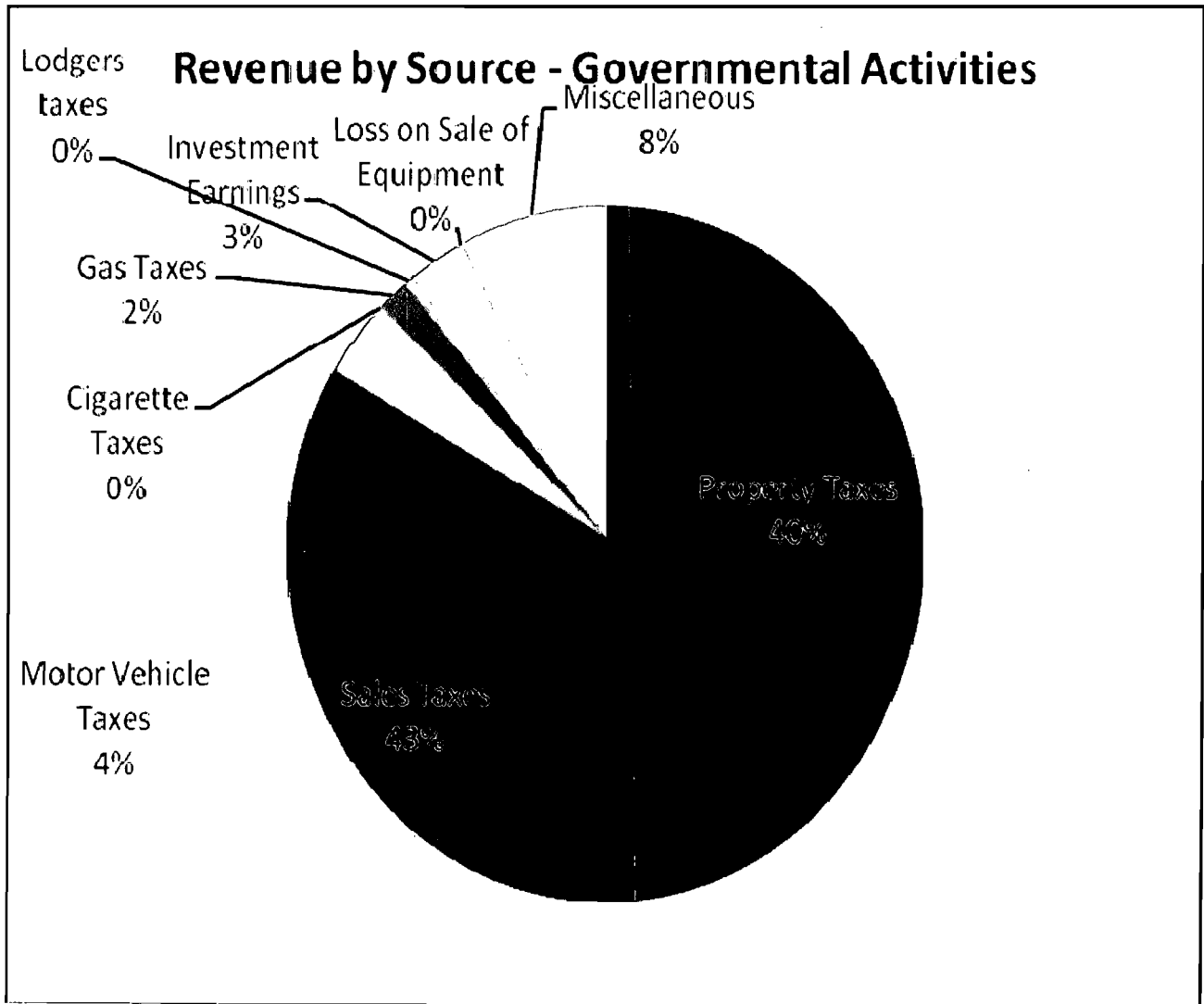
Table A-2 summarizes the County's changes in net assets for fiscal year 2009. Governmental activities during the year increased the County's net assets by \$5,209,218.

**Table A-2
Changes in the County's Net Assets**

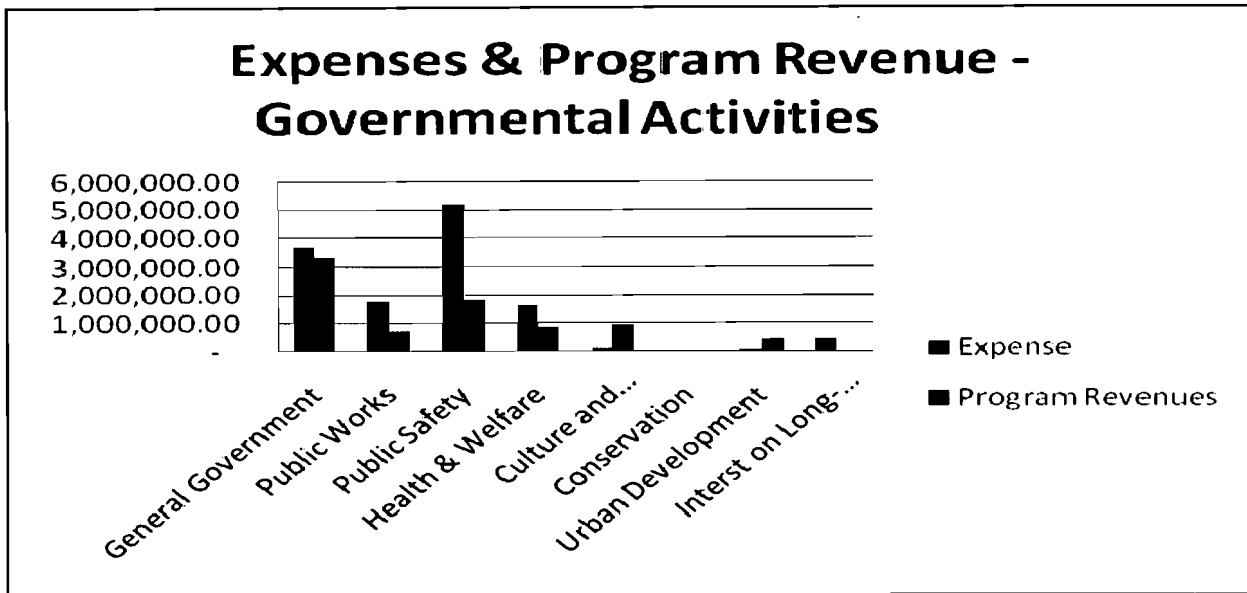
	Governmental Activities		Business-Type Activities		Total	
	FY2009	FY2008	FY2009	FY2008	FY2009	FY2008
Revenues:						
Program revenues:						
Charges for services	\$ 958,653	1,051,572	-	-	958,653	1,051,572
Operating grants & contributions	6,536,407	5,910,816	-	-	6,536,408	5,910,816
Capital grants & contributions	3,335,196	1,034,159	-	-	3,335,196	1,034,159
General revenues:						
Property taxes	3,577,473	3,575,023	-	-	3,577,473	3,575,023
Other taxes	4,199,347	4,327,706	-	-	4,199,347	4,327,706
Investment income	207,540	245,876	-	-	207,540	245,876
Other	<u>263,361</u>	<u>666,190</u>	<u>-</u>	<u>-</u>	<u>263,361</u>	<u>666,190</u>
Total revenues	19,077,978	16,811,342	-	-	19,077,978	16,811,342
Expenses:						
General government	4,374,978	3,652,663	-	-	4,374,978	3,652,663
Public works	1,677,587	1,775,705	-	-	1,677,587	1,775,705
Public safety	5,172,643	5,179,432	-	-	5,172,643	5,179,432
Health & welfare	1,590,306	1,632,618	-	-	1,590,306	1,632,618
Culture & recreation	148,310	86,873	-	-	148,310	86,873
Conservation	108,519	760	-	-	108,519	760
Urban redevelopment	-	37,633	-	-	-	37,633
Interest on long-term debt	796,416	427,991	-	-	796,416	427,991
Ribera Housing	-	-	<u>21,118</u>	<u>21,118</u>	<u>21,118</u>	<u>21,118</u>
Total expenses	<u>13,868,759</u>	<u>12,793,675</u>	<u>21,118</u>	<u>21,118</u>	<u>13,899,877</u>	<u>12,814,793</u>
Increase in net assets	\$ <u>5,209,218</u>	<u>4,017,667</u>	<u>(21,118)</u>	<u>(21,118)</u>	<u>5,188,100</u>	<u>3,996,549</u>

The County's revenues increased by 13% from the previous fiscal year. The most significant change were related to road and low water crossing projects funded by GRIP, NM Fire Protection Grant Council awards to three volunteer fire departments, an increase in payment in lieu of taxes (PILT), an increase in Secure Rural Schools Act funding, grant for the courthouse remodel, the Wood Business Park as well as other smaller grants. The expenditures increased by 8% and are tied to increased salaries and wages and costs associated with renting office space while the courthouse was being remodeled.

Financial Analysis of the County as a Whole – continued



Financial Analysis of the County as a Whole – continued



During the fiscal year ending June 30, 2009, the County had \$6,231,725 invested in a broad range of capital assets. The capital assets include construction in progress at the Courthouse, the District Attorney's Office, District Court, Sapello Volunteer Fire Department, and the Wood Business Park and Detention Center. The increase also reflects work on various road/infrastructure improvements and vehicle purchases for volunteer fire departments, the sheriff's office, public works, the assessor's office and the veterans program.

The County's fiscal year 2010 capital budget calls for \$6,230,730 in capital projects, principally for the remodeling of the County Courthouse, a new Public Works Facility, road projects, fire equipment and small projects. Not all projects will be completed in the fiscal year so the budgets may be rolled over to future budgets.

Governmental Funds

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$10,461,941. Approximately 27% of this total constitutes unreserved general fund balances, which is available for spending at the County's discretion. The remainder of the fund balance is reserved for debt service or is classified as unreserved but must be used on the specific items as determined by the source.

Financial Analysis of the County's Funds

Budget

As mentioned earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. For the General Fund Budget, total revenues budgeted were \$5,515,441 and actual revenues received were \$5,962,756, which is a positive variance of \$447,315. This variance is mainly attributed to additional PILT payments received in FY08/09 for the previous fiscal year.

The General Fund Budgeted Expenditures had a positive variance of \$404,890. The variance consists of approximately \$165,858 in capital outlay that was budgeted but not yet expended. The County also realized approximately \$50,000 in vacancy savings.

Capital Assets

For fiscal year 2009, there was approximately \$6,231,725 in additions. The capital assets include construction in progress at the Courthouse, the District Attorney's Office, District Court, Sapello Volunteer Fire Department, and the Wood Business Park and Detention Center. The increase also reflects work on various road/infrastructure improvements and vehicle purchases for volunteer fire departments, the sheriff's office, public works, the assessor's office and the veterans program.

Debt

At year-end, the County had approximately \$15,176,305 (exclusive of compensated absences) in bonds and notes outstanding for governmental activities. There was one new loan during fiscal year 2009. This loan consists of \$167,000 for the purpose of acquiring, constructing, equipping and improving fire protection equipment and facilities for use of the Cabo Lucero Volunteer Fire Department.

Requests for Information

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Supervisor located at Finance Office, 500 West National Suite 304, Las Vegas, NM 87701.

FINANCIAL STATEMENTS

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STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Net Assets

AS OF JUNE 30, 2009

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS:			
Cash and cash equivalents (Note 2)	\$ 8,384,326	-	8,384,326
Accounts receivable, net (Note 3)	3,685,854	-	3,685,854
Prepaid assets	566,046	-	566,046
Other assets	202,336	-	202,336
Due from agency fund (Note 6)	37,354	-	37,354
Capital assets, net of accumulated depreciation (Note 4):			
Land	1,479,393	492,993	1,972,386
Construction in Progress	1,632,291	-	1,632,291
Buildings and improvements	14,367,974	182,674	14,550,648
Furniture and fixtures	7,736,865	-	7,736,865
Vehicles	1,644,809	-	1,644,809
Heavy equipment	384,672	-	384,672
Infrastructure	805,931	-	805,931
TOTAL ASSETS	\$ 40,927,851	675,667	41,603,518
LIABILITIES AND NET ASSETS:			
LIABILITIES:			
Accounts payable	\$ 538,658	-	538,658
Accrued payroll	248,774	-	248,774
Deferred revenue	242,011	-	242,011
Other liabilities	62,331	-	62,331
Accrued interest	189,724	-	189,724
Long-term liabilities (Note 5):			
Due within one year	1,072,387	-	1,072,387
Due in more than one year	14,289,014	-	14,289,014
TOTAL LIABILITIES	16,642,899	-	16,642,899
NET ASSETS:			
Invested in capital assets, net of related debt	12,690,534	675,667	13,366,201
Unrestricted	11,594,418	-	11,594,418
TOTAL NET ASSETS	24,284,952	675,667	24,960,619
TOTAL LIABILITIES AND NET ASSETS	\$ 40,927,851	675,667	41,603,518

YEAR ENDED JUNE 30, 2009

		<u>Program Revenues</u>	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
PRIMARY GOVERNMENT:			
GOVERNMENTAL ACTIVITIES:			
General government	\$ 4,374,978	413,572	2,389,514
Public works	1,677,587	166,074	959,535
Public safety	5,172,643	379,007	2,189,808
Health and welfare	1,590,306	-	869,111
Culture and recreation	148,310	-	65,722
Conservation	108,519	-	62,717
Urban redevelopment	-	-	-
Interest on long-term debt	<u>796,416</u>	<u>-</u>	<u>-</u>
TOTAL GOVERNMENTAL ACTIVITIES	13,868,759	958,653	6,536,407
BUSINESS-TYPE ACTIVITIES:			
Ribera Housing	<u>21,118</u>	<u>-</u>	<u>-</u>
TOTAL BUSINESS-TYPE ACTIVITIES	<u>21,118</u>	<u>-</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT	\$ <u>13,889,877</u>	<u>958,653</u>	<u>6,536,407</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Activities

Capital Grants and Contributions	Primary Government		Total
	Governmental Activities	Business-type Activities	
3,235,141	1,663,249	-	1,663,249
-	(551,978)	-	(551,978)
-	(2,603,828)	-	(2,603,828)
-	(721,195)	-	(721,195)
-	(82,588)	-	(82,588)
100,055	54,253	-	54,253
-	-	-	-
-	(796,416)	-	(796,416)
3,335,196	(3,038,503)	-	(3,038,503)
-	-	(21,118)	(21,118)
-	-	(21,118)	(21,118)
<u>3,335,196</u>	<u>(3,038,503)</u>	<u>(21,118)</u>	<u>(3,059,621)</u>
General revenues:			
Taxes:			
Property taxes	\$ 3,577,473	-	3,577,473
Sales taxes	3,680,922	-	3,680,922
Motor vehicle taxes	322,906	-	322,906
Cigarette taxes	1,021	-	1,021
Gas taxes	160,289	-	160,289
Lodgers taxes	34,209	-	34,209
Investment earnings	207,540	-	207,540
Loss on sale of equipment	-	-	-
Miscellaneous	263,361	-	263,361
Total general revenues	<u>8,247,721</u>	<u>-</u>	<u>8,247,721</u>
Change in net assets	5,209,218	(21,118)	5,188,100
Net assets, beginning	19,385,732	696,785	20,082,517
Restatements (Note 15)	(309,998)	-	(309,998)
Net assets, as restated	<u>19,075,734</u>	<u>696,785</u>	<u>19,772,519</u>
Net assets, ending	\$ <u>24,284,952</u>	<u>675,667</u>	<u>24,960,619</u>

AS OF JUNE 30, 2009

	Major		
	<u>General Fund</u>	<u>Detention Center</u>	<u>Road Projects Special Approp.</u>
ASSETS:			
Cash and cash equivalents (Note 2)	\$ 1,377,332	71,262	-
Restricted cash	1,082	-	-
Property taxes receivable (Note 3)	1,388,389	-	-
Accounts receivable (Note 3)	117,297	101,984	838,425
Federal receivable	-	-	-
Prepaid expenses	164,414	-	-
Other assets	-	-	-
Due from other funds (Note 6)	<u>1,445,114</u>	<u>195,316</u>	<u>-</u>
TOTAL ASSETS	\$ <u>4,493,628</u>	<u>368,562</u>	<u>838,425</u>
LIABILITIES:			
Accounts payable	\$ 61,544	32,830	32,271
Accrued payroll	122,627	68,961	1,659
Deferred revenue	1,322,201	-	-
Debt service reserve	-	-	-
Due to other funds	<u>102,446</u>	<u>8,218</u>	<u>672,133</u>
TOTAL LIABILITIES	<u>1,608,818</u>	<u>110,009</u>	<u>706,063</u>
FUND BALANCES:			
Reserved:			
Debt service	-	-	-
Unreserved for:			
General Fund	2,884,810	-	-
Special revenue funds	-	258,553	132,362
Capital projects funds	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL FUND BALANCES	<u>2,884,810</u>	<u>258,553</u>	<u>132,362</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ <u>4,493,628</u>	<u>368,562</u>	<u>838,425</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Balance Sheet - Governmental Funds

Funds	Public Works Facility	Community Projects	Other Governmental Funds	Total Governmental Funds
Fire Districts				
2,011,703	46,628	-	1,846,706	5,353,631
5,116	1,392,561	-	1,631,936	3,030,695
-	-	-	5,525	1,393,914
180,845	-	474,059	387,374	2,099,984
-	-	-	191,956	191,956
-	-	-	401,632	566,046
36,663	-	-	165,673	202,336
<u>-</u>	<u>-</u>	<u>-</u>	<u>108,396</u>	<u>1,748,826</u>
<u>2,234,327</u>	<u>1,439,189</u>	<u>474,059</u>	<u>4,739,198</u>	<u>14,587,388</u>
50,728	-	-	361,285	538,658
-	-	-	55,527	248,774
10,683	-	-	231,328	1,564,212
-	-	-	62,331	62,331
<u>31</u>	<u>-</u>	<u>454,985</u>	<u>473,659</u>	<u>1,711,472</u>
<u>61,442</u>	<u>-</u>	<u>454,985</u>	<u>1,184,130</u>	<u>4,125,447</u>
-	-	-	1,649,691	1,649,691
-	-	-	-	2,884,810
2,172,885	-	19,074	1,026,812	3,609,686
<u>-</u>	<u>1,439,189</u>	<u>-</u>	<u>878,565</u>	<u>2,317,754</u>
<u>2,172,885</u>	<u>1,439,189</u>	<u>19,074</u>	<u>3,555,068</u>	<u>10,461,941</u>
<u>2,234,327</u>	<u>1,439,189</u>	<u>474,059</u>	<u>4,739,198</u>	<u>14,587,388</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Reconciliation of the Balance Sheet to the
Statement of Net Assets - Governmental Activities

YEAR ENDED JUNE 30, 2009

Total Fund Balance - Governmental Funds
(Governmental Fund Balance Sheet) \$ 10,461,941

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

Capital assets used in governmental activities are not financial
resources and, therefore, are not reported in the funds.

The cost of capital assets is:	43,889,104
Accumulated depreciation is:	<u>(15,837,169)</u>
Total capital assets	28,051,935

Property tax receivables are not available to pay for current
expenditures and, therefore, are deferred in the funds.

Deferred property tax revenue	1,322,201
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Long-term and certain other liabilities, including bonds payable,
are not due and payable in the current period and therefore are
not reported as liabilities in the funds.

Long-term and other liabilities at year end consist of:

Debt (Bonds and notes payable)	(15,176,305)
Accrued interest	(189,724)
Compensated absences payable:	<u>(185,096)</u>
Total long-term and other liabilities	<u>(15,551,125)</u>

Net assets of governmental activities (Statement of Net Assets) \$ 24,284,952

YEAR ENDED JUNE 30, 2009

	Major Funds		
	General Fund	Detention Center	Road Projects Special Approp.
REVENUES:			
Intergovernmental:			
Operating grants and contributions	\$ 1,507,646	688,054	-
Capital grants and contributions	-	-	3,037,839
Federal grants	11,500	-	106,196
Taxes:			
Property	3,668,146	-	-
Sales	456,939	436,546	-
Motor vehicle	69,055	-	-
Gas	-	-	-
Cigarette	680	-	-
Lodgers	-	-	-
Licenses and fees	222,706	134,692	-
Interest income	81,354	5,682	-
Miscellaneous	34,258	11,603	49,439
TOTAL REVENUES	6,052,284	1,276,577	3,193,474
EXPENDITURES:			
Current:			
General government	3,370,507	34,032	45,185
Public works	-	-	-
Public safety	688,444	2,253,863	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Conservation	-	-	-
Urban redevelopment	-	-	-
Capital outlay	314,185	95,369	2,948,328
Debt service:			
Principal payments	41,750	-	-
Interest payments	12,590	-	-
Bond issuance cost	-	-	-
TOTAL EXPENDITURES	4,427,476	2,383,264	2,993,513

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds

<u>Fire Districts</u>	<u>Public Works Facility</u>	<u>Community Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
1,481,473	-	226,938	1,487,989	5,392,100
-	-	-	297,357	3,335,196
-	-	-	1,026,611	1,144,307
-	-	-	-	3,668,146
148,895	-	-	2,638,542	3,680,922
-	-	-	253,851	322,906
-	-	-	160,289	160,289
-	-	-	341	1,021
-	-	-	34,209	34,209
-	-	-	601,255	958,653
59,771	6,404	6	54,323	207,540
<u>7,338</u>	<u>-</u>	<u>16,000</u>	<u>144,723</u>	<u>263,361</u>
1,697,477	6,404	242,944	6,699,490	19,168,650
75,514	53,372	-	555,987	4,134,597
-	-	-	1,660,292	1,660,292
219,268	-	-	627,468	3,789,043
-	-	-	1,503,831	1,503,831
-	-	113,719	-	113,719
-	-	-	108,519	108,519
-	-	-	-	-
549,139	-	81,955	2,242,749	6,231,725
110,027	-	-	708,383	860,160
46,628	-	-	608,120	667,338
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,000,576</u>	<u>53,372</u>	<u>195,674</u>	<u>8,015,349</u>	<u>19,069,224</u>

YEAR ENDED JUNE 30, 2009

	Major		
	<u>General Fund</u>	<u>Detention Center</u>	<u>Road Projects Special Approp.</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 1,624,808	(1,106,687)	199,961
OTHER FINANCING SOURCES (USES):			
Transfers in	138,358	1,248,561	38,597
Transfers out	(1,308,424)	(200,145)	-
Proceeds from issuance of debt	-	-	-
Proceeds from the sale of capital assets	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,170,066)</u>	<u>1,048,416</u>	<u>38,597</u>
NET CHANGES IN FUND BALANCE	454,742	(58,271)	238,558
FUND BALANCE, BEGINNING	2,430,068	316,824	-
RESTATEMENTS	<u>-</u>	<u>-</u>	<u>(106,196)</u>
FUND BALANCE, AS RESTATED	<u>2,430,068</u>	<u>316,824</u>	<u>(106,196)</u>
FUND BALANCE, ENDING	\$ <u>2,884,810</u>	<u>258,553</u>	<u>132,362</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds - continued

Funds				
Fire Districts	Public Works Facility	Community Projects	Other Governmental Funds	Total Governmental Funds
696,901	(46,968)	47,270	(1,315,859)	99,426
68,984	280,000	-	1,291,298	3,065,798
(90,807)	-	-	(1,466,422)	(3,065,798)
167,000	-	-	-	167,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>145,177</u>	<u>280,000</u>	<u>-</u>	<u>(175,124)</u>	<u>167,000</u>
842,078	233,032	47,270	(1,490,983)	266,426
1,363,183	1,206,157	(28,196)	5,013,675	10,301,711
<u>(32,376)</u>	<u>-</u>	<u>-</u>	<u>32,376</u>	<u>(106,196)</u>
<u>1,330,807</u>	<u>1,206,157</u>	<u>(28,196)</u>	<u>5,046,051</u>	<u>10,195,515</u>
<u>2,172,885</u>	<u>1,439,189</u>	<u>19,074</u>	<u>3,555,068</u>	<u>10,461,941</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

**Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances - Governmental Funds
to the Statement of Activities - Governmental Activities**

YEAR ENDED JUNE 30, 2009

Net Changes in Fund Balances - Total Governmental Funds

(Statement of Revenues, Expenditures, and Changes in Fund Balances) \$ 266,426

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

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Increase in compensated absences	(32,843)
Increase in accrued interest	(129,078)

Debt proceeds provided current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of debt principal is an expenditure in the Governmental Funds, but it reduces long-term debt in the Statement of Net Assets.

Debt payments	860,160
Debt proceeds	(167,000)

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. Additionally, there was a transfer of capital assets between the general fund and two enterprise funds. In the current funds, the transfer for the general fund is recorded in the Statement of Activities. In the current period, these amounts were:

Capital outlay	6,231,725
Depreciation expense	<u>(1,729,499)</u>
Excess of capital outlay over depreciation expense	<u>4,502,226</u>

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. In the current period, these amounts were:

Decrease in deferred property tax revenue	<u>(90,673)</u>
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Change in net assets of governmental activities (Statement of Activities) \$ 5,209,218

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues and Expenditures -
Major Governmental Funds -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	GENERAL FUND			
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 3,256,051	3,455,000	3,672,126	217,126
Sales	460,250	460,250	463,034	2,784
Motor vehicle	75,000	75,000	69,078	(5,922)
Cigarette	600	700	660	(40)
Intergovernmental	443,917	409,917	274,355	(135,562)
Payment in lieu of taxes	524,000	836,241	1,174,376	338,135
Licenses and fees	201,150	221,333	222,456	1,123
Interest income	60,000	45,000	81,354	36,354
Miscellaneous	12,500	12,000	5,317	(6,683)
TOTAL REVENUES	5,033,468	5,515,441	5,962,756	447,315
EXPENDITURES:				
Current:				
General government:				
County commission	\$ 236,104	219,178	195,039	24,139
County manager	387,134	387,985	356,981	31,004
Information technology	143,274	163,773	164,319	(546)
Finance and administration	294,662	285,740	273,657	12,083
General county	851,928	993,746	934,087	59,659
Human resources	73,467	70,647	68,497	2,150
Zoning	159,987	169,562	152,648	16,914
Legal	64,613	64,613	64,612	1
County clerk	233,682	231,662	233,483	(1,821)
Assessor/reappraisal	503,186	500,830	497,766	3,064
Treasurer	286,744	269,024	254,506	14,518
Maintenance	216,657	226,872	208,713	18,159
Capital outlay	407,728	485,713	319,855	165,858
Total general government	3,859,166	4,069,345	3,724,163	345,182
Public safety:				
Sheriff	653,862	670,792	611,661	59,131
Capital outlay	4,000	3,738	3,162	576
Total public safety	657,862	674,530	614,823	59,707
Culture and recreation				-
Debt service:				
Principal payments	17,753	17,753	17,752	1
Interest payments	12,590	12,590	12,590	-
Total Debt Service	30,343	30,343	30,342	1
TOTAL EXPENDITURES	4,547,371	4,774,218	4,369,328	404,890
OTHER FINANCING SOURCES (USES):				
Operating transfers in	41,257	138,358	138,358	-
Operating transfers out	(1,044,177)	(1,308,424)	(1,308,424)	-
TOTAL OTHER FINANCING SOURCES (USES)	(1,002,920)	(1,170,066)	(1,170,066)	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER EXPENDITURES AND OTHER FUNDING SOURCES (USES))	\$ (516,823)	(428,843)	423,362	(852,205)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ 516,823	428,843		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues and Expenditures -
Major Special Revenue Funds -
Budget and Actual (Non-GAAP Budgetary Basis) - continued

YEAR ENDED JUNE 30, 2009

	DETENTION CENTER			
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
REVENUES:				
Intergovernmental	\$ 753,600	643,249	686,439	43,190
Taxes - sales	444,000	444,000	423,852	(20,148)
Licenses and fees	100,000	110,000	110,262	262
Interest income	2,500	4,000	13,672	9,672
Miscellaneous	<u>72,000</u>	<u>56,989</u>	<u>61,134</u>	<u>4,145</u>
TOTAL REVENUES	1,372,100	1,258,238	1,295,359	37,121
EXPENDITURES - current:				
Public safety:				
Operating expenses	2,462,523	2,455,986	2,275,060	180,926
Capital outlay	<u>118,000</u>	<u>107,145</u>	<u>95,361</u>	<u>11,784</u>
TOTAL EXPENDITURES	2,580,523	2,563,131	2,370,421	192,710
OTHER FINANCING SOURCES				
Operating transfers in	1,143,883	1,248,561	1,248,561	-
Operating transfers out	<u>(218,340)</u>	<u>(218,340)</u>	<u>(181,950)</u>	<u>36,390</u>
TOTAL OTHER FINANCING SOURCES	<u>925,543</u>	<u>1,030,221</u>	<u>1,066,611</u>	<u>36,390</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FUNDING SOURCES	\$ <u>(282,880)</u>	<u>(274,672)</u>	<u>(8,451)</u>	<u>(266,221)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>282,880</u>	<u>274,672</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues and Expenditures -
Major Special Revenue Funds -
Budget and Actual (Non-GAAP Budgetary Basis) - continued

YEAR ENDED JUNE 30, 2009

	ROAD PROJECTS - SPECIAL APPROPRIATION			
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Positive (Negative)
REVENUES:				
Intergovernmental	\$ 3,707,512	4,637,019	3,087,839	(1,549,180)
Taxes - sales	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	3,707,512	4,637,019	3,087,839	(1,549,180)
EXPENDITURES - current:				
Public safety:				
Operating expenses	-	-	-	-
Capital outlay	<u>3,000,000</u>	<u>3,989,000</u>	<u>3,012,339</u>	<u>976,661</u>
TOTAL EXPENDITURES	3,000,000	3,989,000	3,012,339	976,661
OTHER FINANCING SOURCES				
Operating transfers in	74,742	38,598	38,597	1
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>74,742</u>	<u>38,598</u>	<u>38,597</u>	<u>1</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FUNDING SOURCES	<u>\$ 782,254</u>	<u>686,617</u>	<u>114,097</u>	<u>572,520</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ 782,254</u>	<u>686,617</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues and Expenditures -
Major Special Revenue Funds -
Budget and Actual (Non-GAAP Budgetary Basis) - continued

YEAR ENDED JUNE 30, 2009

	FIRE DISTRICTS			
	Budgeted Amounts		Actual Amounts	Variance From Final Budget
	Original	Final	Budgetary Basis	Positive (Negative)
REVENUES (40600 - 42000):				
Taxes	\$ 962,907	948,567	495,806	(452,761)
Intergovernmental	795,596	873,675	1,124,775	251,100
Loan proceeds	-	167,000	-	(167,000)
Interest income	30,000	45,407	59,771	14,364
Miscellaneous	<u>4,000</u>	<u>9,000</u>	<u>37,643</u>	<u>28,643</u>
TOTAL REVENUES	1,792,503	2,043,649	1,717,995	(325,654)
EXPENDITURES - current:				
Fire Marshall (40300)				
Public Safety				
Operating	108,438	125,443	93,811	31,632
Capital outlay	<u>44,791</u>	<u>86,454</u>	<u>1,894</u>	<u>84,560</u>
	153,229	211,897	95,705	116,192
VFD Project (40600)				
Public Safety				
Operating	-	20,000	-	20,000
Capital outlay	<u>700,000</u>	<u>700,000</u>	<u>218,657</u>	<u>481,343</u>
	700,000	720,000	218,657	501,343
Sapello/Rociada VFD (40700)				
Public Safety				
Operating	36,100	34,039	19,191	14,848
Capital outlay	439,001	432,743	14,205	418,538
Principal and Interest	<u>5,538</u>	<u>5,538</u>	<u>5,538</u>	<u>-</u>
	480,639	472,320	38,934	433,386
Gallinas VFD (40800)				
Public Safety				
Operating	33,750	31,007	18,128	12,879
Capital outlay	12,703	43,974	5,236	38,738
Principal and Interest	<u>26,937</u>	<u>26,937</u>	<u>26,935</u>	<u>2</u>
	73,390	101,918	50,299	51,619
Conchas VFD (40900)				
Public Safety				
Operating	42,500	47,061	28,706	18,355
Capital outlay	58,558	68,506	4,995	63,511
Principal and Interest	<u>40,515</u>	<u>40,515</u>	<u>40,514</u>	<u>1</u>
	141,573	156,082	74,215	81,867

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues and Expenditures -
Major Special Revenue Funds -
Budget and Actual (Non-GAAP Budgetary Basis) - continued

YEAR ENDED JUNE 30, 2009

	FIRE DISTRICTS - continued			
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts Budgetary Basis	Final Budget Positive (Negative)
EXPENDITURES - current - continued:				
El Pueblo VFD (41000)				
Public Safety				
Operating	\$ 40,234	41,894	26,767	15,127
Capital outlay	107,500	107,850	15,157	92,693
Principal and Interest	<u>6,994</u>	<u>6,994</u>	<u>6,994</u>	<u>-</u>
	154,728	156,738	48,918	107,820
Ilfeld VFD (41100)				
Public Safety				
Operating	27,210	30,005	15,389	14,616
Capital outlay	91,637	75,515	-	75,515
Principal and Interest	<u>9,800</u>	<u>9,800</u>	<u>9,800</u>	<u>-</u>
	128,647	115,320	25,189	90,131
Cabo Lucero VFD (41200)				
Public Safety				
Operating	22,390	36,895	28,865	8,030
Capital outlay	58,333	239,145	17,568	221,577
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	80,723	276,040	46,433	229,607
Sheridan VFD (41300)				
Public Safety				
Operating	23,440	23,564	13,969	9,595
Capital outlay	164,587	155,246	525	154,721
Principal and Interest	<u>6,827</u>	<u>6,827</u>	<u>6,827</u>	<u>-</u>
	194,854	185,637	21,321	164,316
Trementina VFD (41400)				
Public Safety				
Operating	14,950	23,033	12,361	10,672
Capital outlay	122,561	99,042	1,944	97,098
Principal and Interest	<u>12,655</u>	<u>12,655</u>	<u>12,655</u>	<u>-</u>
	150,166	134,730	26,960	107,770
Emergency Fund VFD (41500)				
Public Safety				
Operating	24,000	24,000	17,490	6,510
Capital outlay	<u>98,891</u>	<u>68,648</u>	<u>3,962</u>	<u>64,679</u>
	122,891	92,648	21,459	71,189
Bernal/Tecolote VFD (41600)				
Public Safety				
Operating	23,391	30,617	17,306	13,311
Capital outlay	43,268	25,810	3,307	22,503
Principal and Interest	<u>16,569</u>	<u>16,569</u>	<u>16,322</u>	<u>247</u>
	83,228	72,996	36,935	36,061

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues and Expenditures -
Major Special Revenue Funds -
Budget and Actual (Non-GAAP Budgetary Basis) - continued

YEAR ENDED JUNE 30, 2009

	FIRE DISTRICTS - continued			
	Budgeted Amounts		Actual Amounts	Variance From Final Budget
	Original	Final	Budgetary Basis	Positive (Negative)
EXPENDITURES - current - continued:				
Pecos Canyon VFD (41700)				
Public Safety				
Operating	\$ 22,500	20,676	11,009	9,667
Capital outlay	64,868	53,356	-	53,356
Principal and Interest	<u>18,962</u>	<u>18,962</u>	<u>18,897</u>	<u>65</u>
	106,330	92,994	29,906	63,088
La Placitas VFD (41800)				
Public Safety				
Operating	-	-	199	(199)
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	-	-	199	(199)
Rowe VFD (41900)				
Public Safety				
Operating	24,750	25,592	13,883	11,709
Capital outlay	249,723	254,606	216,177	38,429
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>274,473</u>	<u>280,198</u>	<u>230,060</u>	<u>50,138</u>
TOTAL EXPENDITURES	2,844,871	3,069,518	965,190	2,104,328
OTHER FINANCING SOURCES:				
Proceeds from issuance of debt	-	-	-	-
Operating transfers in	68,985	68,985	68,984	(1)
Operating transfers out	<u>(110,242)</u>	<u>(91,343)</u>	<u>(85,807)</u>	<u>(5,536)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(41,257)</u>	<u>(22,358)</u>	<u>(16,823)</u>	<u>(5,535)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ <u>(1,093,625)</u>	<u>(1,048,227)</u>	<u>735,982</u>	<u>1,784,209</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>1,093,625</u>	<u>1,048,227</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues and Expenditures -
Major Special Revenue Funds -
Budget and Actual (Non-GAAP Budgetary Basis) - continued

YEAR ENDED JUNE 30, 2009

	COMMUNITY PROJECTS			
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 3,442,642	3,194,460	223,746	(2,970,714)
Intergovernmental	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	3,442,642	3,194,460	223,746	(2,970,714)
EXPENDITURES - current:				
Public works:				
Operating	-	245,641	184,085	61,556
Capital outlay	<u>3,020,000</u>	<u>2,774,359</u>	<u>81,955</u>	<u>2,692,404</u>
TOTAL EXPENDITURES	3,020,000	3,020,000	266,040	2,753,960
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FUNDING SOURCES (USES)	\$ <u>422,642</u>	<u>174,460</u>	<u>(42,294)</u>	<u>(216,754)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(422,642)</u>	<u>(174,460)</u>		

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Statement of Net Assets - Proprietary Funds

AS OF JUNE 30, 2009

		<u>Business-Type Activities</u>
ASSETS:		
Non-current:		
Land	\$	492,993
Buildings		823,610
Less accumulated depreciation		<u>(640,936)</u>
Total non-current		<u>675,667</u>
TOTAL ASSETS	\$	<u>675,667</u>
LIABILITIES:		
Current:	\$	-
Non-current:		<u>-</u>
TOTAL LIABILITIES		-
NET ASSETS:		
Invested in capital assets, net of related debt		<u>675,667</u>
TOTAL NET ASSETS		<u>675,667</u>
TOTAL LIABILITIES AND NET ASSETS	\$	<u>675,667</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Revenues, Expenses and Changes in
Fund Net Assets - Proprietary Funds

YEAR ENDED JUNE 30, 2009

	<u>Business-Type Activities</u>
OPERATING REVENUES:	
Operating revenues	\$ _____ -
TOTAL OPERATING REVENUES	-
OPERATING EXPENSES:	
Operating expenses	_____ 21,118
TOTAL OPERATING EXPENSES	_____ 21,118
CHANGES IN NET ASSETS	(21,118)
NET ASSETS, BEGINNING	_____ 696,785
NET ASSETS, ENDING	\$ _____ <u>675,667</u>

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Statement of Cash Flows - Proprietary Funds

YEAR ENDED JUNE 30, 2009

		<u>Business-Type Activities</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income (loss)	\$	_____ -
NET INCREASE (DECREASE) IN CASH		-
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR		_____ -
CASH AND CASH EQUIVALENTS, END OF YEAR	\$	===== -
 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating loss	\$	(21,118)
 ADJUSTMENT TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Depreciation		_____ 21,118
 NET CASH PROVIDED BY OPERATING ACTIVITIES	\$	===== -

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Statement of Fiduciary Assets and Liabilities - Agency Funds

AS OF JUNE 30, 2009

	<u>Agency Funds</u>
ASSETS:	
Cash and cash equivalents	\$ 454,280
Taxes receivable	<u>3,019,938</u>
TOTAL ASSETS	\$ <u>3,474,218</u>
LIABILITIES:	
Due to other agencies	\$ 996
Due to other funds	37,354
Uncollected taxes	2,981,588
Undistributed taxes	402,352
Deposits held in trust for others	<u>51,928</u>
TOTAL LIABILITIES	\$ <u>3,474,218</u>

NATURE OF ORGANIZATION

San Miguel County (County) was established by the laws of the Territory of New Mexico of 1876, under the provisions of the act now referred to as Section 4-1-1 of the New Mexico Statutes Annotated, 1978 Compilation. The County operates under the commission-manager form of government and provides the following services as authorized in the grant of powers: public safety (sheriff, fire, emergency medical, etc.), highways and streets, sanitation, health and social services, low-rent housing assistance, culture and recreation, public improvements, planning and zoning, property assessment, tax collection and general administrative services.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements for the County have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. Pronouncements of the Financial Accounting Standard Board (FASB) issued after November 30, 1989, are not applied in the preparation of the financial statements of the proprietary fund type in accordance with GASB No. 20. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards, which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of these accounting policies are described below.

In June 1999, the GASB unanimously approved GASB No. 34, *Basic Financial Statements and Management Discussion and Analysis for State and Local Governments*. This statement provides for the most significant change in financial reporting in over 20 years and is scheduled for a phased implementation based on size of government.

The County implemented the provisions of GASB No. 34 effective July 1, 2001. As a part of this statement, there is a reporting requirement regarding the government's infrastructure (roads, bridges, etc.). Effective July 1, 2001, the County also implemented GASB 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*. The financial statements of the County have been prepared in conformity with GAAP as applied to governmental entities. GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

• **Financial Reporting Entity**

The County's combined financial statements include the accounts of all County operations.

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 unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only criterion for including a potential unit within the reporting entity is the government body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service.

Application of this criterion involves considering whether the activity benefits the government and/or its citizens, 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 relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the County has included its housing authority, which does not have a separate governing board, as a department for financial reporting purposes.

The financial statements of the funds and account groups of the County include those administered programs that are controlled by or dependent on the County. Control by or dependence on the County is determined on the basis of budget adoption, the County's obligation to finance any deficits that may occur, and fiscal management.

The County is the trustee for the El Valle Foundation.

The Ribera Housing Authority was not considered a component unit of the County.

There were no component units for the County during fiscal year ended June 30, 2009, and the County is not a component unit of any other entity.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

• **Government-wide and Fund Financial Statements**

The basic financial statements include both government-wide (based on the County as a whole) and fund financial statements. The new reporting model focus is on either the County as a whole or major individual funds (within the fund financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type. The County's police and fire protection, road maintenance, culture and recreation, utilities (water and sewer and solid waste) and administration are classified as governmental activities. The County's Ribera Housing fund is classified as business activities. In the government-wide Statement of Net Assets, the governmental activities column is presented on a consolidated basis by column, and is reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The government-wide Statement of Activities reflects both the gross and net cost per functional category, which are otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function. The County includes only one function (infrastructure financing). Inter-fund balances have been eliminated in the government-wide financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and/or delivery of goods for the funds' ongoing operation.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

• **Government-wide and Fund Financial Statements - continued**

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statement. Major individual enterprise funds are reported as separate columns in the fund financial statements.

The governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the County's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is presented on the page following each statement, which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental column on the government-wide presentation.

• **Basis of Presentation - Fund Accounting**

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, expenditures or expenses and other financing sources or uses. Government resources are allocated to, and accounted for, in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the accompanying financial statements. The various funds are reported by generic classification within the financial statements.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict the guidance of Governmental Accounting Standards Report. The County has elected not to follow subsequent private sector guidance.

GASB No. 34 sets forth minimum criteria for the determination of major funds based on a percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or governmental and enterprise combined.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

• **Basis of Presentation - Fund Accounting - continued**

The following fund types and account groups are used by the County:

Governmental Fund Types:

All governmental fund types are accounted for on a spending or financial flow measurement focus. Only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of available spendable resources. Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of available spendable resources during a period. Due to their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. However, they are reported as liabilities in the general long-term debt account group.

The major funds for the County are the General Fund, Detention Center Fund (a Special Revenue Fund) Road Projects Special Appropriation Fund (a Special Revenue Fund), Fire Districts Fund (a Special Revenue Fund), Public Works Facility Fund (a Capital Projects Fund) and the Community Projects Fund (a Special Revenue Fund).

General Fund. The General Fund is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund. It is funded primarily through property, sales and other miscellaneous taxes.

Special Revenue Fund. The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The authority for the creation of the special revenue funds is by state statute, executive order or specific authority.

Debt Service Fund. The Debt Service Fund is used to account for the accumulation of resources for and the payment of general long-term debt principal, interest and related costs.

Capital Projects Fund. The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Capital project funding is comprised of bond proceeds, federal and state grants, and/or unrestricted general funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

• Basis of Presentation - Fund Accounting - continued

Proprietary Funds:

Enterprise Funds - Enterprise funds are established to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing services on a continuing basis be financed or recovered primarily through user charges; and (b) when the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and/or delivering goods in connection with the proprietary fund's principal ongoing operations. The County's only proprietary fund (Ribera Housing) had no operating revenue or non-operating revenue for the year ending June 30, 2009. Ribera Housing was dormant and up for sale during the year ended June 30, 2009.

Fiduciary Funds:

Trust and Agency Funds - Trust and agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Trust and agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

• **Measurement Focus and Basis of Accounting**

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include gross receipts taxes, grants and appropriations. On an accrual basis, revenue from gross receipts taxes is recognized in the fiscal year for which the taxes are collected. Revenue from grants and appropriations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Property taxes should be recognized when levied.

Amounts reported as 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 program revenues. Likewise, general revenues include all taxes.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

• **Measurement Focus and Basis of Accounting - continued**

Governmental fund types follow the modified accrual basis of accounting 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 susceptible to accrual - that is, when they become both measurable and available to finance expenditures of the fiscal period (available meaning collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, and amounts collected within 60 days after year end).

Revenues from grants that are restricted for specific uses are recognized as revenues and as receivables when the related costs are incurred. Interest earned is accrued currently by the appropriate funds. Contributions, gross receipts tax and other monies held by other state and local agencies are recorded as a receivable at the time the money is made available to the specific fund. All other revenues are recognized when received and are not susceptible to accrual.

Expenditures, other than vacation, compensatory, and sick pay, are recorded when they are incurred. Expenditures charged to federal programs are recorded utilizing the cost principles prescribed or permitted by the various funding sources. Interest expense is recognized when paid. Total interest expense incurred during the year ended June 30, 2009 was \$667,338.

When both restricted and unrestricted net assets are available for expenses, unrestricted funds are applied first.

• **Budgetary Information**

Budgets are adopted on a basis not consistent with generally accepted accounting principles, except for the proprietary funds. Unused appropriations of funds of the current fiscal year may be carried over into the next fiscal year by budgeting those funds in the subsequent year's budget. Annual budgets are adopted for the general, special revenue, capital project, debt service and enterprise funds. Budgetary basis (cash basis) actual figures are provided in the financial statements to show actual budgetary basis results of operations for all governmental funds (budgeted and not budgeted).

The County follows required procedures in establishing budgetary data in the financial statements.

- The Finance Director submits to the Commission a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted at the County offices to obtain public comments.
- The budget is tentatively approved by the Commission, and the Department of Finance and Administration, Local Government Division, ultimately makes final approval.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

• **Budgetary Information - continued**

- Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds and Debt Service Fund.

Amendments to the budget, including operating transfers, must follow the same process the original budget followed. Amendments made to the original budget are included in the budgetary comparison schedules of this report, which reflect actual to budget. The legal level of budgetary control is at the fund level.

Budgets and amendments to the budgets for all funds are adopted in a legally permissible manner. During the year, supplementary appropriations were necessary.

• **Cash and Cash Equivalents**

Cash and cash equivalents for both governmental and proprietary funds are defined as deposits that can be withdrawn at any time without notice or penalty, and investments with maturities of three months or less. Cash and investments reported on the balance sheets are a combination of cash in bank, cash on hand, petty cash and certificates of deposit. The County uses a pooled cash and investments method of accounting for cash. Investments are recorded at cost, which approximates market value.

• **Investments**

State Statute Sections 6-10-44 and 6-10-10 (f), NMSA 1978, authorize the County Treasurer to invest in United States treasury certificates, United States bonds or negotiable securities of the United States, and bonds or negotiable securities of the State of New Mexico or of any county, municipality or school district with the advice and consent of the County Board of Finance. Investments are stated at fair value.

• **Receivables**

Receivables are reported net of an allowance for uncollectible accounts, if applicable. Based upon management's estimate, all receivables are deemed fully collectible.

• **Property Taxes**

The County is responsible for assessing, collecting and distributing property taxes for both outside entities and its own operational and debt service purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments on November 10th of the year in which the tax bill is prepared and April 10th of the following year, with taxes becoming delinquent 30 days thereafter. Collections and remittance of County property taxes are accounted for in the County Treasurer Trust and Agency Funds. Therefore, revenues for budgetary purposes are recorded when taxes are distributed to the General Operating Fund.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

• **Interfund Transactions**

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/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. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

• **Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and estimated useful life of more than one year. All purchased capital assets are valued at cost when historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Capital outlay for projects is capitalized as projects are constructed. Interest incurred during the construction phase is capitalized as part of the value of the assets constructed in the business-type activities.

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 in years:

Infrastructure	10 - 80
Buildings and building improvements	15 - 40
Equipment, furniture and fixtures	5 - 10

The County has not made any significant software or hardware purchases requiring capitalization and depreciation in the last five years.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

- **Compensated Absences**

Earned but unused vacation benefits are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for the amounts is reported in governmental funds only if they are required to be paid out within 60 days of year-end.

- **Long-term Debt Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds, using the effective interest method. Bonds payable are reported net of applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

- **Fund Equity**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balances represent tentative management plans that are subject to change.

- **Housing Authority Method of Accounting**

The Housing Authority prepares its financial statements using the accounting principles prescribed or permitted by the U.S. Department of Housing and Urban Development. As of June 30, 2004, HUD has adopted GAAP; therefore, the financial statements for the year ended June 30, 2009 are prepared using GAAP.

- **Restricted and Unrestricted Resources**

Restricted resources are used for expenses only after unrestricted resources are depleted.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

- **Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect 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 expenses during the reporting period. Actual results could differ from those estimates.

2. **CASH AND CASH EQUIVALENTS**

- **Investments**

The County has no investments at June 30, 2009.

- **Interest Rate Risk**

The County's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

- **Credit Risk**

The County's investments shall be in accordance with State Law, 6-10-10 and 6-10-10.1 NMSA 1978, including but not limited to the following: Treasury Bills, Notes, Bonds, Strips, and U.S. Government securities which are backed by the full faith and credit of the U.S. Government. Negotiable securities of the State of New Mexico or any county, municipality or school district with the advice and consent of the Board of Finance per 6-10-44 NMSA 1978, 6-10-10F NMSA 1978, 6-10-10 NMSA 1978.

- **Concentration of Credit Risk**

The County's investment policy places no limit on the amount the County may invest in any one issuer.

- **Custodial Credit Risk**

For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's cash balances are not exposed to custodial credit risk. All are fully collateralized and the collateral is held in the County's name. The County is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to one half of the public money in each account (Section 6-10-17 NMSA 1978). The amounts of cash not collateralized as of June 30, 2009 is \$0.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Notes to Financial Statements - continued

2. CASH AND CASH EQUIVALENTS - continued

A summary of cash accounts and certificates of deposit at June 30, 2009 is as follows:

<u>Depository - Cash</u>	<u>Account Name</u>	<u>Type of Account</u>	<u>Bank Balances</u>
Bank of Las Vegas	Community Centers	Checking	\$ 1,486
Bank of Las Vegas	El Valle Foundation	Checking	9,318
Bank of Las Vegas	Employee Fund	Checking	1,687
Bank of Las Vegas	Federal Housing Authority	Checking	280,251
Bank of Las Vegas	Fire District Funds	Checking	1,099,275
Bank of Las Vegas	General Account	Checking	2,461,584
Bank of Las Vegas	Gross Receipts Taxes	Checking	309,425
Bank of Las Vegas	Indigent Fund	Checking	182,259
Bank of Las Vegas	Lodgers Tax	Checking	27,945
Bank of Las Vegas	Payroll Account	Checking	16,616
Bank of Las Vegas	Construction Project	Checking	275
Bank of Las Vegas	Pecos-Prop Tax Acct	Checking	211
Bank of Las Vegas	SMC Detention Center	Checking	112,251
Bank of Las Vegas	SMC Inmate Trust Fund	Checking	16,487
Bank of Las Vegas	El Valle	Certificate of Deposit	19,305
Bank of Las Vegas	General Fund	Certificate of Deposit	360,644
Bank of Las Vegas	Fire District Funds	Certificate of Deposit	259,000
Bank of Las Vegas	Fire District Funds	Certificate of Deposit	259,000
Bank of Las Vegas	Fire District Funds	Certificate of Deposit	259,000
Bank of Las Vegas	Fire District Funds	Certificate of Deposit	258,000
Total deposits and cash on hand			<u>5,934,019</u>
Total deposits at the Bank of Las Vegas			5,934,019
Less FDIC coverage			<u>250,000</u>
Total uninsured public funds			5,684,019
50% collateral requirement (Section 6-10017)			2,842,010
Pledged collateral held for the State of New Mexico San Miguel County by the Bank of Las Vegas, Las Vegas, NM			
	<u>CUSIP #</u>	<u>Mature Date</u>	
US Treasury Note	912828DR8	4/15/2010	512,950
FHLB Bond	3133XNXT1	1/14/2015	508,684
FFCB	31331GKY4	1/17/2012	<u>2,022,821</u>
Total collateral			<u>3,044,455</u>
Over (under) collateralized			\$ <u>202,445</u>
Custodial Credit Risk Amount:			
Total public funds			\$ 8,728,474
Total collateral			<u>3,044,455</u>
Cash not collateralized			\$ <u>5,684,019</u>

2. CASH AND CASH EQUIVALENTS - continued

<u>Depository - Cash</u>	<u>Account Name</u>	<u>Type of Account</u>	<u>Bank Balances</u>
Bank of Albuquerque	NMFA 58th Supp(2004A) SM Reserve	Money Market	\$ 158,437
Bank of Albuquerque	NMFA 63rd Supp SM DS Reserve	Money Market	27,793
Bank of Albuquerque	NMFA 63rd Supp SM DS Program	Money Market	1,082
Bank of Albuquerque	NMFA 61st Supp SMC Cnty Fire (Conchas)	Money Market	4,973
Bank of Albuquerque	NMFA Sub Lien 2005 SMC DS Reserve	Money Market	176,484
Bank of Albuquerque	NMFA Sub Lien 2005 SMC Program	Money Market	128
Bank of Albuquerque	NMFA 69th 2008A SM DS Reserve	Money Market	116,391
Bank of Albuquerque	NMFA 69th 2008A SM Program	Money Market	2,304,093
Bank of Albuquerque	NMFA 69th 2008A SM Program	Money Market	176
Bank of Albuquerque	NMFA 69th 2008A SM Reserve	Money Market	<u>240,943</u>
Total deposits at Bank of Albuquerque			<u>3,030,500</u>
Total deposits at Bank of Albuquerque			3,030,500
Less FDIC coverage			<u>-</u>
Total uninsured public funds			3,030,500
50% collateral requirement (Section 6-10017)			1,515,250
Depository collateral held for the State of New Mexico San Miguel County by Bank of Albuquerque, Albuquerque, NM:			
	<u>CUSIP #</u>	<u>Mature Date</u>	
U.S. Treasury Fund	14956P703	7/30/2012	<u>49,977,778</u>
Total collateral			<u>49,977,778</u>
Over (under) collateralized			\$ <u>48,462,528</u>
Custodial Credit Risk Amount:			
Total uninsured public funds			\$ 3,030,500
Total collateral			<u>49,977,778</u>
Cash not collateralized			\$ <u>-</u>
<u>Depository - Cash</u>	<u>Account Name</u>	<u>Type of Account</u>	<u>Bank Balances</u>
First National Bank	SMC Treasurer	Checking	\$ 816,726
First National Bank	El Valle Foundation	Certificate of Deposit	<u>4,800</u>
Total deposits at First National Bank			<u>821,526</u>
Total deposits at First National Bank			821,526
Less FDIC coverage			<u>250,000</u>
Total uninsured public funds			571,526
50% collateral requirement (Section 6-10-17)			285,763

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Notes to Financial Statements - continued

2. CASH AND CASH EQUIVALENTS - continued

Depository collateral held for the State of New Mexico San Miguel County by
First National Bank, Las Vegas, NM

	<u>CUSIP #</u>	<u>Mature Date</u>		
FHLMC Pool	31295MYW4	11/1/2031	\$	9,448
FHLMC Pool	31354RAE7	11/1/2023		7,488
FNMA Pool	31365H6M3	2/1/2031		20,353
FHLB Fixed Rate Note	3133XLWM1	9/12/2014		1,090,782
FNMA Pool	31378UGY2	12/1/2027		195,696
FNMA Pool	31374GVZ7	3/1/2023		32,569
GNMA Pool	36225DM76	3/20/2035		372,686
GNMA Pool	38374FZHO	12/17/2026		<u>123,838</u>
Total collateral				<u>1,852,860</u>
Over (under) collateralized			\$	<u><u>1,567,097</u></u>

Custodial Credit Risk Amount:

Total uninsured public funds	\$	571,526
Total collateral		<u>1,852,860</u>
Cash not collateralized	\$	<u><u>-</u></u>

Bank to Financial Statement Cash Reconciliation:

Total cash in bank	\$	9,786,045
Add:		
Cash on hand		400
Deposits in transit		113,902
Less:		
Outstanding warrants		(879,902)
Outstanding checks		<u>(181,839)</u>
Total reconciled cash		8,838,606
Less cash in fiduciary funds		<u>(454,280)</u>
Financial Statement reconciled cash balance	\$	<u><u>8,384,326</u></u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Notes to Financial Statements - continued

3. RECEIVABLES

Receivables as of June 30, 2009 consisted of the following. All receivables are net of allowance for doubtful accounts.

	<u>Property Taxes</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>
Governmental funds:				
General Fund, net of allowance of \$102,705	\$ 1,388,389	-	117,297	1,505,686
Detention Fund	-	-	101,984	101,984
Road Projects Special Approp.	-	-	838,425	838,425
Fire Districts	-	-	180,845	180,845
Community Projects	-	-	474,059	474,059
Other governmental funds	<u>5,525</u>	<u>191,956</u>	<u>387,374</u>	<u>584,855</u>
 Total governmental activity funds	 \$ <u>1,393,914</u>	 <u>191,956</u>	 <u>2,099,984</u>	 <u>3,685,854</u>

The Solid Waste Fund is part of other governmental funds. Receivables are net of an allowance of \$1,790,173 at June 30, 2009.

4. CAPITAL ASSETS

A summary of changes in capital assets follows:

<u>Governmental Activities</u>	<u>Balance June 30, 2008</u>	<u>Adjustments</u>	<u>Balance (as restated), June 30, 2008</u>	<u>Additions</u>	<u>Deletions/ Reclassifications</u>	<u>Balance June 30, 2009</u>
Capital assets not being depreciated:						
Land	\$ 1,479,393	-	1,479,393	-	-	1,479,393
Construction in Progress	<u>1,496,730</u>	<u>-</u>	<u>1,496,730</u>	<u>1,696,633</u>	<u>(1,561,072)</u>	<u>1,632,291</u>
Total capital assets not depreciated	2,976,123	-	2,976,123	1,696,633	(1,561,072)	3,111,684
Capital assets being depreciated:						
Buildings and improvements	21,936,026	(823,610)	21,112,416	34,537	1,561,072	22,708,025
Infrastructure	5,204,910	-	5,204,910	2,994,376	-	8,199,286
Vehicles	6,496,863	-	6,496,863	659,618	(39,000)	7,117,481
Furniture, fixtures and equipment	1,106,238	-	1,106,238	128,497	-	1,234,735
Heavy equipment	<u>799,829</u>	<u>-</u>	<u>799,829</u>	<u>718,064</u>	<u>-</u>	<u>1,517,893</u>
Total capital assets being depreciated	<u>35,543,866</u>	<u>(823,610)</u>	<u>34,720,256</u>	<u>4,535,092</u>	<u>1,522,072</u>	<u>40,777,420</u>
Total capital assets	<u>38,519,989</u>	<u>(823,610)</u>	<u>37,696,379</u>	<u>6,231,725</u>	<u>(39,000)</u>	<u>43,889,104</u>
Less accumulated depreciation for:						
Buildings and improvements	(8,206,368)	619,808	(7,586,560)	(753,491)	-	(8,340,051)
Infrastructure	(298,435)	-	(298,435)	(163,986)	-	(462,421)
Vehicles	(4,925,431)	-	(4,925,431)	(586,241)	39,000	(5,472,672)
Furniture, fixtures and equipment	(710,244)	-	(710,244)	(139,819)	-	(850,063)
Heavy equipment	<u>(626,000)</u>	<u>-</u>	<u>(626,000)</u>	<u>(85,962)</u>	<u>-</u>	<u>(711,962)</u>
Total accumulated depreciation	<u>(14,766,478)</u>	<u>619,808</u>	<u>(14,146,670)</u>	<u>(1,729,499)</u>	<u>39,000</u>	<u>(15,837,169)</u>
Governmental activities capital assets, net	\$ <u>23,753,511</u>	<u>(203,802)</u>	<u>23,549,709</u>	<u>4,502,226</u>	<u>-</u>	<u>28,051,935</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Notes to Financial Statements - continued

4. CAPITAL ASSETS - continued

<u>Business-Type Activities - Ribera Housing:</u>	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2009</u>
Capital assets not being depreciated:				
Land	\$ 492,993	-	-	492,993
Capital assets being depreciated:				
Structures/equipment	823,610	-	-	823,610
Less accumulated depreciation for:				
Structures/equipment	<u>(619,818)</u>	<u>(21,118)</u>	<u>-</u>	<u>(640,936)</u>
Total capital assets being depreciated, net	<u>203,792</u>	<u>(21,118)</u>	<u>-</u>	<u>182,674</u>
Business-type activities capital assets, net	\$ <u>696,785</u>	<u>(21,118)</u>	<u>-</u>	<u>675,667</u>

Depreciation expense was charged to the functions of the primary government, as follows:

Governmental activities:	
General government	\$ 207,538
Public safety	1,383,600
Public works	17,295
Health and welfare	86,475
Culture and recreation	<u>34,591</u>
	1,729,499
Business-type activities:	
Ribera housing	<u>21,118</u>
Total depreciation expense	\$ <u>1,750,617</u>

Notes to Financial Statements - continued

5. LONG-TERM DEBT

The changes to long-term debt during the year ended June 30, 2009 are as follows:

	<u>Balance</u> <u>June 30, 2008</u>	<u>Increase</u>	<u>(Decrease)</u>	<u>Balance</u> <u>June 30, 2009</u>	<u>Amounts</u> <u>Due</u> <u>Within</u> <u>One Year</u>
Notes payable	\$ 2,704,813	-	(370,479)	2,334,334	336,705
Bonds payable	13,164,652	167,000	(489,681)	12,841,971	550,586
Compensated absences	<u>152,253</u>	<u>206,299</u>	<u>(173,456)</u>	<u>185,096</u>	<u>185,096</u>
Total long-term debt	<u>\$ 16,021,718</u>	<u>373,299</u>	<u>(1,033,616)</u>	<u>15,361,401</u>	<u>1,072,387</u>

The general fund is typically used to liquidate other long-term debt, such as compensated absences.

• **Notes Payable**

On May 1, 1996, the County entered into a note payable with the State Board of Finance with an original balance of \$38,000. This agreement is for a period of 20 years, with annual payments of \$1,900. The balance at June 30, 2009 is \$0.

On May 14, 1996, the County entered into a note payable with the State Board of Finance with an original balance of \$68,982. This agreement is for a period of 10 years, with annual payments of \$6,898. The balance at June 30, 2009 is \$0.

On September 26, 2002, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$50,000. This agreement is for a period of 10 years, with annual payments of \$4,956. The balance at June 30, 2009 is \$20,150.

On March 28, 2003, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$250,000. This agreement is for a period of 10 years, with annual payments of \$23,549. The balance at June 30, 2009 is \$106,002.

On August 29, 2003, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$250,000. This agreement is for a period of 10 years, with annual payments of \$6,255. The balance at June 30, 2009 is \$213,748.

On September 10, 2004, the County entered into an agreement with USDA with an original balance of \$150,360. This agreement is for a period of 25 years, with annual payments of \$5,000. The balance at June 30, 2009 is \$129,860.

5. **LONG-TERM DEBT - continued**

• **Notes Payable - continued**

On November 1, 2004, the County entered into an agreement with New Mexico Finance Authority with an original balance of \$225,000. This agreement is for a period of 20 years, with annual payments of \$10,059. The balance at June 30, 2009 is \$182,589.

On November 4, 2005, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$277,778. This agreement is for a period of 15 years, with annual payments of \$51,659. The balance at June 30, 2009 is \$58,670.

On April 29, 2005, the County entered into an agreement with New Mexico Finance Authority with an original balance of \$75,000. This agreement is for a period of 15 years, with annual payments of \$6,186. The balance at June 30, 2009 is \$48,023.

On May 1, 2006, the County entered into an agreement with New Mexico Finance Authority with an original balance of \$1,763,889. This agreement is for a period of 9 years, with annual payments of \$84,894. The balance at June 30, 2009 is \$1,169,489.

On May 19, 2006, the County entered into an agreement with New Mexico Finance Authority with an original balance of \$55,800. This agreement is for a period of 3 years, with annual payments of \$17,978. The balance at June 30, 2009 is \$0.

On December 12, 2006, the County entered into an agreement with First National Bank with an original balance of \$268,665. This agreement is for a period of 10 years, with annual payments of \$30,342. The balance at June 30, 2009 is \$234,005.

On December 18, 2006, the County entered into an agreement with The Bank of Las Vegas with an original balance of \$204,700. This agreement is for a period of 10 years, with annual payments of \$26,935. The balance at June 30, 2009 is \$171,798.

• **Bonds**

Gross Receipts Tax Refunding & Improvement Bonds – The Series 1997 Bonds are being issued to pay previously unreimbursed or incurred but unpaid costs for construction, purchasing, furnishing, equipping, rehabilitating, making additions to or making improvements to the County Law Enforcement Facility.

The Series 1997 Bonds were issued pursuant to Section 4-62-1 through 4-62-10, NMSA 1978, as amended.

5. **LONG-TERM DEBT - continued**

• **Bonds**

Gross Receipts Tax Refunding & Improvement Bonds – The Series 1998 Bonds are being issued for the purpose of providing funds for acquiring, extending, enlarging, bettering, repairing, improving, constructing, purchasing, furnishing, equipping and rehabilitating fire districts within the County.

The Series 1998 Bonds are issued pursuant to County Ordinance No. 6-9-98-F1, adopted on June 9, 1998, and County Resolution No. 5-12-98F-2, adopted on May 12, 1998.

Gross Receipts Tax NMFA – The Series 2003 Bonds are being used for the purpose of County infrastructure improvements, including defraying the cost of planning, designing, repairing, replacing, constructing or acquiring County infrastructure improvements, including the renovation of the County's Courthouse and the construction of a courthouse annex.

The Series 2003 Bonds are issued pursuant to County Ordinance No. 7-21-03, adopted on July 21, 2003.

Gross Receipts Tax Refunding and Improvement Bonds – The Series 2007 Bonds are being used to provide funds for the refunding and discharging of the County's outstanding 1997A and 1997B Gross Receipts Tax Refunding and Improvement Revenue Bonds; acquiring land, constructing, purchasing, furnishing, equipping, rehabilitating, making additions to or making improvements to one or more public buildings, or purchasing or improving any ground related thereto, or combination of the foregoing within the County; and paying all costs incidental thereto and to the issuance of the Bonds.

Gross Receipts Tax Refunding and Improvement Bonds – The Series 2008 Bonds are being used to defray the cost of acquiring a rock crusher for the government unit; designing, building, and equipping a public works facility for the government unit; and building and completing renovations to the governmental unit's courthouse. The other Series 2008 Bonds are being used to refinance the County's 2003 loan from Zion's bank.

The Series 2008 Bonds are issued pursuant to County Ordinance No. 2008-01-08-F1, adopted on January 9, 2008, and County Resolution No. 2007-10-18-F2, adopted on October 18, 2007.

The Series 2008 Bonds are issued pursuant to County Ordinance No. 2008-01-08-F2 on January 9, 2008, and County Resolution No. 2007-12-11-F2, adopted on December 11, 2007.

Fire Protection Improvement Revenue Bonds – The Series 2008 Bonds are being issued for the purpose of acquiring, constructing, equipping and improving fire protection equipment and facilities for the Cabo Lucero Volunteer Fire Department located in the County.

The Series 2009 Bonds were issued April 15, 2009, pursuant to County Ordinance No. 2008-16-F1 dated December 16, 2008 and County Resolution No. SMC-Fre-11-11-2008-NMSA on November 13, 2008.

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Notes to Financial Statements - continued

5. LONG-TERM DEBT - continued

• **Bonds – continued**

The general revenue bonds outstanding as of June 30, 2009, are comprised of the following issues:

<u>Issue</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Final Maturity</u>
Series 1998A	\$ 152,400	4.75%	June 23, 2018
Series 1998B	224,100	4.75%	June 23, 2018
I-Series 2003	-	3.98%	May 1, 2018
I-Series 2003	1,663,592	4.30%	July 1, 2025
Series 2007	6,020,000	4.00% - 4.25%	July 1, 2027
Series 2008	1,431,333	3.40% - 4.64%	May 1, 2023
Series 2008	3,183,546	3.15% - 4.63%	May 1, 2029
Series 2009	<u>167,000</u>	4.50%	April 15, 2029
Total	\$ <u>12,841,971</u>		

The following is a schedule of the future minimum payments under lease purchase agreements and bonds, together with the present value of the net minimum lease payments at June 30, 2009:

<u>Year Ended June 30,</u>	<u>Notes</u>	<u>Bonds</u>	<u>Subtotal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 336,705	550,586	887,291	603,576	1,490,867
2011	286,914	567,388	854,302	572,724	1,427,026
2012	295,883	597,825	893,708	478,037	1,371,745
2013	305,988	610,968	916,956	447,117	1,364,073
2014	283,845	638,738	922,583	459,149	1,381,732
2015 - 2019	600,785	3,538,753	4,139,538	1,762,047	5,901,585
2020 - 2024	198,787	3,803,241	4,002,028	1,025,091	5,027,119
2025 - 2029	25,427	2,534,472	2,559,899	455,267	3,015,166
2030 - 2033	-	-	-	-	-
Total	\$ <u>2,334,334</u>	<u>12,841,971</u>	<u>15,176,305</u>	<u>5,803,008</u>	<u>20,979,313</u>

5. LONG-TERM DEBT - continued

- **Operating Leases**

During the year ended June 30, 2009, the County leased equipment under operating leases. The County's expenditures on those leases for the year ended June 30, 2009 was \$159,914. The County's future minimum lease commitments at June 30, 2009 are as follows:

Year Ended June 30,	Operating Leases
2010	\$ 171,062
2011	241,750
2012	80,159
2013	55,157
2014	169,855
2015 and thereafter	<u>8,640</u>
Total	\$ <u>726,623</u>

6. DUE FROM AND DUE TO OTHER FUNDS

These amounts represent interfund receivables and payables arising from interfund transactions within the County. These balances are netted as part of the reconciliation to the government-wide columnar presentation. Interfund receivables and payables as of June 30, 2009 consist of the following:

- **Due From Other Funds**

Amount Due From:	
Fund Type	Amount
General Fund	\$ 1,445,114
Detention Center Fund	195,316
Non-major funds	<u>108,396</u>
Total All Funds	\$ <u>1,748,826</u>

6. DUE FROM AND DUE TO OTHER FUNDS - continued

- Due To Other Funds

Amount Due To:	
Fund Type	Amount
General Fund	\$ 102,446
Detention Center Fund	8,218
Road Projects Special Approp. Fund	672,133
Fire District Fund	31
Community Projects Fund	454,985
Non-major funds	473,659
Treasurer Fund (Agency Fund)	<u>37,354</u>
Total All Funds	\$ <u>1,748,826</u>

The amounts due to/from are primarily the result of revenue transfers between funds which are outstanding at year end. All of the balances are expected to be paid during fiscal year 2010.

7. TRANSFERS IN/OUT

General fund transfers to other funds were to fund debt service payments and capital projects, and to reimburse the General Fund for cost incurred on behalf of other funds. Transfers as of June 30, 2009 consist of the following:

<u>Transfers In</u>		<u>Transfers Out</u>				
		<u>General Fund</u>	<u>Detention Fund</u>	<u>Fire Districts</u>	<u>Non-major Funds</u>	<u>Total</u>
General Fund	\$ 138,358	-	-	(18,358)	(120,000)	-
Detention Center	1,248,561	(813,288)	-	-	(435,273)	-
Road Projects - Special Approp.	38,597	-	-	-	(38,597)	-
Fire Districts	68,984	-	-	(68,984)	-	-
Public Works Facility Fund	280,000	-	-	-	(280,000)	-
Non-major Funds	<u>1,291,298</u>	<u>(495,136)</u>	<u>(200,145)</u>	<u>(3,465)</u>	<u>(592,552)</u>	-
Major/non-major funds total	\$ <u>3,065,798</u>	<u>(1,308,424)</u>	<u>(200,145)</u>	<u>(90,807)</u>	<u>(1,466,422)</u>	-

8. BUDGETARY COMPARISONS

The Combined Statement of Revenues and Expenditures - Budget (non-GAAP Budgetary Basis) and Actual - General, Special Revenue, Capital Projects, Debt Service is presented in accordance with the State's legal budgetary basis and, therefore, includes encumbrances as current period expenditures and excludes expenditures made on prior year encumbrances. The following presentation reconciles the differences between this basis and GAAP.

	<u>General Fund</u>	<u>Detention Center</u>	<u>Road Projects Special Approp.</u>	<u>Fire Districts</u>	<u>Public Works Facility</u>
Revenues:					
Non-GAAP budgetary basis	\$ 5,962,756	1,295,359	3,087,839	1,717,995	6,404
Change in accounts and interest receivable	(29,058)	(27,457)	(560)	152,727	-
Audit adjustments - accruals	<u>118,586</u>	<u>8,675</u>	<u>106,195</u>	<u>(173,245)</u>	<u>-</u>
Revenues - GAAP basis	\$ <u>6,052,284</u>	<u>1,276,577</u>	<u>3,193,474</u>	<u>1,697,477</u>	<u>6,404</u>
Expenditures:					
Non-GAAP budgetary basis	\$ 4,369,328	2,370,421	3,012,339	965,190	53,372
Accounts payable	9,252	4,586	5,551	34,085	-
Audit adjustments - accruals	<u>48,896</u>	<u>8,257</u>	<u>(24,377)</u>	<u>1,301</u>	<u>-</u>
Expenditures - GAAP basis	\$ <u>4,427,476</u>	<u>2,383,264</u>	<u>2,993,513</u>	<u>1,000,576</u>	<u>53,372</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Notes to Financial Statements - continued

SPECIAL REVENUE FUNDS

<u>Community Projects</u>	<u>Road</u>	<u>Solid Waste</u>	<u>SMC Health Facility</u>	<u>Forest Reserve Title III</u>	<u>Farm and Range</u>	<u>DWI Allocation</u>
223,746	729,667	574,529	-	48,606	2,895	159,665
(467,676)	(1,097)	91,676	-	-	-	-
<u>486,874</u>	<u>(108)</u>	<u>(7,675)</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>242,944</u>	<u>728,462</u>	<u>658,530</u>	<u>1</u>	<u>48,606</u>	<u>2,895</u>	<u>159,665</u>
266,040	832,217	754,474	-	-	3,171	165,762
(70,366)	5,694	1,300	-	-	-	-
<u>-</u>	<u>6,565</u>	<u>6,825</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,410</u>
<u>195,674</u>	<u>844,476</u>	<u>762,599</u>	<u>-</u>	<u>-</u>	<u>3,171</u>	<u>167,172</u>

8. BUDGETARY COMPARISONS - continued

	<u>DWI Grant</u>	<u>Underage Drinking</u>	<u>Community DWI Program</u>	<u>DWI Offenders Fee</u>	<u>Education and Enforcement</u>
Revenues:					
Non-GAAP budgetary basis	\$ 39,425	-	15,979	9,705	-
Change in accounts and interest receivable	(12,383)	-	5,524	-	-
Audit adjustments - accruals	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues - GAAP basis	<u>\$ 27,041</u>	<u>-</u>	<u>21,503</u>	<u>9,705</u>	<u>-</u>
Expenditures:					
Non-GAAP budgetary basis	\$ 35,201	2,492	12,996	14,869	-
Accounts payable	(210)	-	(467)	1,500	-
Audit adjustments - accruals	<u>341</u>	<u>-</u>	<u>179</u>	<u>-</u>	<u>-</u>
Expenditures - GAAP basis	<u>\$ 35,332</u>	<u>2,492</u>	<u>12,708</u>	<u>16,369</u>	<u>-</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Notes to Financial Statements - continued

SPECIAL REVENUE FUNDS - continued

<u>Child Restraint</u>	<u>WIPP</u>	<u>Recording Equipment</u>	<u>Recreation</u>	<u>Legislative Appropriations</u>	<u>Beautification</u>	<u>Lodger's Tax</u>	<u>Indigent</u>
20,147	39,376	18,093	331	-	-	46,967	697,345
1,134	-	-	-	-	-	(1,556)	(8,769)
<u>-</u>	<u>(32,376)</u>	<u>-</u>	<u>10</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>21,281</u>	<u>7,000</u>	<u>18,093</u>	<u>341</u>	<u>-</u>	<u>-</u>	<u>45,411</u>	<u>688,576</u>
9,590	-	6,272	-	-	-	62,010	766,185
-	-	4,410	-	-	-	(5,111)	62,477
<u>(691)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<u>8,899</u>	<u>-</u>	<u>10,682</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,898</u>	<u>828,661</u>

8. BUDGETARY COMPARISONS - continued

	SPECIAL				
	<u>Reappraisal</u>	<u>San Jose Community Center</u>	<u>Emergency Medical Services</u>	<u>Bureau of Justice</u>	<u>Law Enforcement</u>
Revenues:					
Non-GAAP budgetary basis	\$ 74,651	-	23,792	-	23,823
Change in accounts and interest receivable	-	-	-	-	(4,408)
Audit adjustments - accruals	<u>-</u>	<u>33</u>	<u>-</u>	<u>-</u>	<u>(1)</u>
Revenues - GAAP basis	\$ <u>74,651</u>	<u>33</u>	<u>23,792</u>	<u>-</u>	<u>19,414</u>
Expenditures:					
Non-GAAP budgetary basis	\$ 77,445	-	7,970	-	22,555
Accounts payable	13,829	-	(578)	-	-
Audit adjustments - accruals	<u>(1,462)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures - GAAP basis	\$ <u>89,812</u>	<u>-</u>	<u>7,392</u>	<u>-</u>	<u>22,555</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Notes to Financial Statements - continued

REVENUE FUNDS

<u>CDBG</u>	<u>Courthouse Renovation</u>	<u>Ambulance/ Medical Service Fund</u>	<u>Section 8 Housing</u>	<u>Professional Development</u>	<u>CDBG 2006</u>	<u>Office of Emergency Management</u>
-	-	786,750	765,176	18,329	188,848	200,203
-	-	-	-	-	(191,977)	147,271
<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,438)</u>	<u>(939)</u>	<u>10,441</u>	<u>1</u>
<u>-</u>	<u>-</u>	<u>786,750</u>	<u>735,738</u>	<u>17,390</u>	<u>7,312</u>	<u>347,475</u>
-	-	423,033	733,538	4,349	2,924	355,956
-	-	(36,492)	924	-	(35,630)	734
<u>-</u>	<u>-</u>	<u>(1,202)</u>	<u>(1,169)</u>	<u>(760)</u>	<u>35,630</u>	<u>2,429</u>
<u>-</u>	<u>-</u>	<u>385,339</u>	<u>733,293</u>	<u>3,589</u>	<u>2,924</u>	<u>359,119</u>

8. BUDGETARY COMPARISONS - continued

<u>CAPITAL PROJECT FUNDS</u>				
	<u>Road and Health Projects</u>	<u>Detention Center Capital Outlay</u>	<u>Courthouse Remodeling</u>	<u>Crusher Facility & Equipment</u>
Revenues:				
Non-GAAP budgetary basis	\$ -	6,297	320,973	5,343
Change in accounts and interest receivable	-	-	-	-
Audit adjustments - accruals	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>
Revenues - GAAP basis	<u>\$ -</u>	<u>6,297</u>	<u>320,974</u>	<u>5,343</u>
Expenditures:				
Non-GAAP budgetary basis	\$ -	33,745	1,355,024	802,455
Accounts payable	-	-	187,352	1,283
Audit adjustments - accruals	<u>-</u>	<u>-</u>	<u>1</u>	<u>(13,403)</u>
Expenditures - GAAP basis	<u>\$ -</u>	<u>33,745</u>	<u>1,542,377</u>	<u>790,335</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Notes to Financial Statements - continued

DEBT SERVICE FUNDS

SMC Debt Service	1997 Series B Bond Issue	1998 Series A Bond Issue	1998 Series B Bond Issue	1997A & 2007 Series Bond Issue	Capital Outlay/ Infrastructure Revenue Bond	Total Governmental Funds
1,036,215	-	-	-		898,368	19,037,616
(5,846)	-	-	-	-	(11,527)	(363,982)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>495,016</u>
<u>1,030,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>886,842</u>	<u>19,168,650</u>
60,473	-	-	-	475,047	759,891	18,816,334
-	-	-	-	-	-	184,123
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>68,767</u>
<u>60,473</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>475,046</u>	<u>759,891</u>	<u>19,069,224</u>

9. INSURANCE COVERAGE

The County is exposed to various risks of loss from torts; theft of, damage to and destruction of assets, errors and omissions; and natural disasters for which the County carries insurance through the New Mexico Self-Insurers' Fund. The following is a summary of some of the more significant insurance coverage information related to the County.

Coverage provided to the County through the New Mexico Self-Insurers' Fund includes tort liability limits for casualty coverage (general, automobile, civil rights and public officials' liability) on a "claims made" basis. Property is subject to a limit of \$150,000 per occurrence and liability losses are subject to a limit of \$350,000 per occurrence. Law enforcement liability, public officials' errors and omissions, and foreign jurisdiction are all individually subject to \$250,000 per occurrence / \$500,000 aggregate.

10. DEFICIT FUND EQUITY

The following special revenue funds have a deficit balance for the year ended June 30, 2009:

SMC Health Facility	\$ 687	Community DWI	\$ 8,932
DWI Allocation	\$ 3,264	Legislative App.	\$ 10,175
DWI Grant	\$ 10,284	Indigent	\$ 5,832
Underage Drinking	\$ 5,208	CDBG 2006	\$ 25,188
Child Restraint	\$ 3,481		

The County expects that the fiscal year 2010 operating revenues will be sufficient to cover the deficit.

11. RESERVED FUND BALANCES

Reservation of fund balances of governmental funds are established to either: (1) satisfy legal covenants that require that a portion of the fund balance be segregated, or (2) identify the portion of the fund balance that is not appropriable for future expenditures. Specific reservations of the fund balance accounts are summarized below:

Reserved for debt service – The reserve for debt service was created to segregate a portion of the fund balance account for debt service, including both principal payments and interest payments. The reservation was established to satisfy legal restrictions imposed by various bond agreements.

12. RETIREMENT PLAN

• **PERA Plan Description**

Substantially all of the County's full-time employees participate in a public employee retirement system authorized under the Public Employees' Retirement Act (Chapter 10, Article 11 NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan.

12. RETIREMENT PLAN

• **PERA Plan Description - continued**

The plan provides for retirement, disability benefits, survivor benefits and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information. A copy of that report may be obtained by writing to PERA, P.O. Box 2123, Santa Fe, New Mexico 87504-2123. The report is also available on PERA's website at www.pera.state.nm.us.

• **Funding Policy**

Plan members are required to contribute 7% of their gross salary. The County is required to contribute 7% to 10%, depending upon the division of the gross covered salary. The contribution requirements of plan members and the County are established under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County's contributions to PERA for the years ended June 30, 2009, 2008 and 2007 were \$359,685, \$333,375 and \$288,829, respectively, equal to the amount of the required contributions for each year.

13. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

• **Plan Description**

The County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit 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 the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the post-employment 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.

**13. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN -
continued**

• **Funding Policy**

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The County's contributions to the RHCA for the years ended June 30, 2009, 2008 and 2007, were \$45,737, \$39,748 and \$35,317, respectively, which equal the required contributions for each year.

14. LITIGATION

At June 30, 2009, there were several cases pending against the County. The total exposure to the County was not determined. No provision for possible losses has been provided for in the accompanying statements. However, subsequent to the end of the year, the County became involved in a lawsuit filed by Mesa Grande Development, LLC, who stated the County overtook their real property without compensation. The County is being represented through its insurer and the County's exposure is undetermined. However, the complaint estimates damages at \$975,000, while the insurance coverage is limited to \$20,000.

Notes to Financial Statements - continued

15. RESTATEMENTS

The restatements are disclosed in order to display the flow of financial activity that cannot be stated elsewhere.

Fund Balance: Road Projects – Special Appropriation. In a prior year, deferred revenue was improperly decreased, causing revenues to be overstated.

As a result of this restatement, the June 30, 2008 fund balance in the Road Projects – Special Appropriations fund was decreased by \$106,196.

Fund balances: Waste Isolation Pilot Project (WIPP) and Fire Districts. In a prior year, expenditures had been made for unallowable costs relating to the WIPP fund. These expenditures should have been paid out of the Fire Districts fund in a prior year.

As a result of this restatement, the June 30, 2008 fund balance in the WIPP fund was increased by \$32,376. The June 30, 2008 fund balance in the Fire Districts fund was correspondingly decreased by the same amount.

	<u>Road Projects Fund</u>	<u>WIPP Fund</u>	<u>Fire Districts Fund</u>
Fund balance, beginning of year, as previously stated	\$ -	16,134	1,363,183
Restatements	<u>(106,196)</u>	<u>32,376</u>	<u>(32,376)</u>
Total	\$ <u>(106,196)</u>	<u>48,510</u>	<u>1,330,807</u>

Net assets: Due to these restatements, net assets was overstated by \$106,196. In addition, during the current year, capital assets and accumulated depreciation were restated at the government-wide level. This capital assets and accumulated depreciation restatement caused net assets to be overstated by \$203,802. The total overstatement of these restatements of \$309,998 will be corrected in the current fiscal year.

		<u>Governmental Activities</u>
Net assets, beginning of year, as previously stated	\$	19,385,732
Restatement		<u>(309,998)</u>
Fund balance, as restated	\$	<u>19,075,734</u>

SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

**Combining Balance Sheet - By Fund Type
Non-Major Governmental Funds**

AS OF JUNE 30, 2009

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total
ASSETS:				
Cash and cash equivalents	\$ 1,202,777	184,736	459,193	1,846,706
Restricted cash	-	911,363	720,573	1,631,936
Property taxes receivable	5,525	-	-	5,525
Accounts receivable	279,564	-	107,810	387,374
Federal receivable	191,956	-	-	191,956
Prepaid expenses	48,859	-	352,773	401,632
Other assets	-	-	165,673	165,673
Due from other funds	178	8,218	100,000	108,396
TOTAL ASSETS	\$ 1,728,859	1,104,317	1,906,022	4,739,198
LIABILITIES AND FUND BALANCES:				
LIABILITIES:				
Accounts payable	\$ 141,103	220,182	-	361,285
Accrued payroll	55,527	-	-	55,527
Deferred revenue	231,328	-	-	231,328
Debt Service Reserve	-	-	62,331	62,331
Due to other funds	274,089	5,570	194,000	473,659
TOTAL LIABILITIES	702,047	225,752	256,331	1,184,130
FUND BALANCE (DEFICIT):				
Reserved for debt service	-	-	1,649,691	1,649,691
Unreserved-undesignated (deficit)	1,026,812	878,565	-	1,905,377
TOTAL FUND BALANCES	1,026,812	878,565	1,649,691	3,555,068
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,728,859	1,104,317	1,906,022	4,739,198

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances - By Fund Type
Non-Major Governmental Funds

YEAR ENDED JUNE 30, 2009

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total
REVENUES:				
Intergovernmental:				
Operating grants and contributions	\$ 1,481,692	6,297	-	1,487,989
Capital grants and contributions	-	297,357	-	297,357
Federal grants	1,026,611	-	-	1,026,611
Taxes:				
Property	-	-	-	-
Sales	759,453	-	1,879,089	2,638,542
Motor vehicle	253,851	-	-	253,851
Gas	160,289	-	-	160,289
Cigarette	341	-	-	341
Lodgers	34,209	-	-	34,209
Licenses and fees	601,255	-	-	601,255
Investment income	6,595	9,606	38,122	54,323
Miscellaneous	125,369	19,354	-	144,723
TOTAL REVENUES	4,449,665	332,614	1,917,211	6,699,490
EXPENDITURES:				
Current:				
General government	555,987	-	-	555,987
Public works	1,583,673	76,619	-	1,660,292
Public safety	627,468	-	-	627,468
Health and welfare	1,503,831	-	-	1,503,831
Culture and recreation	-	-	-	-
Conservation	3,171	105,348	-	108,519
Urban redevelopment	-	-	-	-
Capital outlay	58,259	2,184,490	-	2,242,749
Debt service:				
Principal payments	19,233	-	689,150	708,383
Interest payments	1,860	-	606,260	608,120
Bond issuance cost	-	-	-	-
TOTAL EXPENDITURES	4,353,482	2,366,457	1,295,410	8,015,349

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances - By Fund Type
Non-Major Governmental Funds - continued

YEAR ENDED JUNE 30, 2009

	Special Revenue Funds	Capital Project Funds	Debt Service Project Funds	Total
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 96,183	(2,033,843)	621,801	(1,315,859)
OTHER FINANCING SOURCES (USES):				
Transfers in	222,804	393,302	675,192	1,291,298
Transfers out	(62,102)	(180,000)	(1,224,320)	(1,466,422)
Proceeds from the issuance of debt	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>160,702</u>	<u>213,302</u>	<u>(549,128)</u>	<u>(175,124)</u>
NET CHANGES IN FUND BALANCE	256,885	(1,820,541)	72,673	(1,490,983)
FUND BALANCE, BEGINNING	<u>737,551</u>	<u>2,699,106</u>	<u>1,577,018</u>	<u>5,013,675</u>
RESTATEMENTS	<u>32,376</u>	<u>-</u>	<u>-</u>	<u>32,376</u>
FUND BALANCE, AS RESTATED	<u>769,927</u>	<u>2,699,106</u>	<u>1,577,018</u>	<u>5,046,051</u>
FUND BALANCE, ENDING	\$ <u><u>1,026,812</u></u>	878,565	1,649,691	<u><u>3,555,068</u></u>

AS OF JUNE 30, 2009

	SPECIAL					
	<u>Road</u>	<u>Solid Waste</u>	<u>SMC Health Facility</u>	<u>Forest Reserve Title III</u>	<u>Farm and Range</u>	<u>DWI Allocation</u>
ASSETS:						
Cash and investments	\$ 105,863	44,265	-	32,987	12,255	4,042
Restricted cash	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	-
Accounts receivable	34,976	164,195	-	-	-	-
Federal receivable	-	-	-	-	-	-
Prepaid expenses	-	46,843	-	-	-	-
Other asset	-	-	-	-	-	-
Due from other funds	<u>178</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	\$ <u>141,017</u>	<u>255,303</u>	<u>-</u>	<u>32,987</u>	<u>12,255</u>	<u>4,042</u>
LIABILITIES:						
Accounts payable	\$ 28,637	23,471	-	-	-	229
Accrued payroll	22,046	16,438	-	-	-	7,077
Deferred revenue	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>687</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>50,683</u>	<u>39,909</u>	<u>687</u>	<u>-</u>	<u>-</u>	<u>7,306</u>
FUND BALANCE:						
Reserved for debt service	-	-	-	-	-	-
Unreserved, undesignated	<u>90,334</u>	<u>215,394</u>	<u>(687)</u>	<u>32,987</u>	<u>12,255</u>	<u>(3,264)</u>
TOTAL FUND BALANCE	<u>90,334</u>	<u>215,394</u>	<u>(687)</u>	<u>32,987</u>	<u>12,255</u>	<u>(3,264)</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>141,017</u>	<u>255,303</u>	<u>-</u>	<u>32,987</u>	<u>12,255</u>	<u>4,042</u>

STATE OF NEW MEXICO
 SAN MIGUEL COUNTY
 Combining Balance Sheet -
 Non-Major Governmental Funds

REVENUE FUNDS

DWI Grant	Underage Drinking	Community DWI Program	DWI Offenders Fee	Education and Enforcement	Child Restraint	WIPP
-	-	-	14,022	60	-	55,510
-	-	-	-	-	-	-
-	-	5,525	-	-	-	-
9,212	-	-	-	-	1,134	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>9,212</u>	<u>-</u>	<u>5,525</u>	<u>14,022</u>	<u>60</u>	<u>1,134</u>	<u>55,510</u>
-	-	-	1,500	-	-	-
1,634	-	561	-	-	136	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>17,862</u>	<u>5,208</u>	<u>13,896</u>	<u>-</u>	<u>-</u>	<u>4,479</u>	<u>-</u>
<u>19,496</u>	<u>5,208</u>	<u>14,457</u>	<u>1,500</u>	<u>-</u>	<u>4,615</u>	<u>-</u>
-	-	-	-	-	-	-
<u>(10,284)</u>	<u>(5,208)</u>	<u>(8,932)</u>	<u>12,522</u>	<u>60</u>	<u>(3,481)</u>	<u>55,510</u>
<u>(10,284)</u>	<u>(5,208)</u>	<u>(8,932)</u>	<u>12,522</u>	<u>60</u>	<u>(3,481)</u>	<u>55,510</u>
<u>9,212</u>	<u>-</u>	<u>5,525</u>	<u>14,022</u>	<u>60</u>	<u>1,134</u>	<u>55,510</u>

AS OF JUNE 30, 2009

	SPECIAL					
	<u>Recording Equipment</u>	<u>Recreation</u>	<u>Legislative Appropriations</u>	<u>Beautification</u>	<u>Lodger's Tax</u>	<u>Indigent</u>
ASSETS:						
Cash and investments	\$ 13,703	487	-	-	25,524	3,096
Restricted cash	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	-
Accounts receivable	-	10	-	-	6,121	53,549
Federal receivable	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Other asset	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
TOTAL ASSETS	\$ <u>13,703</u>	<u>497</u>	<u>-</u>	<u>-</u>	<u>31,645</u>	<u>56,645</u>
LIABILITIES:						
Accounts payable	\$ 4,409	-	-	-	-	62,477
Accrued payroll	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-
Due to other funds	-	-	10,175	-	-	-
TOTAL LIABILITIES	<u>4,409</u>	<u>-</u>	<u>10,175</u>	<u>-</u>	<u>-</u>	<u>62,477</u>
FUND BALANCE:						
Reserved for debt service	-	-	-	-	-	-
Unreserved, undesignated	<u>9,294</u>	<u>497</u>	<u>(10,175)</u>	<u>-</u>	<u>31,645</u>	<u>(5,832)</u>
TOTAL FUND BALANCE	<u>9,294</u>	<u>497</u>	<u>(10,175)</u>	<u>-</u>	<u>31,645</u>	<u>(5,832)</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>13,703</u>	<u>497</u>	<u>-</u>	<u>-</u>	<u>31,645</u>	<u>56,645</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Balance Sheet -
Non-Major Governmental Funds - continued

REVENUE FUNDS - continued

Reappraisal	San Jose Community Center	Emergency Medical Services	Bureau of Justice	Law Enforcement	CDBG	Courthouse Renovation
52,693	1,636	116,280	-	4,018	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,464	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>54,157</u>	<u>1,636</u>	<u>116,280</u>	<u>-</u>	<u>4,018</u>	<u>-</u>	<u>-</u>
15,265	-	2,698	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>15,265</u>	<u>-</u>	<u>2,698</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
<u>38,892</u>	<u>1,636</u>	<u>113,582</u>	<u>-</u>	<u>4,018</u>	<u>-</u>	<u>-</u>
<u>38,892</u>	<u>1,636</u>	<u>113,582</u>	<u>-</u>	<u>4,018</u>	<u>-</u>	<u>-</u>
<u>54,157</u>	<u>1,636</u>	<u>116,280</u>	<u>-</u>	<u>4,018</u>	<u>-</u>	<u>-</u>

AS OF JUNE 30, 2009

SPECIAL REVENUE FUNDS - continued

	<u>Ambulance/ Medical Service Fund</u>	<u>Section 8 Housing</u>	<u>Professional Development</u>	<u>CDGB 2006</u>	<u>Office of Emergency Management</u>	<u>Total Special Revenue</u>
ASSETS:						
Cash and investments	\$ 386,417	267,250	62,669	-	-	1,202,777
Restricted cash	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	5,525
Accounts receivable	-	-	-	-	10,367	279,564
Federal receivable	-	-	-	37,182	154,774	191,956
Prepaid expenses	-	552	-	-	-	48,859
Other asset	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	178
TOTAL ASSETS	\$ <u>386,417</u>	<u>267,802</u>	<u>62,669</u>	<u>37,182</u>	<u>165,141</u>	<u>1,728,859</u>
LIABILITIES:						
Accounts payable	\$ -	1,534	-	-	883	141,103
Accrued payroll	-	2,981	-	-	4,654	55,527
Deferred revenue	-	231,328	-	-	-	231,328
Debt service reserve	-	-	-	-	-	-
Due to other funds	-	773	-	62,370	158,639	274,089
TOTAL LIABILITIES	-	<u>236,616</u>	-	<u>62,370</u>	<u>164,176</u>	<u>702,047</u>
FUND BALANCE:						
Reserved for debt service	-	-	-	-	-	-
Unreserved, undesignated	<u>386,417</u>	<u>31,186</u>	<u>62,669</u>	<u>(25,188)</u>	<u>965</u>	<u>1,026,812</u>
TOTAL FUND BALANCE	<u>386,417</u>	<u>31,186</u>	<u>62,669</u>	<u>(25,188)</u>	<u>965</u>	<u>1,026,812</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>386,417</u>	<u>267,802</u>	<u>62,669</u>	<u>37,182</u>	<u>165,141</u>	<u>1,728,859</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Balance Sheet -
Non-Major Governmental Funds - continued

CAPITAL PROJECTS FUNDS					DEBT SERVICE FUNDS	
Road and Health Projects	Dentention Center Capital Outlay	Courthouse Remodeling	Crusher Facility and Equipment	Total Capital Projects	SMC Debt Service	1997 Series B Bond Issue
87,618	-	74,564	22,554	184,736	135,500	-
-	128	808,367	102,868	911,363	27,846	-
-	-	-	-	-	-	-
-	-	-	-	-	35,695	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	18,698	-
-	8,218	-	-	8,218	-	-
<u>87,618</u>	<u>8,346</u>	<u>882,931</u>	<u>125,422</u>	<u>1,104,317</u>	<u>217,739</u>	<u>-</u>
-	-	218,899	1,283	220,182	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	5,570	-	-	5,570	-	-
-	5,570	218,899	1,283	225,752	-	-
-	-	-	-	-	217,739	-
<u>87,618</u>	<u>2,776</u>	<u>664,032</u>	<u>124,139</u>	<u>878,565</u>	<u>-</u>	<u>-</u>
<u>87,618</u>	<u>2,776</u>	<u>664,032</u>	<u>124,139</u>	<u>878,565</u>	<u>217,739</u>	<u>-</u>
<u>87,618</u>	<u>8,346</u>	<u>882,931</u>	<u>125,422</u>	<u>1,104,317</u>	<u>217,739</u>	<u>-</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Balance Sheet -
Non-Major Governmental Funds - continued

AS OF JUNE 30, 2009

	DEBT SERVICE FUNDS - continued					Total Non-major Governmental Funds
	1998 Series A Bond Issue	1998 Series B Bond Issue	1997A & 2007 Series Bond Issue	Capital Outlay/ Infrastructure Revenue Bond	Total Debt Service Funds	
ASSETS:						
Cash and investments	\$ 21,053	41,278	87,366	173,996	459,193	1,846,706
Restricted cash	-	-	-	692,727	720,573	1,631,936
Property taxes receivable	-	-	-	-	-	5,525
Accounts receivable	-	-	-	72,115	107,810	387,374
Federal receivable	-	-	-	-	-	191,956
Prepaid expenses	-	-	352,773	-	352,773	401,632
Other asset	-	-	-	146,975	165,673	165,673
Due from other funds	-	-	-	100,000	100,000	108,396
TOTAL ASSETS	\$ 21,053	41,278	440,139	1,185,813	1,906,022	4,739,198
LIABILITIES:						
Accounts payable	\$ -	-	-	-	-	361,285
Accrued payroll	-	-	-	-	-	55,527
Deferred revenue	-	-	-	-	-	231,328
Debt service reserve	21,053	41,278	-	-	62,331	62,331
Due to other funds	-	-	-	194,000	194,000	473,659
TOTAL LIABILITIES	21,053	41,278	-	194,000	256,331	1,184,130
FUND BALANCE:						
Reserved for debt service	-	-	440,139	991,813	1,649,691	1,649,691
Unreserved, undesignated	-	-	-	-	-	1,905,377
TOTAL FUND BALANCE	-	-	440,139	991,813	1,649,691	3,555,068
TOTAL LIABILITIES AND FUND BALANCE	\$ 21,053	41,278	440,139	1,185,813	1,906,022	4,739,198

YEAR ENDED JUNE 30, 2009

						SPECIAL	
	Road	Solid Waste	SMC Health Facility	Forest Reserve Title III	Farm and Range	DWI Allocation	DWI Grant
REVENUES:							
Intergovernmental:							
Operating grants and contributions	\$ 309,566	-	-	48,606	2,895	159,665	27,041
Capital grants and contributions	-	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-	-
Taxes:							
Property	-	-	-	-	-	-	-
Sales	-	73,964	-	-	-	-	-
Motor vehicle	253,851	-	-	-	-	-	-
Gas	160,289	-	-	-	-	-	-
Cigarette	-	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-	-
Licenses and fees	-	498,806	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Miscellaneous	4,756	85,760	1	-	-	-	-
TOTAL REVENUES	728,462	658,530	1	48,606	2,895	159,665	27,041
EXPENDITURES:							
Current:							
General government	-	2,101	-	-	-	-	-
Public works	840,287	743,386	-	-	-	-	-
Public safety	-	-	-	-	-	158,937	35,332
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Conservation	-	-	-	-	3,171	-	-
Urban redevelopment	-	-	-	-	-	-	-
Capital outlay	3,000	17,112	-	-	-	8,235	-
Debt service:							
Principal payments	-	-	-	-	-	-	-
Interest payments	1,189	-	-	-	-	-	-
Bond issuance cost	-	-	-	-	-	-	-
TOTAL EXPENDITURES	844,476	762,599	-	-	3,171	167,172	35,332
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(116,014)	(104,069)	1	48,606	(276)	(7,507)	(8,291)
OTHER FINANCING SOURCES (USES):							
Transfers in	10,000	185,834	-	3,465	-	-	-
Transfers out	(38,597)	-	-	(23,505)	-	-	-
Proceeds from the issuance of debt	-	-	-	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(28,597)	185,834	-	(20,040)	-	-	-
NET CHANGES IN FUND BALANCE	(144,611)	81,765	1	28,566	(276)	(7,507)	(8,291)
FUND BALANCE, BEGINNING	234,945	133,629	(688)	4,421	12,531	4,243	(1,993)
RESTATEMENTS	-	-	-	-	-	-	-
FUND BALANCE, AS RESTATED	234,945	133,629	(688)	4,421	12,531	4,243	(1,993)
FUND BALANCE, ENDING	\$ 90,334	215,394	(687)	32,987	12,255	(3,264)	(10,284)

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Statement of Revenues, Expenditures and Changes
in Fund Balance - Non-Major Governmental Funds

REVENUE FUNDS

Underage Drinking	Community DWI Program	DWI Offenders Fee	Education and Enforcement	Child Restraint	WIPP	Recording Equipment	Recreation
-	21,503	-	-	21,281	7,000	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	341
-	-	9,705	-	-	-	18,093	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	21,503	9,705	-	21,281	7,000	18,093	341
-	-	-	-	-	-	8,982	-
2,492	12,708	16,369	-	8,899	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	1,700	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
2,492	12,708	16,369	-	8,899	-	10,682	-
(2,492)	8,795	(6,664)	-	12,382	7,000	7,411	341
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(2,492)	8,795	(6,664)	-	12,382	7,000	7,411	341
(2,716)	(17,727)	19,186	60	(15,863)	16,134	1,883	156
-	-	-	-	-	32,376	-	-
(2,716)	(17,727)	19,186	60	(15,863)	48,510	1,883	156
(5,208)	(8,932)	12,522	60	(3,481)	55,510	9,294	497

YEAR ENDED JUNE 30, 2009

						SPECIAL
	Legislative Appropriations	Beautification	Lodger's Tax	Indigent	Reappraisal	San Jose Community Center
REVENUES:						
Intergovernmental:						
Operating grants and contributions	\$ -	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-
Taxes:						
Property	-	-	-	-	-	-
Sales	-	-	-	685,489	-	-
Motor vehicle	-	-	-	-	-	-
Gas	-	-	-	-	-	-
Cigarette	-	-	-	-	-	-
Lodgers	-	-	34,209	-	-	-
Licenses and fees	-	-	-	-	74,651	-
Interest income	-	-	1,052	3,087	-	33
Miscellaneous	-	-	10,150	-	-	-
TOTAL REVENUES	-	-	45,411	688,576	74,651	33
EXPENDITURES:						
Current:						
General government	-	-	56,898	-	68,501	-
Public works	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	828,661	-	-
Culture and recreation	-	-	-	-	-	-
Conservation	-	-	-	-	-	-
Urban redevelopment	-	-	-	-	-	-
Capital outlay	-	-	-	-	21,311	-
Debt service:						
Principal payments	-	-	-	-	-	-
Interest payments	-	-	-	-	-	-
Bond issuance cost	-	-	-	-	-	-
TOTAL EXPENDITURES	-	-	56,898	828,661	89,812	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(11,487)	(140,085)	(15,161)	33
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Proceeds from the issuance of debt	-	-	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-
NET CHANGES IN FUND BALANCE	-	-	(11,487)	(140,085)	(15,161)	33
FUND BALANCE, BEGINNING	(10,175)	-	43,132	134,253	54,053	1,603
RESTATEMENTS	-	-	-	-	-	-
	<u>(10,175)</u>	<u>-</u>	<u>43,132</u>	<u>134,253</u>	<u>54,053</u>	<u>1,603</u>
FUND BALANCE, ENDING	\$ (10,175)	-	31,645	(5,832)	38,892	1,636

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Statement of Revenues, Expenditures and Changes
in Fund Balance - Non-major Governmental Funds - continued

REVENUE FUNDS - continued

Emergency Medical Services	Bureau of Justice	Law Enforcement	CDBG	Courthouse Renovation	Ambulance/ Medical Service Fund	Section 8 Housing	Professional Development	CDBG 2006
23,792	-	19,191	-	-	786,750	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	733,538	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	223	-	-	-	2,200	-	-
-	-	-	-	-	-	-	17,390	7,312
23,792	-	19,414	-	-	786,750	735,738	17,390	7,312
-	-	-	-	-	-	58,123	3,589	-
-	-	-	-	-	-	-	-	-
7,392	-	-	-	-	385,339	675,170	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	2,651	-	-	-	-	-	2,924
-	-	19,233	-	-	-	-	-	-
-	-	671	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
7,392	-	22,555	-	-	385,339	733,293	3,589	2,924
16,400	-	(3,141)	-	-	401,411	2,445	13,801	4,388
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
16,400	-	(3,141)	-	-	401,411	2,445	13,801	4,388
97,182	-	7,159	-	-	(14,994)	28,741	48,868	(29,576)
-	-	-	-	-	-	-	-	-
97,182	-	7,159	-	-	(14,994)	28,741	48,868	(29,576)
113,582	-	4,018	-	-	386,417	31,186	62,669	(25,188)

YEAR ENDED JUNE 30, 2009

	SPECIAL REVENUE FUNDS - cont.		CAPITAL PROJECT FUNDS			
	Office of Emergency Management	Total Special Revenue	Road and Health Projects	Dentention Center Capital Outlay	Courthouse Remodeling	Crusher Facility and Equipment
REVENUES:						
Intergovernmental:						
Operating grants and contributions	\$ 54,402	1,481,692	-	6,297	-	-
Capital grants and contributions	-	-	-	-	297,357	-
Federal grants	293,073	1,026,611	-	-	-	-
Taxes:						
Property	-	-	-	-	-	-
Sales	-	759,453	-	-	-	-
Motor vehicle	-	253,851	-	-	-	-
Gas	-	160,289	-	-	-	-
Cigarette	-	341	-	-	-	-
Lodgers	-	34,209	-	-	-	-
Licenses and fees	-	601,255	-	-	-	-
Interest income	-	6,595	-	-	4,263	5,343
Miscellaneous	-	125,369	-	-	19,354	-
TOTAL REVENUES	347,475	4,449,665	-	6,297	320,974	5,343
EXPENDITURES:						
Current:						
General government	357,793	555,987	-	-	-	-
Public works	-	1,583,673	-	-	-	76,619
Public safety	-	627,468	-	-	-	-
Health and welfare	-	1,503,831	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Conservation	-	3,171	-	-	105,348	-
Urban redevelopment	-	-	-	-	-	-
Capital outlay	1,326	58,259	-	33,745	1,437,029	713,716
Debt service:						
Principal payments	-	19,233	-	-	-	-
Interest payments	-	1,860	-	-	-	-
Bond issuance cost	-	-	-	-	-	-
TOTAL EXPENDITURES	359,119	4,353,482	-	33,745	1,542,377	790,335
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(11,644)	96,183	-	(27,448)	(1,221,403)	(784,992)
OTHER FINANCING SOURCES (USES):						
Transfers in	23,505	222,804	-	-	309,302	84,000
Transfers out	-	(62,102)	-	-	-	(180,000)
Proceeds from the issuance of debt	-	-	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	23,505	160,702	-	-	309,302	(96,000)
NET CHANGES IN FUND BALANCE	11,861	256,885	-	(27,448)	(912,101)	(880,992)
FUND BALANCE, BEGINNING	(10,896)	737,551	87,618	30,224	1,576,133	1,005,131
RESTATEMENTS	-	32,376	-	-	-	-
	(10,896)	769,927	87,618	30,224	1,576,133	1,005,131
FUND BALANCE, ENDING	\$ 965	1,026,812	87,618	2,776	664,032	124,139

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Statement of Revenues, Expenditures and Changes
in Fund Balance - Non-major Governmental Funds - continued

DEBT SERVICE FUNDS								
Total Capital Projects	SMC Debt Service	1997 Series B Bond Issue	1998 Series A Bond Issue	1998 Series B Bond Issue	1997A & 2007 Series Bond Issue	Capital Outlay/ Infrastructure Revenue Bond	Total Debt Service Funds	Total Non-major Governmental Funds
6,297	-	-	-	-	-	-	-	1,487,989
297,357	-	-	-	-	-	-	-	297,357
-	-	-	-	-	-	-	-	1,026,611
-	-	-	-	-	-	-	-	-
-	1,016,697	-	-	-	-	862,392	1,879,089	2,638,542
-	-	-	-	-	-	-	-	253,851
-	-	-	-	-	-	-	-	160,289
-	-	-	-	-	-	-	-	341
-	-	-	-	-	-	-	-	34,209
-	-	-	-	-	-	-	-	601,255
9,606	13,672	-	-	-	-	24,450	38,122	54,323
<u>19,354</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>144,723</u>
332,614	1,030,369	-	-	-	-	886,842	1,917,211	6,699,490
-	-	-	-	-	-	-	-	555,987
76,619	-	-	-	-	-	-	-	1,660,292
-	-	-	-	-	-	-	-	627,468
-	-	-	-	-	-	-	-	1,503,831
-	-	-	-	-	-	-	-	-
105,348	-	-	-	-	-	-	-	108,519
-	-	-	-	-	-	-	-	-
2,184,490	-	-	-	-	-	-	-	2,242,749
-	57,079	-	-	-	225,000	407,071	689,150	708,383
-	3,394	-	-	-	250,046	352,820	606,260	608,120
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>2,366,457</u>	<u>60,473</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>475,046</u>	<u>759,891</u>	<u>1,295,410</u>	<u>8,015,349</u>
(2,033,843)	969,896	-	-	-	(475,046)	126,951	621,801	(1,315,859)
393,302	-	-	-	-	475,047	200,145	675,192	1,291,298
(180,000)	(1,030,320)	-	-	-	-	(194,000)	(1,224,320)	(1,466,422)
-	-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>213,302</u>	<u>(1,030,320)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>475,047</u>	<u>6,145</u>	<u>(549,128)</u>	<u>(175,124)</u>
(1,820,541)	(60,424)	-	-	-	1	133,096	72,673	(1,490,983)
2,699,106	278,163	-	-	-	440,138	858,717	1,577,018	5,013,675
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,376</u>
<u>2,699,106</u>	<u>278,163</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>440,138</u>	<u>858,717</u>	<u>1,577,018</u>	<u>5,046,051</u>
<u>878,565</u>	<u>217,739</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>440,139</u>	<u>991,813</u>	<u>1,649,691</u>	<u>3,555,068</u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Major Capital Projects Fund -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	PUBLIC WORKS FACILITY			
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	400,000	400,000	6,404	(393,596)
Loan Proceeds	-	-	-	-
Interest Income	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	400,000	400,000	6,404	(393,596)
EXPENDITURES - current:				
Public works:				
Operating	-	88,706	53,372	35,334
Capital outlay	1,606,157	1,797,451	-	1,797,451
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	1,606,157	1,886,157	53,372	1,832,785
OTHER FINANCING SOURCES:				
Operating transfers in	-	280,000	280,000	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	280,000	280,000	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FUNDING SOURCES	\$ <u>(1,206,157)</u>	<u>(1,206,157)</u>	<u>233,032</u>	<u>1,439,189</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>1,206,157</u>	<u>1,206,157</u>		

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Tax Roll Reconciliation

YEAR ENDED JUNE 30, 2009

Property taxes receivable, beginning of year	\$	4,674,168
Changes to Tax Roll:		
Net taxes charged to Treasurer for fiscal year		11,122,774
Adjustments:		
Increases in taxes receivable		80,029
Charge off of taxes receivable		<u>(200,285)</u>
Total receivables prior to collections		15,676,686
Collections for fiscal year ended June 30, 2009		<u>(11,268,359)</u>
Property taxes receivable, end of year	\$	<u><u>4,408,327</u></u>
Property taxes receivable by years are as follows:		
1999	\$	125,793
2000		158,658
2001		241,584
2002		229,634
2003		307,042
2004		327,594
2005		328,162
2006		504,067
2007		735,901
2008		<u>1,449,892</u>
Total taxes receivable	\$	<u><u>4,408,327</u></u>
Collections during the fiscal year ended June 30, 2009 are as follows:		
Taxes	\$	11,268,359
Penalty and interest		<u>443,994</u>
Taxes charged to Treasurer at June 30, 2009	\$	<u><u>11,712,353</u></u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Tax Roll Reconciliation - continued

YEAR ENDED JUNE 30, 2009

Distributions made on fiscal year June 30, 2009 collections:

San Miguel County	\$	3,829,489
East Las Vegas Schools		2,478,170
West Las Vegas Schools		1,644,785
Pecos School		551,024
Santa Rosa Consolidated Schools		7,662
Luna Community College		896,151
City of Las Vegas		1,299,115
Village of Pecos		9,254
Mesa		644
Guadalupe Soil and Water		116
Tiera y Montes Soil and Water		234,745
State of New Mexico		616,189
New Mexico Taxation and Revenue		<u>182,626</u>
Total distributions	\$	<u>11,749,970</u>
Undistributed taxes and interest at June 30, 2009	\$	<u>402,352</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes:

MAJOR FUNDS

Detention Center – To account for the revenues and expenditures for the San Miguel County Detention Center. The creation and maintenance of a separate fund was established by a County Resolution.

Road Projects Special Appropriation – To account for the revenues and expenditures associated with road projects around San Miguel County. The creation and maintenance of a separate fund was established by a County Resolution.

Fire Districts – To account for the revenues and expenditures associated with the San Miguel County Fire Districts. Funding is from operating grant revenue. The creation and maintenance of a separate fund was established by a County Resolution.

Community Projects – To account for the revenues and expenditures for Community Projects in San Miguel County. The creation and maintenance of a separate fund was established by a County Resolution.

NON-MAJOR FUNDS

Road – To account for revenues and expenditures for control of road maintenance. Funding is from state shared revenue. The fund was created by authority of state statute (see Section 7-1-6.19, NMSA 1978 Compilation).

Solid Waste – To account for revenues and expenditures for solid waste within San Miguel County. The creation and maintenance of a separate fund was established by a County Resolution.

SMC Health Facility – To account for the appropriations to the San Miguel County Health Facility. The creation and maintenance of a separate fund was established by a County Resolution.

Forest Reserve Title III – To account for funds used for purposes indicated in Public Law 106-393.

Farm and Range – To account for revenues and expenditures for control of predatory animals. Funding is from the Taylor Grazing Act. Expenditures may be made only for the purposes specified in the grant. The fund was created by authority of state statute (see Section 6-11-6, NMSA 1978 Compilation).

DWI Allocation, DWI Grant, Underage Drinking, Community DWI Program, DWI Offenders Fee – To account for appropriations for the DWI Allocation, DWI Grant, Underage Drinking, Community DWI Program and DWI Offenders Fee funds. These funds provide quality substance abuse treatment, community education, outreach and primary prevention services to citizens of San Miguel County. This fund was created by authority of state statute (see Section 43-3-14 to 15 of the NMSA 1978 Compilations.)

SPECIAL REVENUE FUNDS - continued

Education and Enforcement – To account for the appropriations to educate, enforce and protect occupants and children of motor vehicles in the county of San Miguel regarding seat belt restraint and use. The fund was created by authority of state statute (see Section 131-12-7 NMSA 1978 Compilation.)

Child Restraint – To account for appropriations for Selective Traffic Enforcement. These funds provide quality community education, outreach and primary prevention services to citizens of San Miguel County. The fund was created by authority of state statute (see Section 43-3-14 to 15 NMSA 1978 Compilation.)

WIPP – To account for revenues and expenditures used for purposes of enhancing its hazardous material emergency response capability. The authority to create this fund was done by Resolution 9-9-2003-F2.

Recording Equipment - To account for revenues and expenditures for control of equipment. The fees collected are restricted in that they may only be used for the purchase of equipment associated with the recording, filing, maintaining or reproducing of documents in the Office of the County Clerk. This fund was created by authority of state statute (see Section 14-8-12.2, NMSA 1978 Compilation.)

Recreation – To account for revenues and expenditures related to the County's Youth recreational activities. Funds are provided by the State shared cigarette tax. The fund was created by authority of state statute (see Section 3-19-9, NMSA 1978 Compilation).

Legislative Appropriations – To account for revenues and expenditures restricted to specific purposes as agreed to between San Miguel County and the State in the grant agreement. The authority to create this fund was done by Resolution 9-9-2003-F2.

Beautification – To account for revenues and expenditures for the New Mexico Clean and Beautiful Project. This fund was created by authority of state statute (Section 67-15-1 through 67-16-4 of NMSA 1978 Compilation).

Lodger's Tax – To account for revenues and expenditures for the Lodger's Tax Fund, which is used to promote economic development in the County. Funding is provided by locally imposed gross receipts tax. The fund was created by authority of state statute (see Section 3-38-24, NMSA 1978 Compilation).

Indigent – To account for revenues received from state shared gross receipts taxes for hospital service for indigent citizens of the County. The fund was created by authority of state statute (see Section 7-20E-9, NMSA 1978 Compilation).

Reappraisal – To account for funds used to provide valuation services to the County and other local entities. Funding is provided through a 1% administrative charge on property taxes collected (see Section 7-38-38.1, NMSA 1978 Compilation).

San Jose Community Center – To account for the revenue and expenditures related to the San Jose Community Center. The fund was created by authority of state statute (see Section 3-19-9 NMSA 1978 Compilation).

SPECIAL REVENUE FUNDS - continued

Emergency Medical Services – To account for revenues and expenditures for Emergency Medical Services in the communities of El Pueblo, Gallinas, Sapello, Conchas, Ilfeld, General, Cabo Lucero, Sheridan, Bernal/Tecolote, and the Ambulance Aid funds. These funds were created by authority of state statute (see Section 24-10A-6, NMSA 1978 Compilation).

Bureau of Justice – To account for federal funds received by grant. Funds are restricted to projects that reduce crime and improve public safety. The authority to create this fund was done by Resolution 9-9-2003-F2.

Law Enforcement – To account for revenues and expenditures for maintaining and improving the County's law enforcement department in order to enhance its efficiency and effectiveness. Funding is from the State appropriation authorized by Section 29-13-1 to 9 of NMSA.

CDBG – To account for funds used to rehabilitate personal residences of qualified citizens within the County. Funding is from a Community Development Block Grant from the Department of Housing and Urban Development.

Courthouse Renovations – To account for revenues and expenditures for the CDBG funds. The CDBG funds were dedicated for Courthouse ADA Renovations. The authority to create this fund was done by Resolution 9-9-2003-F2.

Ambulance/Medical Service – To account for indigent costs that are paid from sources other than gross receipts taxes dedicated for indigent purposes. The creation and maintenance of a separate fund was established by Resolution 2007-02-13-F3.

Section 8 Housing – To account for revenues and expenditures of providing rental assistance to low-income citizens of the County. The U.S. Department of Housing and Urban Development provides funding. The fund was created by authority of state statute (see Section 1.19.114, NMSA 1978 Compilation).

Professional Development – To account for monies received from the Imus Ranch as per agreement. In addition, this fund is also used to account for any other funds earmarked for professional development. The creation and maintenance of a separate fund was established by Resolution 2006-06-13-F2.

CDBG 2006 – To account for CDBG proceeds for the Tecolote Drainage and roadway improvements. The creation and maintenance of a separate fund was established by Resolution 2006-06-13-F2.

Office of Emergency Management – To account for the accumulation of resources and payments related to the operations of the Office of Emergency Management.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Road -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 180,000	180,000	162,383	(17,617)
Intergovernmental	317,000	562,110	562,528	418
Miscellaneous	<u>-</u>	<u>3,581</u>	<u>4,756</u>	<u>1,175</u>
TOTAL REVENUES	497,000	745,691	729,667	(16,024)
EXPENDITURES - current:				
Public works:				
Operating	752,378	764,209	717,308	46,901
Capital outlay	1,000	3,559	3,000	559
Principal and Interest	<u>118,000</u>	<u>115,521</u>	<u>111,909</u>	<u>3,612</u>
TOTAL EXPENDITURES	871,378	883,289	832,217	51,072
OTHER FINANCING SOURCES:				
Operating transfers in	332,685	10,000	10,000	-
Operating transfers out	<u>(74,742)</u>	<u>(38,598)</u>	<u>(38,597)</u>	<u>(1)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>257,943</u>	<u>(28,598)</u>	<u>(28,597)</u>	<u>(1)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(116,435)</u>	<u>(166,196)</u>	<u>(131,147)</u>	<u>35,049</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>116,435</u>	<u>166,196</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Solid Waste -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 95,000	75,000	75,723	723
Licenses and fees	475,000	500,000	498,806	(1,194)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	570,000	575,000	574,529	(471)
EXPENDITURES - current:				
Public works:				
Operating	833,495	802,631	750,236	52,395
Capital outlay	2,500	4,293	4,238	55
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	835,995	806,924	754,474	52,450
OTHER FINANCING SOURCES:				
Operating transfers in	222,313	185,834	185,834	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	222,313	185,834	185,834	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(43,682)</u>	<u>(46,090)</u>	<u>5,889</u>	<u>51,979</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>43,682</u>	<u>46,090</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - SMC Health Facility -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Forest Reserve Title III -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	17,793	48,606	48,606	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	17,793	48,606	48,606	-
EXPENDITURES - current:				
Public works:				
Operating	-	17,042	-	17,042
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	17,042	-	17,042
OTHER FINANCING SOURCES:				
Operating transfers in	-	4,000	3,465	535
Operating transfers out	(17,793)	(23,505)	(23,505)	-
TOTAL OTHER FINANCING SOURCES (USES)	(17,793)	(19,505)	(20,040)	535
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	12,059	28,566	16,507
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	(12,059)		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Farm & Range -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	3,200	3,200	2,895	(305)
Miscellaneous	-	-	-	-
TOTAL REVENUES	3,200	3,200	2,895	(305)
EXPENDITURES - current:				
Public works:				
Operating	15,731	15,731	3,171	12,560
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	15,731	15,731	3,171	12,560
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (12,531)	(12,531)	(276)	12,255
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ 12,531	12,531		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - DWI Allocation -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	215,163	159,250	159,665	415
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES	215,163	159,250	159,665	415
EXPENDITURES - current:				
Public works:				
Operating	181,410	160,685	157,527	3,158
Capital outlay	-	8,625	8,235	390
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	181,410	169,310	165,762	3,548
OTHER FINANCING SOURCES:				
Operating transfers in		-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>33,753</u>	<u>(10,060)</u>	<u>(6,097)</u>	<u>3,963</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(33,753)</u>	<u>10,060</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - DWI Grant -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 36,000	58,086	39,425	(18,661)
Intergovernmental				-
Miscellaneous	-	-	-	-
TOTAL REVENUES	36,000	58,086	39,425	(18,661)
EXPENDITURES - current:				
Public works:				
Operating	36,000	36,000	35,201	799
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	36,000	36,000	35,201	799
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	22,086	4,224	(17,862)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	(22,086)		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Underage Drinking -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	2,698	-	(2,698)
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	2,698	-	(2,698)
EXPENDITURES - current:				
Public works:				
Operating	-	2,697	2,492	205
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	2,697	2,492	205
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	1	(2,492)	(2,493)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	(1)		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Community DWI Program -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	40,404	32,198	15,979	(16,219)
Miscellaneous	-	-	-	-
TOTAL REVENUES	40,404	32,198	15,979	(16,219)
EXPENDITURES - current:				
Public works:				
Operating	21,000	15,368	12,996	2,372
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	21,000	15,368	12,996	2,372
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>19,404</u>	<u>16,830</u>	<u>2,983</u>	<u>(13,847)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(19,404)</u>	<u>(16,830)</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - DWI Offenders Fee -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	<u>10,000</u>	<u>8,000</u>	<u>9,705</u>	<u>1,705</u>
TOTAL REVENUES	10,000	8,000	9,705	1,705
EXPENDITURES - current:				
Public works:				
Operating	59,235	27,185	14,869	12,316
Capital outlay	-	-	-	-
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	59,235	27,185	14,869	12,316
OTHER FINANCING SOURCES:				
Operating transfers in	30,000	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(19,235)</u>	<u>(19,185)</u>	<u>(5,164)</u>	<u>14,021</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>19,235</u>	<u>19,185</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Education and Enforcement
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Selective Traffic Enforcement Program -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 23,735	35,259	20,147	(15,112)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	23,735	35,259	20,147	(15,112)
EXPENDITURES - current:				
Public works:				
Operating	8,700	20,224	9,590	10,634
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	8,700	20,224	9,590	10,634
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>15,035</u>	<u>15,035</u>	<u>10,557</u>	<u>(4,478)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(15,035)</u>	<u>(15,035)</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - WIPP -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 7,000	7,000	7,000	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	32,376	32,376
TOTAL REVENUES	7,000	7,000	39,376	32,376
EXPENDITURES - current:				
Public works:				
Operating	1,500	1,500	-	1,500
Capital outlay	21,634	21,634	-	21,634
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	23,134	23,134	-	23,134
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(16,134)</u>	<u>(16,134)</u>	<u>39,376</u>	<u>55,510</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>16,134</u>	<u>16,134</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Recording Equipment -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Licenses and fees	25,000	20,000	18,093	(1,907)
Miscellaneous	-	-	-	-
TOTAL REVENUES	25,000	20,000	18,093	(1,907)
EXPENDITURES - current:				
Public works:				
Operating	7,800	7,640	4,572	3,068
Capital outlay	19,191	14,243	1,700	12,543
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	26,991	21,883	6,272	15,611
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(1,991)</u>	<u>(1,883)</u>	<u>11,821</u>	<u>13,704</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>1,991</u>	<u>1,883</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Recreation -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 300	300	331	31
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	300	300	331	31
EXPENDITURES - current:				
Public works:				
Operating	456	456	-	456
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	456	456	-	456
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (156)	(156)	331	487
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ 156	156		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Legislative Appropriations -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Beautification -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Lodger's Tax -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 34,750	34,750	35,765	1,015
Intergovernmental	-	-	-	-
Interest income	1,000	1,000	11,202	10,202
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES	35,750	35,750	46,967	11,217
EXPENDITURES - current:				
Public works:				
Operating	75,750	75,750	62,010	13,740
Capital outlay	-	-	-	-
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	75,750	75,750	62,010	13,740
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(40,000)</u>	<u>(40,000)</u>	<u>(15,043)</u>	<u>24,957</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>40,000</u>	<u>40,000</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Indigent -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 844,743	844,743	694,258	(150,485)
Intergovernmental	-	-	-	-
Interest income	1,000	2,000	3,087	1,087
Miscellaneous	-	-	-	-
TOTAL REVENUES	845,743	846,743	697,345	(149,398)
EXPENDITURES - current:				
Public works:				
Operating	917,679	918,279	766,185	152,094
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	917,679	918,279	766,185	152,094
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(71,936)</u>	<u>(71,536)</u>	<u>(68,840)</u>	<u>2,696</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>71,936</u>	<u>71,536</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Reappraisal -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	<u>70,000</u>	<u>70,000</u>	<u>74,651</u>	<u>4,651</u>
TOTAL REVENUES	70,000	70,000	74,651	4,651
EXPENDITURES - current:				
Public works:				
Operating	48,071	74,292	56,134	18,158
Capital outlay	22,311	21,311	21,311	-
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	70,382	95,603	77,445	18,158
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u><u>(382)</u></u>	<u><u>(25,603)</u></u>	<u><u>(2,794)</u></u>	<u><u>22,809</u></u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u><u>382</u></u>	<u><u>25,603</u></u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - San Jose Community Center -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Interest Income	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>-</u>	<u>-</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Emergency Medical Services
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES (52000 - 53000):				
Intergovernmental	\$ 23,788	23,788	23,792	4
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	23,788	23,788	23,792	4
EXPENDITURES - current:				
General EMS				
Public Safety:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
	-	-	-	-
Gallinas EMS (52100)				
Public Safety:				
Operating	-	159	159	-
Capital outlay	87,890	87,731	-	87,731
	87,890	87,890	159	87,731
Sapello/Rociada EMS (52200)				
Public Safety:				
Operating	5,257	5,257	1,463	3,794
Capital outlay	-	-	-	-
	5,257	5,257	1,463	3,794
Conchas VFD (52300)				
Public Safety:				
Operating	15,493	15,493	-	15,493
Capital outlay	-	-	-	-
	15,493	15,493	-	15,493
Ifeld VFD (52400)				
Public Safety:				
Operating	4,499	4,499	3,275	1,224
Capital outlay	-	-	-	-
	4,499	4,499	3,275	1,224

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Emergency Medical Services - continued
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES - current - continued:				
Cabo Lucero EMS (52700)				
Public Safety:				
Operating	3,081	3,081	3,073	8
Capital outlay	-	-	-	-
	3,081	3,081	3,073	8
Sheridan EMS				
Public Safety:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
	-	-	-	-
Bernal/Tecolote EMS (53000)				
Public Safety:				
Operating	8,026	8,026	-	8,026
Capital outlay	-	-	-	-
	8,026	8,026	-	8,026
TOTAL EXPENDITURES	124,246	124,246	7,970	116,276
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (100,458)	(100,458)	15,822	(116,272)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ 100,458	100,458		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Bureau of Justice -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating				-
Capital outlay	-	-	-	-
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u><u>-</u></u>	<u><u>-</u></u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Law Enforcement -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	23,600	65,457	23,823	(41,634)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	23,600	65,457	23,823	(41,634)
EXPENDITURES - current:				
Public works:				
Operating	-	-	19,904	(19,904)
Capital outlay	3,695	47,588	2,651	44,937
Principal and Interest	19,905	19,905	-	19,905
TOTAL EXPENDITURES	23,600	67,493	22,555	44,938
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	(2,036)	1,268	3,304
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	2,036		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - CDBG -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Courthouse Renovations -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>-</u>	<u>-</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Ambulance/Medical Service -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	<u>771,000</u>	<u>400,750</u>	<u>786,750</u>	<u>386,000</u>
TOTAL REVENUES	771,000	400,750	786,750	386,000
EXPENDITURES - current:				
Public works:				
Operating	668,533	423,450	423,033	417
Capital outlay	-	-	-	-
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	668,533	423,450	423,033	417
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>(30,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(30,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>72,467</u>	<u>(22,700)</u>	<u>363,717</u>	<u>386,417</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(72,467)</u>	<u>22,700</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Section 8 Housing -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	656,659	656,659	735,845	79,186
Interest income	3,360	500	2,200	1,700
Miscellaneous	<u>14,000</u>	<u>22,168</u>	<u>27,131</u>	<u>4,963</u>
TOTAL REVENUES	674,019	679,327	765,176	85,849
EXPENDITURES - current:				
Public works:				
Operating	907,903	886,627	733,538	153,089
Capital outlay	-	-	-	-
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	907,903	886,627	733,538	153,089
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(233,884)</u>	<u>(207,300)</u>	<u>31,638</u>	<u>238,938</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>233,884</u>	<u>207,300</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Professional Development -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	<u>18,000</u>	<u>18,000</u>	<u>18,329</u>	<u>329</u>
TOTAL REVENUES	18,000	18,000	18,329	329
EXPENDITURES - current:				
Public works:				
Operating	66,690	66,690	4,349	62,341
Capital outlay	-	-	-	-
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	66,690	66,690	4,349	62,341
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(48,690)</u>	<u>(48,690)</u>	<u>13,980</u>	<u>62,670</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>48,690</u>	<u>48,690</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - CDBG 01-C-RS-I-1-G-77 -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	265,015	262,113	188,848	(73,265)
Miscellaneous	-	-	-	-
TOTAL REVENUES	265,015	262,113	188,848	(73,265)
EXPENDITURES - current:				
Public works:				
Operating	7,819	7,819	-	7,819
Capital outlay	3,000	3,000	2,924	76
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	10,819	10,819	2,924	7,895
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 254,196	251,294	185,924	(65,370)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ (254,196)	(251,294)		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Special Revenue Funds - Office of Emergency Management -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	315,031	621,963	200,203	(421,760)
Miscellaneous	-	-	-	-
TOTAL REVENUES	315,031	621,963	200,203	(421,760)
EXPENDITURES - current:				
Public works:				
Operating	319,447	617,526	354,630	262,896
Capital outlay	5,000	1,500	1,326	174
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	324,447	619,026	355,956	263,070
OTHER FINANCING SOURCES:				
Operating transfers in	38,682	23,505	23,505	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>38,682</u>	<u>23,505</u>	<u>23,505</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>29,266</u>	<u>26,442</u>	<u>(132,248)</u>	<u>(158,690)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(29,266)</u>	<u>(26,442)</u>		

CAPITAL PROJECTS FUNDS

To account for resources used for the purpose of purchasing land or improving grounds and for constructing, remodeling, making additions to, and furnishing and equipping buildings. Financing is provided primarily from the sale of bonds.

MAJOR FUNDS

Public Works Facility -To account for the accumulation of resources and payments related to the Public Works Facility Planning, Design, Construction and Construction Observation.

NON-MAJOR FUNDS

Road and Health Projects – To account for revenues and expenditures related to road projects and the construction of the Public Health Building. This fund consists of bonds revenues and special appropriations which include both state and federal funding. The creation and maintenance of a separate fund was established by a County Resolution.

Detention Center Capital Outlay – To account for revenues and expenditures related to the construction of the San Miguel County Detention Center. This fund consists of bonds revenues and special appropriations which include both state and federal funding. The creation and maintenance of a separate fund was established by a County Resolution.

Courthouse Remodeling – To account for revenues and expenditures related to the Courthouse Remodeling project.

Crusher Facility and Equipment – To account for the accumulation of resources and payments related to the purchase/lease of property, permitting, planning, designing, purchase of equipment and construction related to the Crusher Facility and Equipment.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Capital Projects Funds - Road and Health Projects -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

**Capital Projects Funds - Detention Center Capital Outlay -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)**

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 29,597	29,597	6,297	(23,300)
Intergovernmental	-	-	-	-
Interest Income	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	29,597	29,597	6,297	(23,300)
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	29,597	51,603	33,745	17,858
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	29,597	51,603	33,745	17,858
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	(22,006)	(27,448)	(5,442)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	22,006		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Capital Projects Funds - Courthouse Remodeling -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	COURTHOUSE REMODELING (21000)			
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 215,367	777,350	316,710	(460,640)
Loan proceeds	-	-	-	-
Interest income	4,000	8,010	4,263	(3,747)
Miscellaneous	-	-	-	-
TOTAL REVENUES	219,367	785,360	320,973	(464,387)
EXPENDITURES - current:				
Public safety:				
Operating expenses	91,548	146,922	133,042	13,880
Capital outlay	1,735,769	2,455,420	1,221,982	1,233,438
TOTAL EXPENDITURES	1,827,317	2,602,342	1,355,024	1,247,318
OTHER FINANCING SOURCES:				
Operating transfers in	-	309,302	309,302	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	309,302	309,302	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (1,607,950)	(1,507,680)	(724,749)	782,931
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ 1,607,950	1,507,680		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

**Capital Projects Funds - Crusher Facility and Equipment -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)**

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Loan Proceeds	-	-	-	-
Interest Income	-	7,000	5,343	(1,657)
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	7,000	5,343	(1,657)
EXPENDITURES - current:				
Public works:				
Operating	-	187,803	73,789	114,014
Capital outlay	1,005,131	711,697	713,716	(2,019)
Principal and Interest	-	15,000	14,950	50
TOTAL EXPENDITURES	1,005,131	914,500	802,455	112,045
OTHER FINANCING SOURCES:				
Operating transfers in	-	84,000	-	(84,000)
Operating transfers out	-	(180,000)	(180,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(96,000)	(180,000)	(84,000)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(1,005,131)</u>	<u>(1,003,500)</u>	<u>(977,112)</u>	<u>26,388</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>1,005,131</u>	<u>1,003,500</u>		

DEBT SERVICE FUNDS

SMC Debt Service – To account for revenues pledged for various debt service projects. It is also used to account for expenditures and/or transfers related to debt services. The creation and maintenance of a separate fund was established by a County Resolution.

1997 Series B Bond Issue – To account for revenues and expenditures of the 1997 Series B Revenue Bond Issue. The funds were used for the construction of the detention center. The creation and maintenance of a separate fund was established by a County Resolution.

1998 Series A Bond Issue – To account for revenues and expenditures of the 1998 Series A Bond Issue. The funds were used for Volunteer Fire Department capital needs. The creation and maintenance of a separate fund was established by a County Resolution.

1998 Series B Bond Issue – To account for revenues and expenditures of the 1998 Series B Bond Issue. The funds were used for Volunteer Fire Department capital needs. The creation and maintenance of a separate fund was established by a County Resolution.

1997A and 2007 Series Bond Issue -To account for revenues and expenditures of the 1997A and 2007 Series Revenue Bond Issue. The funds were used for the construction of the detention center. The creation and maintenance of a separate fund was established by County Resolution.

Capital Outlay/Infrastructure Revenue Bond – To account for the accumulation of resources and payments of revenue bond principal, interest and administrative fees from pledged County gross receipts tax revenues.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Debt Service Funds - SMC Debt Service -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 425,000	450,000	457,745	7,745
Intergovernmental	550,000	564,798	564,798	-
Interest income	5,000	7,000	13,672	6,672
Miscellaneous	-	-	-	-
TOTAL REVENUES	980,000	1,021,798	1,036,215	14,417
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	60,473	60,473	60,473	-
TOTAL EXPENDITURES	60,473	60,473	60,473	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	(910,320)	(1,030,320)	(1,030,320)	-
TOTAL OTHER FINANCING SOURCES (USES)	(910,320)	(1,030,320)	(1,030,320)	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>9,207</u>	<u>(68,995)</u>	<u>(54,578)</u>	<u>14,417</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(9,207)</u>	<u>68,995</u>		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Debt Service Funds - 1997 Series B Bond Issue -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Debt Service Funds - 1998 Series A Bond Issue -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Debt Service Funds - 1998 Series B Bond Issue -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and Interest	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES:				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Debt Service Funds - 1997 A and 2007 Series Bond Issue -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	-	-	-	-
EXPENDITURES - current:				
Public works:				
Operating				-
Capital outlay	-	-	-	-
Principal and Interest	475,047	475,047	475,047	-
TOTAL EXPENDITURES	475,047	475,047	475,047	-
OTHER FINANCING SOURCES:				
Operating transfers in	475,047	475,047	475,047	-
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	475,047	475,047	475,047	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	-	-	-
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	-		

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

**Debt Service Funds - Capital Outlay/Infrastructure Revenue Bond -
Statement of Revenues and Expenditures -
Budget and Actual (Non-GAAP Budgetary Basis)**

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 900,000	900,000	873,918	(26,082)
Intergovernmental	-	-	-	-
Interest income	30,000	17,100	24,450	7,350
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES	930,000	917,100	898,368	(18,732)
EXPENDITURES - current:				
Public works:				
Operating	1,000	1,000	-	1,000
Principal and interest	<u>759,893</u>	<u>759,893</u>	<u>759,891</u>	<u>2</u>
TOTAL EXPENDITURES	760,893	760,893	759,891	1,002
OTHER FINANCING SOURCES:				
Operating transfers in	218,340	218,340	200,145	18,195
Operating transfers out	<u>(240,000)</u>	<u>(194,000)</u>	<u>(194,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(21,660)</u>	<u>24,340</u>	<u>6,145</u>	<u>18,195</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>147,447</u>	<u>180,547</u>	<u>144,622</u>	<u>(35,925)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ <u>(147,447)</u>	<u>(180,547)</u>		

AGENCY FUNDS

Treasurer Fund – The County collects property taxes from citizens and disburses to the proper agencies.

El Valle Foundation Fund – The County collects donations on behalf of the foundation.

Employee Fund – The County collects donations on behalf of the employees for picnics and parties.

Inmate Trust Fund – The County holds monies on behalf of the inmates in the Detention Center.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Combining Statement of Assets and Liabilities -
Agency Funds

AS OF JUNE 30, 2009

	Treasurer Fund	El Valle Foundation Fund	Employee Fund	Inmate Trust Fund	Total
ASSETS:					
Cash and cash equivalents (Note 2)	\$ 402,352	33,504	1,937	16,487	454,280
Taxes receivable	<u>3,019,938</u>	-	-	-	<u>3,019,938</u>
TOTAL ASSETS	\$ <u>3,422,290</u>	<u>33,504</u>	<u>1,937</u>	<u>16,487</u>	<u>3,474,218</u>
LIABILITIES:					
Due to other agencies	\$ 996	-	-	-	996
Due to other funds	37,354	-	-	-	37,354
Uncollected taxes	2,981,588	-	-	-	2,981,588
Undistributed taxes	402,352	-	-	-	402,352
Deposits held in trust for others	-	<u>33,504</u>	<u>1,937</u>	<u>16,487</u>	<u>51,928</u>
TOTAL LIABILITIES	\$ <u>3,422,290</u>	<u>33,504</u>	<u>1,937</u>	<u>16,487</u>	<u>3,474,218</u>

OTHER SUPPLEMENTAL SCHEDULES

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 1 - Schedule of Changes in Assets and Liabilities - Agency Funds

AS OF JUNE 30, 2009

	<u>Treasurer Fund</u>	<u>El Valle Foundation Fund</u>	<u>Employee Fund</u>	<u>Inmate Trust Fund</u>	<u>Total</u>
Assets, July 1, 2008	\$ 3,389,688	42,097	2,422	18,125	3,452,332
Increase	11,268,359	1,055	3,011	106,172	11,378,597
Decrease	<u>11,235,757</u>	<u>9,648</u>	<u>3,496</u>	<u>107,810</u>	<u>11,356,711</u>
Assets, June 30, 2009	\$ <u>3,422,290</u>	<u>33,504</u>	<u>1,937</u>	<u>16,487</u>	<u>3,474,218</u>
Liabilities, July 1, 2008	\$ 3,389,688	42,097	2,422	18,125	3,452,332
Increase	11,268,359	1,055	3,011	106,172	11,378,597
Decrease	<u>11,235,757</u>	<u>9,648</u>	<u>3,496</u>	<u>107,810</u>	<u>11,356,711</u>
Liabilities, June 30, 2009	\$ <u>3,422,290</u>	<u>33,504</u>	<u>1,937</u>	<u>16,487</u>	<u>3,474,218</u>

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Schedule 2 - Joint Powers Agreements

YEAR ENDED JUNE 30, 2009

The following is a list of Joint Powers Agreements the County has entered into:

<u>Participants / Description</u>	<u>Responsible Party</u>	<u>Dates of Agreement</u>		<u>Project Amount</u>	<u>County Portion</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
		<u>Beginning</u>	<u>Ending</u>				
Sangre de Cristo Solid Waste Authority/San Miguel/ Mora County/City of Las Vegas/Wagon Mound/Pecos Memo of Understanding	City of Las Vegas/ Fiscal Agent	6/30/1994	N/A	Formula Funded	Formula Funded	\$ 15,300	City of Las Vegas
San Miguel County/NM Assoc. Counties Multi-line Pool	NMAC	7/27/2000	N/A	N/A	\$ 240,359	\$ 240,359	NMAC
San Miguel/Pecos Village Solid Waste Services	N/A	8/1/2000	8/1/2020	N/A	\$ 21,519	\$ 21,519	County
San Miguel County/City of Las Vegas Animal Control	SMC	12/15/2004	12/15/2009	N/A	\$ 10,000	\$ 10,000	SMC
San Miguel County/Dept. of Transportation NM Right of Way	SMC	3/18/2002	3/18/2012	N/A	N/A	N/A	SMC
San Miguel County/Dept. of Transportation NM Road Exchange	SMC	7/18/2002	N/A	N/A	N/A	N/A	SMC
San Miguel County/City of Las Vegas Aid Emergency	SMC	6/23/2003	N/A	N/A	N/A	N/A	SMC
San Miguel County/New Mexico State University GIS Mapping	SMC	7/1/2003	6/30/2009	\$ 91,027	\$ 13,171	N/A	SMC
San Miguel County/Mora County Adult Detention	SMC	1/11/2005	1/11/2009	\$53.00/day	N/A	N/A	SMC

See Independent Auditors' Report.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
San Miguel County/Harding County Adult Detention	SMC	5/10/2005	5/10/2009	\$45.00/day	N/A	N/A	SMC
San Miguel County/NM Health Centers Building Lease	SMC	4/12/2005	4/12/2015	N/A	N/A	N/A	SMC
San Miguel County/City of Las Vegas Adult Detention	SMC	4/12/2005	4/12/2009	\$65.00/day	N/A	N/A	SMC
San Miguel County/Union County Adult Detention	SMC	7/11/2003	7/11/2008	\$49.00/day	N/A	N/A	SMC
San Miguel County/Cibola County Adult Detention	SMC	8/23/2004	8/23/2009	\$50.00/day	N/A	N/A	SMC
San Miguel County/Las Vegas/SMC Ec. Dev. Inc. Support of Medite Job Creation Project	SMC	11/14/2005	N/A	N/A	N/A	N/A	SMC
San Miguel County/City of Las Vegas Ambulance Service	Las Vegas	6/7/2006	N/A	UNK	45%	N/A	SMC
San Miguel County/Department of Transportation Road Clearing Services for County Road A27	SMC	8/15/2006	N/A	N/A	N/A	N/A	N/A
San Miguel County/Santa Fe County Recycling Services	SMC	12/1/2006	N/A	N/A	N/A	N/A	Santa Fe
San Miguel County/DWI Planning Council Joint Application to State of NM State Highway and Transportation	SMC	7/10/2007	N/A	N/A	N/A	N/A	SMC

See Independent Auditors' Report.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
San Miguel County/Medite Corporation Delaware Corp. Two Parcels of Land Located SMC; Tract 1 approx. 78.06 Acres of Land; Tract 2 approx. 65 Acres	SMC	8/2/2007	N/A	450,000	\$ 362,536	N/A	SMC
San Miguel County/Taschek Environmental Consulting (TEC) Categorical Exclusions and Related Studies for SMC GRIP Projects 2/2007	SMC	7/18/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Miller Engineering Consultant, Inc. 2007 GRIP RFP Road Project - Provide Basic Engineering Services; Design and Preparation; Construction Drawing for Roadway and Improvement	SMC	7/9/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Engineers, Inc. Engineering Services	SMC	7/10/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/Gannett Fleming West, Inc. Services as Needed: Chapelle Roadway Project; Pendaries Roadway Improvements; Storrie Bridge Project; Chapelle Low Water Crossing	SMC	7/9/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/Board of Trustees of San Geronimo Land Grant Association Solid Waste	SMC	8/8/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/RBC Capital Markets GRT Refinancing and New Money Issue	SMC	12/1/2007	12/30/2008	N/A	N/A	N/A	SMC

See Independent Auditors' Report.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
San Miguel County/Assessor Nick J. Michalski Appraisal Personnel Training	SMC	9/11/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/RBC Capital Markets Financial Advisory Services Agreement	SMC	8/27/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County GRIP 2 Project/NM Department of Transportation Cooperative Project Agreement GRIP 2	SMC	8/14/2007	N/A	\$ 200,000	N/A	N/A	SMC
San Miguel County GRIP 2 Project/NM Department of Transportation Cooperative Project Agreement GRIP 2	SMC	8/14/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County GRIP 2 Project/NM Department of Transportation Cooperative Project Agreement GRIP 2	SMC	8/14/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County GRIP 2 Project/NM Department of Transportation Cooperative Project Agreement GRIP 2	SMC	8/14/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/Soleil West Sole Proprietorship Architect Normal Structural Mechanical Electrical Engineering Services	SMC	8/29/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/Soleil West Sole Proprietorship Architect Normal Structural Mechanical Electrical Engineering Services	SMC	8/29/2007	N/A	N/A	N/A	N/A	SMC

See Independent Auditors' Report.

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

<u>Participants</u>	<u>Responsible Party</u>	<u>Dates of Agreement</u>		<u>Project Amount</u>	<u>County Portion</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
		<u>Beginning</u>	<u>Ending</u>				
NM Department of Transportation/San Miguel County Community DWI Programs Contractual Services	SMC	8/29/2007	N/A	\$ 19,990	N/A	N/A	SMC
Guadalupe County Fire and Rescue Services/ San Miguel Fire & Rescue Services Fire and Emergency Services - Tecolotito Area	SMC	9/20/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/Harding County County Road Declared Part of Harding County	SMC	10/9/2007	N/A	N/A	N/A	N/A	SMC
The Anchor Point Group, LLC and the Placitas Group, Inc./San Miguel County Community Wildfire Protection Plan	SMC	10/18/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County Lease or Purchase Property to be Used for a Rock Crushing Site	SMC	11/13/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/New Mexico Financy Authority Right of Way, Planning, Design and Construction of Roadway Drainage	SMC	11/13/2007	N/A	\$ 400,000	N/A	N/A	SMC
San Miguel County/New Mexico Financy Authority Right of Way, Planning, Design and Construction of Roadway Drainage	SMC	N/A	N/A	\$ 1,300,000	N/A	N/A	SMC
San Miguel County/City of Las Vegas Animal Control Services	SMC	11/8/2007	5 Years	N/A	N/A	N/A	SMC

See Independent Auditors' Report.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
San Miguel County/The Safety Institute Drug and Alcohol Drug Screens	SMC	1/1/2008	N/A	N/A	N/A	N/A	SMC
SMC/Board of Trustees of Tecolote Land Grant Lease and Use of Property	SMC	4/10/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/Rocky Road Gravel Products Emergency Snow Removal and/or Road Maintenance	SMC	12/14/2007	12/31/2008	N/A	N/A	N/A	SMC
NM Department of Transportation/San Miguel County Project or Project Control	SMC	11/28/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/EP Construction Assist as Needed - Removal of Snow with Various County Roads	SMC	12/11/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/JA Concrete, Inc. Assist as Needed - Removal of Snow with Various County Roads	SMC	12/11/2007	N/A	N/A	N/A	N/A	SMC
San Miguel County/Assessor Nick J. Michalski Appraisal Personnel Training	SMC	1/8/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/San Miguel Hospital Corporation Alta Vista Regional Medical Center, Successor to North Eastern Regional Hospital Healthcare Services in the Community	SMC	12/14/2007	N/A	\$ 480,000	N/A	N/A	SMC
San Miguel County/Duran Sand & Gravel, Inc. Assist as Needed - Removal of Snow with Various County Roads	SMC	12/14/2007	12/31/2008	N/A	N/A	N/A	SMC

See Independent Auditors' Report.

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
San Miguel County/Sangre de Cristo Solid Waste Authority Trucks and Equipment Assistance Provided to Members	SMC	10/12/2007	N/A	N/A	N/A	N/A	SMC
NM Department of Transportation/San Miguel County Blading, Shaping and Drainage Improvements of Various County Roads	SMC	9/11/2007	N/A	\$ 71,888	N/A	N/A	SMC
NM Department of Transportation/San Miguel County Blading, Shaping and Drainage Improvements of Various County Roads	SMC	9/11/2007	N/A	\$ 144,579	N/A	N/A	SMC
NM Department of Transportation/San Miguel County Blading, Shaping and Drainage Improvements of Various County Roads	SMC	9/11/2007	N/A	\$ 82,501	N/A	N/A	SMC
NM Department of Transportation/San Miguel County Capital Cooperative Agreement for 2007 Legislative Appropriations	SMC	11/28/2007	N/A	\$ 1,055,000	N/A	N/A	SMC
San Miguel County/Sierra Transit Mix, Inc. San Miguel County Parking Lot	SMC	1/18/2008	N/A	\$ 135,309	N/A	N/A	SMC
San Miguel County/Pecos Valley Medical Center Ambulance Service	SMC	1/1/2008	12/31/2008	N/A	N/A	N/A	SMC
New Choices, Inc./San Miguel County Substance Abuse, Addiction in San Miguel County	SMC	1/24/2008	N/A	N/A	N/A	N/A	SMC

See Independent Auditors' Report.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
NM Department of Transportation/San Miguel County Project Agreement #08-CD-05-087	SMC	3/11/2008	N/A	\$ 19,990	N/A	N/A	SMC
San Miguel County/City of Las Vegas JPA for Office of Emergency Management	SMC	3/24/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Soleil West Sole Proprietorship Architect Normal Structural Mechanical Electrical Engineering Services	SMC	1/21/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Soleil West Sole Proprietorship Architect Normal Structural Mechanical Electrical Engineering Services	SMC	1/21/2008	N/A	N/A	N/A	N/A	SMC
NM Department of Homeland Security & Emergency Management/San Miguel County Sub Grant Agreement - Implement the Program as Detailed in the SOW and Budget Summary 2006-GR-T6-0064-San Miguel-Exercise	SMC	3/7/2008	6/15/2009	\$ 162,000	N/A	N/A	SMC
NM Department of Homeland Security & Emergency Management/San Miguel County Grant Award is Contingent Upon Availability of Federal Funds Approved by Congress	SMC	4/8/2008	N/A	N/A	N/A	N/A	SMC
NM Department of Homeland Security & Emergency Management/San Miguel County Sub Grant Agreement - Implement the Program as Detailed in the SOW and Budget Summary 2006-GR-T6-0064-San Miguel-Exercise	SMC	3/7/2008	6/15/2009	\$ 162,000	N/A	N/A	SMC

See Independent Auditors' Report.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
San Miguel County/Soleil West Sole Proprietorship Architect Normal Structural Mechanical Electrical Engineering Services	SMC	4/2/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Fourth Judicial District Attorney Office Remodel Project #0739	SMC	5/21/2008	N/A	\$ 297,325	N/A	N/A	SMC
San Miguel County/Greers Repair and Welding, Inc. Diesel Mechanical Services Public Works Heavy Equipment	SMC	7/1/2008	6/30/2009	\$45.00 per hr./ \$1.50 mileage	N/A	N/A	SMC
San Miguel County/Greers Repair and Welding, Inc. Diesel Mechanical Services Public Works Heavy Equipment	SMC	6/11/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Franken Construction Co., Inc. General, Supplementary and Other Conditions	SMC	5/16/2008	N/A	\$276,100 + tax	N/A	N/A	SMC
San Miguel County/Patrick W. Snedeker Jail Administrator Employee Jail Administrator/Warden	SMC	6/10/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Our Lady of Sorrows Parish County Employees and Public Doing Business SMC Parking Area	SMC	5/6/2008	N/A	N/A	N/A	N/A	SMC
San Miguel County/Department of Transportation Safe Routes to School Phase 1 Funds	SMC	8/4/2008	N/A	\$ 15,000	N/A	N/A	SMC

See Independent Auditors' Report.

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Schedule 2 - Joint Powers Agreements - continued

YEAR ENDED JUNE 30, 2009

Participants	Responsible Party	Dates of Agreement		Project Amount	County Portion	Current Year Contributions	Audit Responsibility
		Beginning	Ending				
San Miguel County/West Las Vegas School District DWI Park in San Miguel County	SMC	12/17/2008	N/A	\$ 23,800	N/A	N/A	SMC
San Miguel County/Luna Community College Joint Effort to Secure a Global and Factual Assessment of Assets, Liabilities, Opportunities, and Challenges of the Entire Local Community	SMC	2/4/2009	N/A	\$ 50,000	\$ 17,500	N/A	SMC
San Miguel County/Quay County Confinement of Prisoners	SMC	4/14/2009	N/A	N/A	N/A	N/A	SMC
San Miguel County/Highlands University Educational Outreach Program Interactive Television Training Site for the Purpose of Communication, Exercising and Training for Area 2 Emergency Management Offices	SMC	3/30/2009	N/A	N/A	N/A	N/A	SMC
San Miguel County/West Las Vegas Schools Provide Proper Coordination and Delivery of Support and Assistance to the Citizens of Las Vegas and San Miguel County During an Emergency or Disaster Response	SMC	4/14/2009	N/A	N/A	N/A	N/A	SMC
San Miguel County/West Las Vegas Schools Allows West Las Vegas to Utilize a Radio Frequency Through the San Miguel County Communication System	SMC	4/14/2009	N/A	N/A	N/A	N/A	SMC
San Miguel County/Fourth Judicial District Court To Equip and Upgrade the Fourth Judicial District Courthouse	SMC	5/12/2009	N/A	\$ 133,316	N/A	N/A	SMC

See Independent Auditors' Report.

FINANCIAL DATA SCHEDULE

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Financial Data Schedule

AS OF JUNE 30, 2009

HUD Line Item #	Accounts	Section 8 Rental Voucher 14.855
ASSETS:		
111	Section 8 Fund Cash	\$ 267,250
142	Prepaid expenses	<u>552</u>
190	TOTAL ASSETS	\$ <u><u>267,802</u></u>
LIABILITIES AND FUND BALANCES:		
Liabilities:		
312	Accounts payable	\$ 1,534
321	Accrued payroll	2,981
345	Due to others	773
342	Deferred revenue	<u>231,328</u>
300	Total liabilities	236,616
Fund balances:		
512	Unreserved, undesignated	<u>31,186</u>
513	Total fund equity	<u>31,186</u>
600	TOTAL LIABILITIES AND FUND BALANCES	\$ <u><u>267,802</u></u>

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Financial Data Schedule - continued

YEAR ENDED JUNE 30, 2009

HUD Line Item #	Accounts	Section 8 Rental Voucher 14.855
	REVENUE:	
70600	HUD PHA Grants	\$ 2,200
71100	Investment revenue	<u>733,538</u>
70000	TOTAL REVENUE	735,738
	EXPENDITURES:	
91100	Aministrative salaries	47,924
91200	Auditing fees	2,497
91400	Advertising and marketing	57
91600	Office Expenses	13,389
91800	Travel	3,315
93400	Fuel	899
94100	Ordinary maintenance and operations	408
96130	Workmen's compensation	486
96140	All other insurance	457
96200	Other general expenses	9,258
97600	Housing assistance payments	<u>654,603</u>
90000	TOTAL EXPENDITURES	<u>733,293</u>
97000	EXCESS OF REVENUES OVER EXPENDITURES	\$ <u><u>2,445</u></u>
	MEMO ACCOUNTING INFORMATION:	
11030	Beginning equity	\$ <u><u>28,741</u></u>
513	Total fund equity	\$ <u><u>31,186</u></u>

SINGLE AUDIT

STATE OF NEW MEXICO
SAN MIGUEL COUNTY

Supplemental Schedule of Expenditures of Federal Awards

YEAR ENDED JUNE 30, 2009

<u>Federal Agency/ Pass-Through Agency</u>	<u>Federal CFDA Number</u>	<u>Federal Participating Expenditures</u>
U.S. Department of Housing & Urban Development Section 8 Choice Vouchers Program	14.871	\$ <u>733,538</u>
Total U.S. Department of Housing & Urban Development		733,538
U.S. Department of Homeland Security Federal Emergency Management Agency	97036	106,196
Homeland Security Grant Progeam	97.004	241,246
Emergency Management Performance Grant	97.042	51,827
Corp of Engineers	97.XX	<u>11,500</u>
Total U.S. Department of Homeland Security		<u>410,769</u>
Total		\$ <u><u>1,144,307</u></u>

Notes to the Supplemental Schedule of Expenditures of Federal Awards

GENERAL

The accompanying Supplemental Schedule of Expenditures of Federal Awards presents the activities of all federal awards of the County.

BASIS OF ACCOUNTING

The accompanying Supplemental Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 of the financial statements.

**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***

Board of County Commissioners,
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information and the budgetary comparisons for the general fund and major special revenue funds of San Miguel County, (the County) as of and for the year ended June 30, 2009. We have also audited the financial statements of each of the County's nonmajor governmental and fiduciary funds, presented as supplementary information in the combining and individual fund financial statements and schedules as of and for the year ended June 30, 2009, and have issued our report thereon dated November 5, 2009, as listed in the table of contents. 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 the County's internal control over financial reporting as a basis for designing our audit 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 County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

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



Board of County Commissioners,
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

Internal Control Over Financial Reporting - continued

A **control deficiency** exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A **significant deficiency** is a control deficiency, or a combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting. Significant deficiencies are described in the accompanying schedule of findings and questioned costs as items 09-2, 09-3, 09-4, 04-6, 05-6, 07-1, 07-5 and 08-3.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section, and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items 04-6 and 05-6 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Board of County Commissioners,
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

Compliance and Other Matters - continued

We noted certain matters that are required to be reported under *Government Auditing Standards January 2007 Revision*, paragraphs 5.14 and 5.16, and Section 12-6-5 NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as items 09-1 and 04-4.

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

This report is intended solely for the information and use of management, others within the County, County Commissioners, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Meyneer + Company, LLC
November 5, 2009

**REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

Board of County Commissioners,
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

Compliance

We have audited the compliance of San Miguel County (the County), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that is applicable to its major federal program for the year ended June 30, 2009. The County's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2009. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 08-04.



Board of County Commissioners
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

Internal Control over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

A **control deficiency** in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A **significant deficiency** is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 08-4 to be significant deficiencies.

A **material weakness** is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the County's internal control. We do not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

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

Board of County Commissioners
San Miguel County and
Mr. Hector H. Balderas
New Mexico State Auditor

This report is intended solely for the information and use of management, County Commissioners, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, and federal award agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Meyners + Company, LLC
November 5, 2009

Schedule of Findings and Questioned Costs

YEAR ENDED JUNE 30, 2009

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the State of New Mexico San Miguel County (County).
2. There were no instances of noncompliance material to the financial statements disclosed during the audit of the County.
3. There were eight significant deficiencies identified, of which two are considered to be material weaknesses to the financial statements of the County.
4. There were no control deficiencies over the internal control over major programs identified that were material weaknesses.
5. There was one audit finding that the auditor is required to report under 510(a) of Circular A-133.
6. The auditors' report on compliance for the major federal award programs for the County expresses an unqualified opinion.
7. The program tested as a major program was:
Section 8 Housing Choice Vouchers - CFDA No. 14.871
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The County was determined to be a low-risk auditee.

Schedule of Findings and Questioned Costs - continued

B. FINDINGS - FINANCIAL STATEMENT AUDIT

Current Year Findings

09-1 SIGNATURES ON EMPLOYEE TIMESHEETS

Condition: During internal control testwork over payroll, we found that one employee out of the 40 employees tested did not have his signature or the signature of his immediate supervisor on his timesheet for the pay period ending June 12, 2009.

Criteria: Per the Department of Finance and Administration's (DFA) *Manual of Model Accounting Practices* (Volume I, Section HR 4.1), County employees should have timesheets signed by both themselves and another individual authorized to approve time to ensure their compensation agrees to the actual number of hours worked.

Cause: The County lacks a sufficient review process to ensure that reported time worked is being approved.

Effect: Employees may be paid for hours that are not an accurate reflection of actual hours worked.

Recommendation: We recommend that the County make efforts to ensure that employees and those authorized to approve timesheets are following the necessary procedures for timesheet processing.

Management's Response: The County requires all timesheets to have signatures and will be more thorough in ensuring this does not happen again. The County believes this is a rare occurrence.

09-2 CAPITAL ASSET DISPOSALS (Significant Deficiency)

Condition: The County did not obtain approval from the State Auditor's Office prior to the donation of two fire trucks to the Santa Fe Fire Department. These fire trucks had a combined cost of \$39,000 and were fully depreciated at the time of donation.

Criteria: Per NMAC 2.2.2.10 (Subsection V), the donation of obsolete personal property must be approved by the State Auditor.

Cause: The County is not following the requirements for donations of assets.

Effect: The County is not in compliance with NMSA 1978.

Recommendation: We recommend that the County obtain written documentation of approval from the State Auditor's Office before disposing of assets.

Schedule of Findings and Questioned Costs - continued

B. FINDINGS - FINANCIAL STATEMENT AUDIT

09-2 CAPITAL ASSET DISPOSALS (Significant Deficiency) - continued

Management's Response: The County had resolutions to transfer the vehicles but did not provide the mileage to the Department of Finance and Administration, which was needed in order to receive approval. The County is aware of the procedures and will follow through in providing all necessary information to the Department of Finance and Administration.

09-3 DETENTION CENTER INCOMING MAIL PROCEDURES (Significant Deficiency)

Condition: Mail received at the detention center, which typically includes money orders for detainees' commissary accounts (and may include cash), is being opened with only one employee present.

Criteria: Per the DFA's *Manual of Model Accounting Practices* (Volume I, Section FIN 2.3), adequate safeguards should be in place for monies collected. Properly segregating duties for the opening of mail assists in providing such safeguards.

Cause: Lack of adequate segregation of duties surrounding the detainee cash receipts process.

Effect: Cash sent to detainees may be misappropriated.

Recommendation: We recommend the detention center properly segregates duties over incoming mail by requiring at least two employees to be present when mail is opened. As a mail log is currently being used, it would be beneficial to insert a line for a second employee's verification signature.

Management's Response: To properly segregate duties specific to incoming mail, the San Miguel County Detention Center shall ensure that two employees are present when mail is opened. The mail log shall include both employee verification signatures.

09-4 UNRECORDED DEBT (Significant Deficiency)

Condition: The County issued Series 2009 fire protection improvement bonds on April 15, 2009 for \$167,000. The proceeds from this issuance had not been collected or properly accounted for by the County as of the date of the audit report. However, it was noted that the corresponding expenditures for the project have been encumbered during the 2009/2010 fiscal year.

Criteria: Per the DFA's *Manual of Model Accounting Practices* (Volume I, Section FIN 7.3), debt that is incurred should be accounted for on the general ledger.

Cause: The process for recording new incursion of debt is not being followed.

Schedule of Findings and Questioned Costs - continued

B. FINDINGS - FINANCIAL STATEMENT AUDIT

09-4 UNRECORDED DEBT (Significant Deficiency) - continued

Effect: The County is accruing interest expense on the issuance for cash that has not been received and liabilities would be understated by \$167,000.

Recommendation: County management should make efforts to follow proper recording procedures, as this will ensure that new issuances of debt will be recorded, collected and expended in a timely manner.

Management's Response: The County has encumbered the funds during the month of October and will follow through with the USDA to draw the monies.

Prior Year Findings (Revised and Updated)

04-4 COUNTY TREASURER'S PROPERTY TAX SCHEDULE - Repeated

Condition: The County did not include a schedule of property taxes by recipient agency for the last ten years as supplemental information in this report. (SAO NMAC 2.2.2.12D)

Criteria: A schedule of property taxes by recipient agency is required by State Auditor Rule NMAC 2.2.2.12 D.

Cause: The County does not have the current staffing resources or the current software capabilities to generate the schedule.

Effect: The County is not in compliance with State Auditor Rule NMAC 2.2.2.12D.

Recommendation: We recommend the County dedicate resources to develop this schedule either manually using current staffing or by purchasing a software program with the ability to produce the required schedule.

Management's Response: The County agrees that they need to purchase a new software program to achieve the creation of this report. The County is also in the process of seeking financing to purchase a new software program and intends to have something purchased and implemented by or before FY10/11.

Schedule of Findings and Questioned Costs - continued

B. FINDINGS - FINANCIAL STATEMENT AUDIT - continued

04-6 PROPERTY TAX ACCOUNT – GENERAL LEDGER (Material Weakness) – Repeated and Revised

Condition: The balance per the general ledger per fund account 109 (agency fund) and the reconciled cash balance per the Treasurer do not agree in the amount of \$196,082.

Criteria: Proper internal control to safeguard assets for the various agencies is required in order to maintain the accountability and integrity of property tax and miscellaneous revenues received and processed. (Section 6-6-3; NMSA 1978 & Title 3, Chapter 6, Part 50; NMAC)

Cause: This account has not been balanced in the past and the County continues to operate the account without preparing a proper reconciliation.

Effect: As long as the account remains out of balance, the County's exposure to misappropriation of public monies is increased. Currently, the County cannot rely on the general ledger balance or activity for the property tax account.

Recommendation: We recommend that the County spend the necessary time and resources to understand why there is a difference from the General ledger to the reconciled cash balance. This would include tracing and comparison of General Ledger activity to bank activity. Once the recurring difference is identified, a plan can be created to research all past differences until cash is fully reconciled.

Management's Response: The Treasurer's Office has responded that it continues to be difficult to reconcile the General Ledger because of the lack of past "financial transactions" that might have been transacted (or not transacted), but we have no way of tracing these matters with our local banks. Efforts are being made to try to access past financial transactions and they will continue to work on reconciling the ledger to the bank.

The Finance Office will work with the Treasurer's Office to resolve this issue. From an initial review, we believe the problem is being created by the system mis-posting reimbursements of overpayment of taxes.

05-6 SOLID WASTE ACCOUNTS RECEIVABLE (Material Weakness) – Repeated and Revised

Condition: The County was unable to reconcile the solid waste fund accounts receivable balance at year end. The balance was overstated by \$1,790,173.

Schedule of Findings and Questioned Costs - continued

B. FINDINGS - FINANCIAL STATEMENT AUDIT - continued

05-6 SOLID WASTE ACCOUNTS RECEIVABLE (Material Weakness) – Repeated and Revised - continued

Criteria: Proper accounting procedures require the proper accounting and reconciling of all accounts. The DFA's *Model Accounting Practices* (Volume 1, Chapter 8, Section 3.2) requires monthly reconciliations of all accounts.

Cause: The County lacks the staff due to budget shortfalls to hire the required personnel to reconcile the solid waste fund. The reconciliation process would require an employee to go through the past year's general ledgers and determine which receivable balances are collectable and uncollectible.

Effect: The County does not truly know what amount of solid waste accounts receivable it can collect. Without knowing which receivables are valid, the County cannot collect any of the outstanding billings.

Recommendation: We recommend that the County either assign a current employee or hire a new employee with adequate experience to first reconcile the accounts receivable balance to the general ledger and then go through the balance to determine which accounts are still collectable. As the gross balance of the account on the general ledger is in excess of 1 million dollars, the importance of reconciling this account should be of high significance to the County.

Management's Response: The Finance Office is working on this on a regular basis by trying to determine which accounts are not tied to properties, etc., and then requesting and making the necessary adjustments to remove the balances from the receivables.

07-1 FINANCE DEPARTMENT SEGREGATION OF DUTIES (Significant Deficiency) - Repeated and Revised

Condition: During journal entry review testwork, we noted one out of 15 journal entries did not have a review and approval by someone other than the preparer. The amount of the entry was for \$201,263.

Criteria: Per the DFA's *Manual of Model Accounting Practices* (Section FIN 03.19), journal entries should be reviewed and approved by someone independent of the preparer.

Cause: Employees are not following proper procedures for journal entries.

Effect: Errors could be made that are not identified prior to posting the journal voucher. This could create errors with ending account balances.

Schedule of Findings and Questioned Costs - continued

B. FINDINGS - FINANCIAL STATEMENT AUDIT - continued

07-1 FINANCE DEPARTMENT SEGREGATION OF DUTIES (Significant Deficiency) - Repeated and Revised - continued

Recommendation: We recommend the cross-training of employees to ensure all journal vouchers are able to go through a proper review process before they are posted to the general ledger. Employees should be trained to prepare journal vouchers, which should then be approved by the Finance Director.

Management's Response: This actually happened within the Treasurers' Office. They will cross-train employees in preparing and entering journal entries to the general ledger. As part of their process, once journal entries are prepared, the preparer will sign-off and the treasurer or the supervisor will review and approve the "entry" via signature.

07-5 CAPITAL ASSETS ADDITIONS (Significant Deficiency) - Repeated and Revised

Statement of Condition: During our testwork over capital assets, we noted that the County did not include two vehicles in its additions to capital assets. The total cost amount of these two vehicles is \$61,531. Also not included in the schedule of capital asset additions was a heavy equipment crusher purchased during the year with a cost of \$648,013.

Criteria: Per NMAC 2.2.2.10 NMAC (Subsection Y), additions to capital assets should be added to the inventory list maintained by the County.

Cause: The County is not adequately recording capital asset additions or reconciling the general ledger to the capital asset inventory listing.

Effect: Capital assets would have been understated by \$709,544.

Recommendation: We recommend the County implement a process to identify capital assets that have been purchased by the County without using cash before the end of the year. Any time an asset is purchased, it should be added to the capital asset listing to begin depreciation.

Management's Response: The County concurs with this audit finding. The reason the two trucks were not picked up is because they were paid in FY09/10. The payments were recognized as accruals but they were not added to the fixed asset listing until FY09/10 as opposed to FY08/09. As for the rock crusher, the accounts payable records are reviewed on a routine basis to pick up items to be capitalized. However, this crusher was paid directly through a New Mexico Finance Authority Loan and not through the payable system and the item was mistakenly left off the addition list. The Finance Office will review any external payments in addition to the payable system to ensure that the recognition, capitalization and depreciation of assets are properly taken place.

Schedule of Findings and Questioned Costs - continued

B. FINDINGS - FINANCIAL STATEMENT AUDIT - continued

08-3 YEAR END ACCRUALS NOT TRACKED ACCURATELY (Significant Deficiency) – Repeated and Revised

Statement of Condition: The recording of year end accounts payable did not include proper cutoff procedures. While the County has improved its accrual procedures, there were still items identified during the audit that were not properly accrued by County staff. These unrecorded items totaled \$156,641.

Criteria: Per NMAC 2.2.2.10 (Subsection K), good accounting practices should be followed.

Cause: The County is not accounting properly for year-end accruals.

Effect: Accruals, specifically accounts payable, would be understated by \$156,641.

Recommendation: We recommend the County implement a process in which they review disbursements made in the subsequent fiscal year to determine which period they belong to. If a subsequent disbursement was related to the current fiscal year, the County should ensure there is a proper accrual recorded.

Management's Response: The Finance Office has developed a manual process to track accruals. The process entails a review of all subsequent payments to determine invoice dates, dates of services, etc. to help identify which fiscal year the expenditure should be recorded. There were a few items that were overlooked. The Finance Office will add a second review of subsequent payments to avoid this from happening again.

Schedule of Findings and Questioned Costs - continued

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS
AUDIT

08-4 SECTION 8 HOUSING CHOICE VOUCHER ELIGIBILITY DEVIATIONS -
CFDA No. 14.871 (Significant Deficiency) – Repeated and Revised

Statement of Condition: During eligibility testwork for single audit, Section 8 Housing Choice Voucher, we noted 11 deviations out of the 40 items tested relating to the annual reexamination of family income and composition.

Criteria: According to the Section 8 Housing Choice Voucher grant agreement (24 CFR section 982.516), the Public Housing Agency (PHA) must reexamine family income and composition at least once every 12 months and adjust the tenant rent and housing assistance payment as necessary using the documentation from third party verification.

Cause: The County was faced with some staffing turnover, which delayed some form HUD-50058 submissions.

Effect: The County is not in compliance with OMB A-133 Single Audit requirements.

Recommendation: We recommend the County dedicate resources to ensure all tenant files are reexamined for family income and composition within the stated 12 month period.

Management's Response: The Section 8 Housing is in the process on manually tracking the times for re-exams, and will be more strenuous with tenants and landlords to bring their information back on time. Turnover in personnel has had an impact on the timeliness of the re-exam, but as of today it is being remedied.

Summary Schedule of Prior Year Audit Findings

STATUS OF PRIOR YEAR AUDIT FINDINGS

- 04-2 Miscellaneous Receipts – Treasurer’s Office – Resolved
- 04-4 County Treasurer’s Property Tax Schedule – Repeated
- 04-6 Property Tax Account – General Ledger – Repeated and Revised
- 05-6 Solid Waste Accounts Receivable – Repeated and Revised
- 07-1 Finance Department Segregation of Duties – Repeated and Revised
- 07-2 Per Diem Violation – Resolved
- 07-5 Capital Assets Additions – Repeated and Revised
- 08-1 Unable to Validate Third Party Usage Reports – Resolved
- 08-2 Project Revenues and Expenditures Not Accurately Stated – Resolved
- 08-3 Year End Accruals Not Tracked Accurately – Repeated and Revised
- 08-4 Section 8 Housing Choice Voucher Eligibility Deviations – CFDA No. 14.871 – Repeated and Revised
- 08-5 CDBG Grant Progress Reports Not Submitted Timely – CFDA No. 14.219 – Resolved

**STATE OF NEW MEXICO
SAN MIGUEL COUNTY**

Exit Conference

An exit conference was held with the County on November 5, 2009. The conference was held in the San Miguel County, County Manager's Office. In attendance were:

STATE OF NEW MEXICO SAN MIGUEL COUNTY

David R. Salazar, Chairman of the Board of County Commissioners
Les W. J. Montoya, County Manager
Melinda Gonzales, Finance Director

MEYNNERS + COMPANY, LLC

Georgie Ortiz, CPA, CGFM, Assurance Partner
Raul Anaya, CPA, CGFM, Assurance Manager
Laura Beltran-Schmitz, CPA, CFE, Assurance Senior
Ryan Jones, Assurance Staff

PREPARATION OF FINANCIAL STATEMENTS

The financial statements presented in this report have been prepared by the independent auditor, reviewed and approved by the management of San Miguel County. The responsibility of the financial statements is the management's, as addressed in the Independent Auditors' Report.