

STATE OF NEW MEXICO
SAN MIGUEL COUNTY
Las Vegas, New Mexico

FINANCIAL STATEMENTS
June 30, 2011

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**STATE OF NEW MEXICO SAN MIGUEL COUNTY
OFFICIAL ROSTER
June 30, 2011**

BOARD OF COUNTY COMMISSIONERS

David R. Salazar, Chairman

Nicholas T. Leger, Vice-Chairman

Marcellino A. Ortiz, Commissioner

Albert Padilla, Commissioner

Ron R. Ortega, Commissioner

ELECTED OFFICIALS

Elaine Estrada, County Assessor

Melanie Rivera, County Clerk

Benji Vigil, County Sheriff

Alfonso Ortiz, County Treasurer

ADMINISTRATIVE OFFICIALS

Les W. J. Montoya, County Manager

Melinda Gonzales, Finance Director

Independent Auditor's Report

To the Board of County Commissioners of
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 State of New Mexico San Miguel County (the County) as of and for the year ended June 30, 2011, 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 for the major capital project fund, major debt service fund, major enterprise fund and all non-major funds, presented as supplemental information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the 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 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, 2011, 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, 2011, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparisons for the major capital project fund, major debt service fund, major

enterprise fund and all non-major funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2011, 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 9 is not a required part of the basic financial statements but is supplemental 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 supplemental 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 supplemental 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. 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.

Clifton Gunderson LLP

Albuquerque, New Mexico
November 14, 2011

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2011**

As management of State of New Mexico 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, 2011.

Financial Highlights

In FY09/10, the County experienced a five percent decrease in the gross receipt taxes. The gross receipt tax revenues in FY10/11 remained the same. In addition, in FY10/11 the County experienced a drop of 12% in equalization distributions as well as a reduction of 16.5% in funds coming from the Detention Reimbursement Act.

The County spent just over \$1,100,000 in American Recovery Reinvestment Act (ARRA) Funds during FY10/11. The ARRA funding consisted of funds for a Waste Water Project at the Northern New Mexico Business Park, Cinder Road Pedestrian Walkway Project, and a Clean Diesel Project.

In FY10/11, the County also initiated the refinancing of three capital project bonds. The County closed on the refinancing in August of 2011 which freed up over \$270,000 in funds for FY11/12.

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.

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.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2011**

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 47 other individual governmental funds, of which 32 are classified as Special Revenue funds, six are classified as Debt Service funds, and nine are classified as Capital Projects funds. Information for the General fund, the Detention Center fund, Capital Outlay Infrastructure Revenue Bond 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. 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.

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 governmental activities, assets exceed liabilities by \$28,173,910. The net asset category, invested in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt, is at a positive \$19,657,505. 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
June 30, 2011**

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, 2011.

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

| | Governmental Activities | | Business-Type Activities | | Total | |
|-------------------------------------------------------|-------------------------|----------------------|--------------------------|-------------------|----------------------|----------------------|
| | FY2011 | FY2010 | FY2011 | FY2010 | FY2011 | FY2010 |
| Assets: | | | | | | |
| Current and | | | | | | |
| other assets | \$ 9,582,033 | \$ 9,399,666 | \$ - | \$ - | \$ 9,582,033 | \$ 9,399,666 |
| Capital assets | 33,483,074 | 32,396,923 | 635,015 | 655,605 | 34,118,089 | 33,052,528 |
| Total assets | <u>\$ 43,065,107</u> | <u>\$ 41,796,589</u> | <u>\$ 635,015</u> | <u>\$ 655,605</u> | <u>\$ 43,700,122</u> | <u>\$ 42,452,194</u> |
| Liabilities: | | | | | | |
| Current liabilities | \$ 2,198,711 | \$ 2,403,766 | \$ - | \$ - | \$ 2,198,711 | \$ 2,403,766 |
| Long-term liabilities | 12,692,486 | 13,491,473 | - | - | 12,692,486 | 13,491,473 |
| Total liabilities | 14,891,197 | 15,895,239 | - | - | 14,891,197 | 15,895,239 |
| Net assets: | | | | | | |
| Invested in capital assets, net of related debt | 19,657,505 | 17,824,200 | 635,015 | 655,605 | 20,292,520 | 18,479,805 |
| Restricted | 5,301,975 | - | - | - | 5,301,975 | - |
| Unrestricted | 3,214,430 | 8,077,150 | - | - | 3,214,430 | 8,077,150 |
| Total net assets | <u>28,173,910</u> | <u>25,901,350</u> | <u>635,015</u> | <u>655,605</u> | <u>28,808,925</u> | <u>26,556,955</u> |
| Total liabilities and net assets | <u>\$ 43,065,107</u> | <u>\$ 41,796,589</u> | <u>\$ 635,015</u> | <u>\$ 655,605</u> | <u>\$ 43,700,122</u> | <u>\$ 42,452,194</u> |

The significant change in net assets for fiscal year 2011 as compared to fiscal year 2010 was an increase of \$1,086,151 (net of depreciation) in capital assets. The increases are due to construction work at the Public Works Facility, infrastructure improvements at the Northern New Mexico Wood Business Park, and the construction of the Cinder Road Pedestrian Walkway. The increase also reflects work on various road/infrastructure improvements and vehicle purchases for the Sheriff's Office and Public Works.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2011**

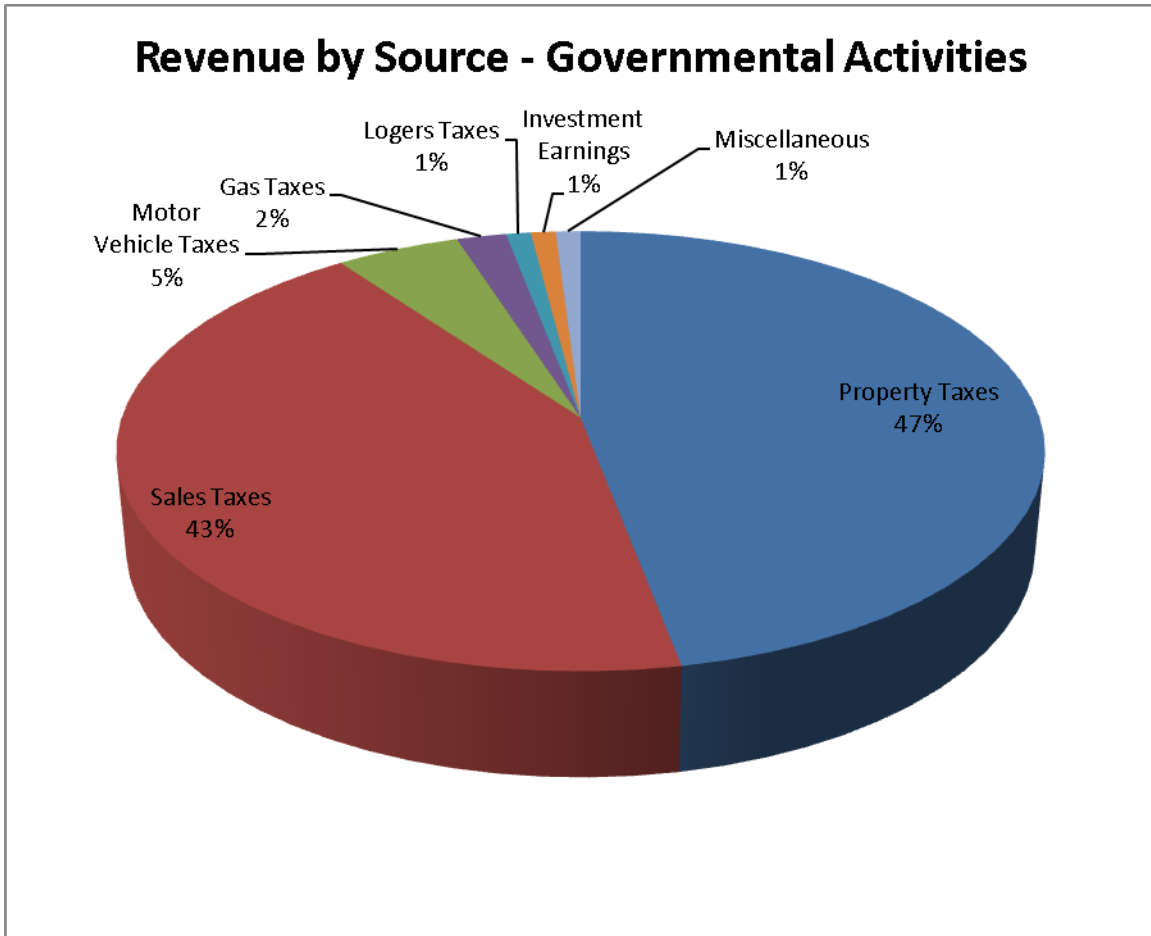
Changes in Net Assets. Table A-2 summarizes the County's changes in net assets for fiscal year 2011. Governmental activities during the year increased the County's net assets by \$2,272,560.

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

| | Governmental Activities | | Business-Type Activities | | Total | |
|--------------------------------------|-------------------------|---------------------|--------------------------|--------------------|---------------------|---------------------|
| | FY2011 | FY2010 | FY2011 | FY2010 | FY2011 | FY2010 |
| Revenues: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 1,054,879 | \$ 840,608 | \$ - | \$ - | \$ 1,054,879 | \$ 840,608 |
| Operating grants & contributions | 6,262,204 | 5,310,190 | - | - | 6,262,204 | 5,310,190 |
| Capital grants & contributions | 1,284,453 | 830,230 | - | - | 1,284,453 | 830,230 |
| General revenues: | | | | | | |
| Property taxes | 3,849,558 | 3,990,866 | - | - | 3,849,558 | 3,990,866 |
| Other taxes | 4,157,878 | 4,192,791 | - | - | 4,157,878 | 4,192,791 |
| Investment income | 83,708 | 149,456 | - | - | 83,708 | 149,456 |
| Other | <u>79,588</u> | <u>133,698</u> | <u>-</u> | <u>-</u> | <u>79,588</u> | <u>133,698</u> |
| Total revenues | 16,772,268 | 15,447,839 | - | - | 16,772,268 | 15,447,839 |
| Expenses: | | | | | | |
| General government | 5,438,016 | 4,630,071 | - | - | 5,438,016 | 4,630,071 |
| Public works | 2,688,910 | 1,924,570 | - | - | 2,688,910 | 1,924,570 |
| Public safety | 4,170,570 | 4,923,629 | - | - | 4,170,570 | 4,923,629 |
| Health & welfare | 1,623,565 | 1,358,423 | - | - | 1,623,565 | 1,358,423 |
| Culture & recreation | 76,790 | 218,019 | - | - | 76,790 | 218,019 |
| Conservation | 3,774 | 80,789 | - | - | 3,774 | 80,789 |
| Urban redevelopment | 38,958 | 11,835 | - | - | 38,958 | 11,835 |
| Interest on long-term debt | 459,125 | 698,453 | - | - | 459,125 | 698,453 |
| Ribera Housing | <u>-</u> | <u>-</u> | <u>20,590</u> | <u>20,062</u> | <u>20,590</u> | <u>20,062</u> |
| Total expenses | <u>14,499,708</u> | <u>13,845,789</u> | <u>20,590</u> | <u>20,062</u> | <u>14,520,298</u> | <u>13,865,851</u> |
| Increase (decrease) in net assets | <u>\$ 2,272,560</u> | <u>\$ 1,602,050</u> | <u>\$ (20,590)</u> | <u>\$ (20,062)</u> | <u>\$ 2,251,970</u> | <u>\$ 1,581,988</u> |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2011**

The County's revenues increased by 9% from the previous fiscal year. The most significant changes were grant revenues tied to the Solid Waste Baler (Public Works Facility), American Recovery and Reinvestment Act (ARRA) grant for the Waste Water Project at the Northern New Mexico Wood Business Park, ARRA grant for the Clean Diesel Units for the Public Works Department and ARRA funds for the Cinder Road Pedestrian Walkway project.



During the fiscal year ending June 30, 2011, the County had \$34,118,089 (includes both governmental and business-type assets) invested in a broad range of capital assets. The capital assets include construction at the Public Works Facility, infrastructure improvements at the Northern New Mexico Wood Business Park, and the construction of the Cinder Road Pedestrian Walkway. The increase also reflects work on various road/infrastructure improvements and the purchase of vehicles for the Public Works and the Sheriff's Office.

The County's fiscal year 2012 capital budget calls for \$2,496,546 in capital projects, principally for the Cinder Road Pedestrian Walkway, Rural Business Enterprise Project, the Gonzales Ranch Road improvements and other various road projects.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2011**

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, unassigned and assigned fund balance 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 \$7,233,452, almost all of which is restricted or committed. In the General Fund, \$1.4 million is assigned for reserve requirements. The unassigned amount of \$542,339 will be used to cover operation costs of the county.

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 \$5,403,257 and actual revenues received were \$5,345,039, which is a negative variance of \$58,218.

The General Fund Budgeted Expenditures had a positive variance of \$177,909. The variance consists of vacancy savings, operational savings and a delay in a new computer system.

Capital Assets. For fiscal year 2011, there was approximately \$3,059,224 in additions. The increases are due to construction work at the Public Works Facility, infrastructure improvements at the Northern New Mexico Wood Business Park, construction at the Cinder Road Pedestrian Walkway, various infrastructure improvements and vehicle purchases for the Sheriff's Office and Public Works (see Note 5 for further details).

Debt. At year-end, the County had approximately \$13,607,018 (exclusive of compensated absences) in bonds and notes outstanding for governmental activities. There was one new loan for \$81,200 for the purpose of purchasing new vehicles for the Sheriff's Department and the Waste Water Loan was increased by \$28,678 for work on the infrastructure improvements (see Note 6 for further details).

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF NET ASSETS
June 30, 2011

| | Primary Government | | |
|--------------------------------------------------|-----------------------------|-----------------------------|-----------------------------|
| | Governmental Activities | Business-type Activities | Total |
| ASSETS | | | |
| Cash and cash equivalents | \$ 5,299,228 | \$ - | \$ 5,299,228 |
| Accounts receivable, net | 3,373,622 | - | 3,373,622 |
| Prepaid assets | 631,386 | - | 631,386 |
| Other assets | 242,343 | - | 242,343 |
| Due from agency fund | 35,454 | - | 35,454 |
| Capital assets, net of accumulated depreciation: | | | |
| Land | 1,479,393 | 492,993 | 1,972,386 |
| Construction in Progress | 418,942 | - | 418,942 |
| Buildings and improvements | 18,930,702 | 142,022 | 19,072,724 |
| Furniture and fixtures | 473,066 | - | 473,066 |
| Vehicles | 2,605,743 | - | 2,605,743 |
| Heavy equipment | 617,941 | - | 617,941 |
| Infrastructure | 8,957,287 | - | 8,957,287 |
| TOTAL ASSETS | <u>\$ 43,065,107</u> | <u>\$ 635,015</u> | <u>\$ 43,700,122</u> |
| LIABILITIES AND NET ASSETS | | | |
| LIABILITIES | | | |
| Accounts payable | \$ 590,426 | \$ - | \$ 590,426 |
| Accrued payroll | 101,094 | - | 101,094 |
| Deferred revenue | 139,400 | - | 139,400 |
| Other liabilities | 62,331 | - | 62,331 |
| Accrued interest | 172,377 | - | 172,377 |
| Long-term debt and liabilities: | | | |
| Due within one year | 1,133,083 | - | 1,133,083 |
| Due in more than one year | 12,692,486 | - | 12,692,486 |
| Total liabilities | <u>14,891,197</u> | <u>-</u> | <u>14,891,197</u> |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 19,657,505 | 635,015 | 20,292,520 |
| Restricted | 5,301,975 | - | 5,301,975 |
| Unrestricted | 3,214,430 | - | 3,214,430 |
| Total net assets | <u>28,173,910</u> | <u>635,015</u> | <u>28,808,925</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u>\$ 43,065,107</u> | <u>\$ 635,015</u> | <u>\$ 43,700,122</u> |

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF ACTIVITIES
Year Ended June 30, 2011

| | <u>Program</u> | | |
|---------------------------------|-----------------------------|---------------------------------|---------------------------------------------------|
| | <u>Expenses</u> | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> |
| PRIMARY GOVERNMENT | | | |
| GOVERNMENTAL ACTIVITIES | | | |
| General government | \$ 5,438,016 | \$ 466,603 | \$ 2,424,926 |
| Public works | 2,688,910 | 205,668 | 1,068,853 |
| Public safety | 4,170,570 | 382,608 | 1,988,409 |
| Health and welfare | 1,623,565 | - | 723,621 |
| Culture and recreation | 76,790 | - | 34,225 |
| Conservation | 3,774 | - | 1,958 |
| Urban redevelopment | 38,958 | - | 20,212 |
| Interest on long-term debt | 459,125 | - | - |
| Total governmental activities | 14,499,708 | 1,054,879 | 6,262,204 |
| BUSINESS-TYPE ACTIVITIES | | | |
| Ribera Housing | 20,590 | - | - |
| Total business-type activities | 20,590 | - | - |
| TOTAL PRIMARY GOVERNMENT | <u>\$ 14,520,298</u> | <u>\$ 1,054,879</u> | <u>\$ 6,262,204</u> |

| <u>Revenues</u> | <u>Primary Government</u> | | |
|-------------------------------------------------|------------------------------------|-------------------------------------|----------------------|
| <u>Capital Grants and Contributions</u> | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
| \$ 1,245,920 | \$ (1,300,567) | \$ - | \$ (1,300,567) |
| - | (1,414,389) | - | (1,414,389) |
| - | (1,799,553) | - | (1,799,553) |
| - | (899,944) | - | (899,944) |
| - | (42,565) | - | (42,565) |
| 38,533 | 36,717 | - | 36,717 |
| - | (18,746) | - | (18,746) |
| - | (459,125) | - | (459,125) |
| 1,284,453 | (5,898,172) | - | (5,898,172) |
| - | - | (20,590) | (20,590) |
| - | - | (20,590) | (20,590) |
| <u>\$ 1,284,453</u> | (5,898,172) | (20,590) | (5,918,762) |
| General revenues: | | | |
| Taxes: | | | |
| Property taxes | 3,849,558 | - | 3,849,558 |
| Sales taxes | 3,575,898 | - | 3,575,898 |
| Motor vehicle taxes | 377,014 | - | 377,014 |
| Cigarette taxes | 139 | - | 139 |
| Gas taxes | 171,078 | - | 171,078 |
| Lodgers taxes | 33,749 | - | 33,749 |
| Investment earnings | 83,708 | - | 83,708 |
| Miscellaneous | 79,588 | - | 79,588 |
| Total general revenues | <u>8,170,732</u> | - | <u>8,170,732</u> |
| CHANGE IN NET ASSETS | 2,272,560 | (20,590) | 2,251,970 |
| NET ASSETS, BEGINNING | <u>25,901,350</u> | <u>655,605</u> | <u>26,556,955</u> |
| NET ASSETS, ENDING | <u>\$ 28,173,910</u> | <u>\$ 635,015</u> | <u>\$ 28,808,925</u> |

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2011

| | Major | | |
|------------------------------------------------|----------------------------|-----------------------------|------------------------------------------------------------|
| | General Fund | Detention Center | Capital Outlay/ Infrastructure Revenue Bond |
| ASSETS | | | |
| Cash and cash equivalents | \$ 960,447 | \$ 96,971 | \$ - |
| Restricted cash | - | - | 692,280 |
| Property taxes receivable | 1,579,016 | - | - |
| Accounts receivable | 54,949 | 231,575 | 76,801 |
| Federal receivable | 370 | - | - |
| Prepaid items | 191,966 | 238 | - |
| Other assets | - | - | 213,159 |
| Due from other funds | 898,955 | - | - |
| TOTAL ASSETS | <u>\$ 3,685,703</u> | <u>\$ 328,784</u> | <u>\$ 982,240</u> |
| LIABILITIES | | | |
| Accounts payable | \$ 54,469 | \$ 58,079 | \$ - |
| Accrued payroll | 41,599 | 36,146 | - |
| Deferred revenue | 1,455,330 | - | - |
| Debt service reserve | - | - | - |
| Due to other funds | - | - | 36,922 |
| Total liabilities | <u>1,551,398</u> | <u>94,225</u> | <u>36,922</u> |
| FUND BALANCES | | | |
| Nonspendable | 191,966 | 238 | - |
| Restricted | - | - | 945,318 |
| Committed | - | 234,321 | - |
| Assigned | 1,400,000 | - | - |
| Unassigned | 542,339 | - | - |
| Total fund balances | <u>2,134,305</u> | <u>234,559</u> | <u>945,318</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 3,685,703</u> | <u>\$ 328,784</u> | <u>\$ 982,240</u> |

| Funds | | | Other Governmental Funds | Total Governmental Funds |
|---------------------------|--------------------------------------|-------------------------------|-----------------------------------------|-----------------------------------------|
| Fire Districts | Public Works Facility | Community Projects | | |
| \$ 1,871,038 | \$ - | \$ - | \$ 1,601,603 | \$ 4,530,059 |
| 143 | 59 | - | 76,687 | 769,169 |
| - | - | - | - | 1,579,016 |
| 13,010 | 138,967 | 386,303 | 339,742 | 1,241,347 |
| 30,000 | - | 45,000 | 477,889 | 553,259 |
| 23,210 | - | - | 415,972 | 631,386 |
| 4,156 | - | - | 25,028 | 242,343 |
| - | - | - | - | 898,955 |
| <u>\$ 1,941,557</u> | <u>\$ 139,026</u> | <u>\$ 431,303</u> | <u>\$ 2,936,921</u> | <u>\$ 10,445,534</u> |
| \$ 45,543 | \$ - | \$ 107,064 | \$ 325,271 | \$ 590,426 |
| - | - | - | 23,349 | 101,094 |
| - | - | - | 139,400 | 1,594,730 |
| - | - | - | 62,331 | 62,331 |
| - | 107,634 | 324,239 | 394,706 | 863,501 |
| <u>45,543</u> | <u>107,634</u> | <u>431,303</u> | <u>945,057</u> | <u>3,212,082</u> |
| 23,210 | - | - | 415,972 | 631,386 |
| 1,872,804 | 31,392 | - | 1,492,118 | 4,341,632 |
| - | - | - | 94,636 | 328,957 |
| - | - | - | - | 1,400,000 |
| - | - | - | (10,862) | 531,477 |
| <u>1,896,014</u> | <u>31,392</u> | <u>-</u> | <u>1,991,864</u> | <u>7,233,452</u> |
| <u>\$ 1,941,557</u> | <u>\$ 139,026</u> | <u>\$ 431,303</u> | <u>\$ 2,936,921</u> | <u>\$ 10,445,534</u> |

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2011

| | | |
|------------------------------------------------|----|-----------|
| Total Fund Balance - Governmental Funds | | |
| (Governmental Fund Balance Sheet) | \$ | 7,233,452 |

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: | | 52,334,004 |
| Accumulated depreciation is: | | <u>(18,850,930)</u> |

| | | |
|----------------------|--|------------|
| Total capital assets | | 33,483,074 |
|----------------------|--|------------|

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

| | | |
|-------------------------------|--|-----------|
| Deferred property tax revenue | | 1,455,330 |
|-------------------------------|--|-----------|

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) | | (13,607,018) |
| Accrued interest | | (172,377) |
| Compensated absences payable: | | <u>(218,551)</u> |

| | | |
|---------------------------------------|--|---------------------|
| Total long-term and other liabilities | | <u>(13,997,946)</u> |
|---------------------------------------|--|---------------------|

| | | |
|------------------------------------------------------------------------|-----------|--------------------------|
| Net assets of governmental activities (Statement of Net Assets) | \$ | <u>28,173,910</u> |
|------------------------------------------------------------------------|-----------|--------------------------|

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended June 30, 2011

| | Major | | |
|------------------------------------|---------------------|-----------------------------|------------------------------------------------------------|
| | General Fund | Detention Center | Capital Outlay/ Infrastructure Revenue Bond |
| REVENUES | | | |
| Intergovernmental: | | | |
| Operating grants and contributions | \$ 802,796 | \$ 732,792 | \$ - |
| Capital grants and contributions | - | - | - |
| Federal grants | 11,760 | - | - |
| Taxes: | | | |
| Property | 3,955,131 | - | - |
| Sales | 449,305 | 447,091 | 903,000 |
| Motor vehicle | 75,741 | - | - |
| Gas | - | - | - |
| Cigarette | 139 | - | - |
| Lodgers | - | - | - |
| Licenses and fees | 249,404 | 103,781 | - |
| Interest income | 50,804 | 1,126 | 1,277 |
| Miscellaneous | 4,835 | 25,300 | - |
| | <u>5,599,915</u> | <u>1,310,090</u> | <u>904,277</u> |
| Total revenues | | | |
| EXPENDITURES | | | |
| Current: | | | |
| General government | 3,637,743 | 70,332 | - |
| Public works | - | - | - |
| Public safety | 691,797 | 2,306,948 | - |
| Health and welfare | - | - | - |
| Culture and recreation | - | - | - |
| Conservation | - | - | - |
| Urban redevelopment | - | - | - |
| Capital outlay | 13,335 | 73,924 | - |
| Debt service: | | | |
| Principal payments | 16,923 | - | 475,415 |
| Interest payments | 10,768 | - | 283,594 |
| | <u>4,370,566</u> | <u>2,451,204</u> | <u>759,009</u> |
| Total expenditures | | | |

| Funds | | | | |
|---------------------------|--------------------------------------|-------------------------------|-----------------------------------------|-----------------------------------------|
| Fire Districts | Public Works Facility | Community Projects | Other Governmental Funds | Total Governmental Funds |
| \$ 1,101,676 | \$ - | \$ 457,568 | \$ 601,075 | \$ 3,695,907 |
| - | 564,146 | - | 720,307 | 1,284,453 |
| 93,000 | - | - | 2,461,537 | 2,566,297 |
| - | - | - | - | 3,955,131 |
| 127,054 | - | - | 1,649,448 | 3,575,898 |
| - | - | - | 301,273 | 377,014 |
| - | - | - | 171,078 | 171,078 |
| - | - | - | - | 139 |
| - | - | - | 33,749 | 33,749 |
| - | - | - | 701,694 | 1,054,879 |
| 27,569 | 59 | 243 | 2,630 | 83,708 |
| 14,538 | - | - | 34,915 | 79,588 |
| <u>1,363,837</u> | <u>564,205</u> | <u>457,811</u> | <u>6,677,706</u> | <u>16,877,841</u> |
| 258,636 | 194,272 | - | 512,997 | 4,673,980 |
| - | - | - | 2,060,184 | 2,060,184 |
| 554,721 | - | - | 279,137 | 3,832,603 |
| - | - | - | 1,394,759 | 1,394,759 |
| - | - | 44,778 | 21,190 | 65,968 |
| - | - | - | 3,774 | 3,774 |
| - | - | - | 38,958 | 38,958 |
| 477,562 | 383,941 | 167,455 | 1,943,007 | 3,059,224 |
| 124,327 | - | - | 237,651 | 854,316 |
| 46,063 | - | - | 231,646 | 572,071 |
| <u>1,461,309</u> | <u>578,213</u> | <u>212,233</u> | <u>6,723,303</u> | <u>16,555,837</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2011

| | <u>Major</u> | | |
|-----------------------------------------------------------|---------------------|-------------------------|------------------------------------------------------------|
| | <u>General Fund</u> | <u>Detention Center</u> | <u>Capital Outlay/ Infrastructure Revenue Bond</u> |
| Excess (deficiency) of revenues over (under) expenditures | 1,229,349 | (1,141,114) | 145,268 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 61,002 | 1,551,853 | 220,193 |
| Transfers out | (1,562,930) | (218,340) | (378,695) |
| Issuance of debt | - | - | - |
| Total other financing sources (uses) | <u>(1,501,928)</u> | <u>1,333,513</u> | <u>(158,502)</u> |
| NET CHANGES IN FUND BALANCES | (272,579) | 192,399 | (13,234) |
| FUND BALANCES, BEGINNING | <u>2,406,884</u> | <u>42,160</u> | <u>958,552</u> |
| FUND BALANCES, ENDING | <u>\$ 2,134,305</u> | <u>\$ 234,559</u> | <u>\$ 945,318</u> |

| Funds | | | | |
|---------------------------|--------------------------------------|-------------------------------|-----------------------------------------|-----------------------------------------|
| Fire Districts | Public Works Facility | Community Projects | Other Governmental Funds | Total Governmental Funds |
| (97,472) | (14,008) | 245,578 | (45,597) | 322,004 |
| 84,000 | - | - | 1,470,440 | 3,387,488 |
| (134,003) | - | - | (1,093,520) | (3,387,488) |
| - | - | - | 109,878 | 109,878 |
| (50,003) | - | - | 486,798 | 109,878 |
| (147,475) | (14,008) | 245,578 | 441,201 | 431,882 |
| 2,043,489 | 45,400 | (245,578) | 1,550,663 | 6,801,570 |
| \$ 1,896,014 | \$ 31,392 | \$ - | \$ 1,991,864 | \$ 7,233,452 |

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

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, 2011

| | GENERAL FUND | | | |
|-----------------------------------------|-------------------------|---------------------|--------------------------|----------------------------|
| | Budgeted Amounts | | Actual | Variance From |
| | Original | Final | Amounts | Final Budget |
| | | | (Budgetary Basis) | Positive (Negative) |
| REVENUES | | | | |
| Taxes: | | | | |
| Property | \$ 3,532,116 | \$ 3,540,210 | \$ 3,550,514 | \$ 10,304 |
| Sales | 687,050 | 660,500 | 694,085 | 33,585 |
| Motor vehicle | 70,000 | 70,000 | 79,132 | 9,132 |
| Cigarette | 400 | 185 | 185 | - |
| Intergovernmental | 278,300 | 272,957 | 134,329 | (138,628) |
| Payment in lieu of taxes | 609,000 | 609,000 | 643,509 | 34,509 |
| Licenses and fees | 141,425 | 166,905 | 172,999 | 6,094 |
| Interest income | 55,000 | 65,000 | 47,430 | (17,570) |
| Miscellaneous | 18,500 | 18,500 | 22,856 | 4,356 |
| | <u>5,391,791</u> | <u>5,403,257</u> | <u>5,345,039</u> | <u>(58,218)</u> |
| EXPENDITURES | | | | |
| General government: | | | | |
| County manager/County commission | 386,941 | 395,805 | 383,704 | 12,101 |
| Information technology | 396,248 | 270,154 | 207,151 | 63,003 |
| Finance and administration | 274,554 | 280,555 | 277,653 | 2,902 |
| General county | 1,155,719 | 1,140,413 | 1,140,413 | - |
| Human resources | 92,063 | 80,330 | 68,686 | 11,644 |
| Zoning | 175,971 | 160,058 | 145,406 | 14,652 |
| Legal | 105,178 | 106,662 | 106,662 | - |
| County clerk/probate/elections bureau | 370,867 | 382,480 | 377,896 | 4,584 |
| Assessor/reappraisal | 526,279 | 526,986 | 513,398 | 13,588 |
| Treasurer | 275,508 | 285,539 | 276,657 | 8,882 |
| Maintenance | 189,940 | 210,092 | 206,731 | 3,361 |
| Capital outlay | 85,750 | 62,965 | 59,385 | 3,580 |
| Total general government | <u>4,035,018</u> | <u>3,902,039</u> | <u>3,763,742</u> | <u>138,297</u> |
| Public safety: | | | | |
| Sheriff | 641,367 | 656,673 | 643,601 | 13,072 |
| Capital outlay | 2,000 | 1,660 | 1,463 | 197 |
| Total public safety | <u>643,367</u> | <u>658,333</u> | <u>645,064</u> | <u>13,269</u> |
| Culture and recreation | - | - | - | - |
| Debt service: | | | | |
| Principal payments | 139,574 | 38,596 | 19,754 | 18,842 |
| Interest payments | 28,769 | 18,269 | 10,768 | 7,501 |
| Total debt service | <u>168,343</u> | <u>56,865</u> | <u>30,522</u> | <u>26,343</u> |
| Total expenditures | <u>4,846,728</u> | <u>4,617,237</u> | <u>4,439,328</u> | <u>177,909</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Operating transfers in | 60,996 | 61,002 | 61,002 | - |
| Operating transfers out | (1,383,017) | (1,562,930) | (1,562,930) | - |
| Total other financing sources (uses) | <u>(1,322,021)</u> | <u>(1,501,928)</u> | <u>(1,501,928)</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES | | | | |
| OVER (UNDER EXPENDITURES AND | | | | |
| OTHER FUNDING SOURCES (USES) | | | | |
| | <u>\$ (776,958)</u> | <u>\$ (715,908)</u> | <u>\$ (596,217)</u> | <u>\$ 119,691</u> |
| PRIOR YEAR CASH BALANCE REQUIRED | | | | |
| TO BALANCE BUDGET | | | | |
| | <u>\$ 776,958</u> | <u>\$ 715,908</u> | | |

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF REVENUES AND EXPENDITURES - MAJOR SPECIAL REVENUE FUNDS -
Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2011

DETENTION CENTER

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance From</u> |
|---------------------------------------------------------------------------------------------------|-------------------------|--------------------|--------------------------|----------------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Final Budget</u> |
| | | | <u>(Budgetary Basis)</u> | <u>Positive (Negative)</u> |
| REVENUES | | | | |
| Taxes | \$ 430,000 | \$ 430,000 | \$ 444,620 | \$ 14,620 |
| Intergovernmental | 301,616 | 269,275 | 260,212 | (9,063) |
| Miscellaneous | <u>536,760</u> | <u>472,860</u> | <u>447,829</u> | <u>(25,031)</u> |
| Total revenues | 1,268,376 | 1,172,135 | 1,152,661 | (19,474) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating expenses | <u>2,652,263</u> | <u>2,594,502</u> | <u>2,478,242</u> | <u>116,260</u> |
| Total expenditures | 2,652,263 | 2,594,502 | 2,478,242 | 116,260 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Operating transfers in | 1,512,001 | 1,551,853 | 1,551,853 | - |
| Operating transfers out | <u>(218,340)</u> | <u>(218,340)</u> | <u>(218,340)</u> | <u>-</u> |
| Total other financing sources (uses) | <u>1,293,661</u> | <u>1,333,513</u> | <u>1,333,513</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FUNDING SOURCES (USES) | | | | |
| | <u>\$ (90,226)</u> | <u>\$ (88,854)</u> | <u>\$ 7,932</u> | <u>\$ 96,786</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 90,226</u> | <u>\$ 88,854</u> | | |

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

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, 2011

| | FIRE DISTRICTS | | | |
|---------------------------------|-------------------------|--------------|--------------------------------------------|---------------------------------------------------|
| | Budgeted Amounts | | Actual | Variance From |
| | Original | Final | Amounts (Budgetary Basis) | Final Budget Positive (Negative) |
| REVENUES (40600 - 42000) | | | | |
| Taxes | \$ 140,000 | \$ 120,400 | \$ 117,972 | \$ (2,428) |
| Intergovernmental | 886,541 | 1,111,728 | 1,085,747 | (25,981) |
| Loan proceeds | - | - | - | - |
| Interest income | - | 60 | 117 | 57 |
| Miscellaneous | - | - | 25 | 25 |
| Total revenues | 1,026,541 | 1,232,188 | 1,203,861 | (28,327) |
| EXPENDITURES - current | | | | |
| Fire Marshall (40300) | | | | |
| Public Safety | | | | |
| Operating | 48,300 | 115,087 | 56,557 | 58,530 |
| Capital outlay | 106,345 | 231,537 | 38,768 | 192,769 |
| | 154,645 | 346,624 | 95,325 | 251,299 |
| VFD Project (40600) | | | | |
| Public Safety | | | | |
| Capital outlay | 42,793 | 42,793 | - | 42,793 |
| | 42,793 | 42,793 | - | 42,793 |
| Sapello/Rociada VFD (40700) | | | | |
| Public Safety | | | | |
| Operating | 30,100 | - | - | - |
| Capital outlay | 229,636 | 448,544 | 109,687 | 338,857 |
| Principal and interest | 5,501 | 5,501 | 5,501 | - |
| | 265,237 | 454,045 | 115,188 | 338,857 |
| Gallinas VFD (40800) | | | | |
| Public Safety | | | | |
| Operating | 25,800 | 52,321 | 37,732 | 14,589 |
| Capital outlay | 21,644 | 35,815 | 24,012 | 11,803 |
| Principal and interest | 26,937 | 26,937 | 26,935 | 2 |
| | 74,381 | 115,073 | 88,679 | 26,394 |
| Conchas VFD (40900) | | | | |
| Public Safety | | | | |
| Operating | 38,000 | 48,750 | 30,915 | 17,835 |
| Capital outlay | 114,316 | 306,375 | - | 306,375 |
| Principal and interest | 40,407 | 40,407 | 40,407 | - |
| | 192,723 | 395,532 | 71,322 | 324,210 |

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, 2011

| 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 | 38,750 | 49,824 | 33,094 | 16,730 |
| Capital outlay | 108,375 | 156,226 | 5,858 | 150,368 |
| Principal and interest | <u>6,966</u> | <u>6,966</u> | <u>6,966</u> | <u>-</u> |
| | 154,091 | 213,016 | 45,918 | 167,098 |
| Ilfield VFD (41100) | | | | |
| Public Safety | | | | |
| Operating | 26,450 | 26,399 | 11,794 | 14,605 |
| Capital outlay | 79,111 | 128,485 | 1,287 | 127,198 |
| Principal and Interest | <u>10,183</u> | <u>10,183</u> | <u>10,183</u> | <u>-</u> |
| | 115,744 | 165,067 | 23,264 | 141,803 |
| Cabo Lucero VFD (41200) | | | | |
| Public Safety | | | | |
| Operating | 24,750 | 29,328 | 22,931 | 6,397 |
| Capital outlay | 193,121 | 191,077 | 183,195 | 7,882 |
| Principal and Interest | <u>12,900</u> | <u>12,900</u> | <u>12,885</u> | <u>15</u> |
| | 230,771 | 233,305 | 219,011 | 14,294 |
| Sheridan VFD (41300) | | | | |
| Public Safety | | | | |
| Operating | 24,050 | 92,774 | 60,661 | 32,113 |
| Capital outlay | 23,268 | 40,355 | 11,511 | 28,844 |
| Principal and Interest | <u>6,809</u> | <u>6,809</u> | <u>6,809</u> | <u>-</u> |
| | 54,127 | 139,938 | 78,981 | 60,957 |
| Trementina VFD (41400) | | | | |
| Public Safety | | | | |
| Operating | 18,800 | 25,224 | 12,677 | 12,547 |
| Capital outlay | 98,367 | 160,289 | 12,507 | 147,782 |
| Principal and Interest | <u>12,895</u> | <u>12,895</u> | <u>12,895</u> | <u>-</u> |
| | 130,062 | 198,408 | 38,079 | 160,329 |
| Emergency Fund VFD (41500) | | | | |
| Public Safety | | | | |
| Operating | 92,500 | 128,541 | 99,141 | 29,400 |
| Capital outlay | <u>86,903</u> | <u>48,062</u> | <u>47,521</u> | <u>541</u> |
| | 179,403 | 176,603 | 146,662 | 29,941 |

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, 2011

| | FIRE DISTRICTS (CONTINUED) | | | |
|-------------------------------------------|-----------------------------------|---------------|--------------------------|----------------------------|
| | Budgeted Amounts | | Actual | Variance From |
| | Original | Final | Amounts | Final Budget |
| | | | (Budgetary Basis) | Positive (Negative) |
| EXPENDITURES - current (continued) | | | | |
| Bernal/Tecolote VFD (41600) | | | | |
| Public Safety | | | | |
| Operating | 24,250 | 78,529 | 62,130 | 16,399 |
| Capital outlay | 77,916 | 164,714 | 32,381 | 132,333 |
| Principal and interest | <u>16,569</u> | <u>16,569</u> | <u>16,569</u> | <u>-</u> |
| | 118,735 | 259,812 | 111,080 | 148,732 |
| Pecos Canyon VFD (41700) | | | | |
| Public Safety | | | | |
| Operating | 18,650 | 20,200 | 8,949 | 11,251 |
| Capital outlay | 60,770 | 99,943 | - | 99,943 |
| Principal and Interest | <u>19,282</u> | <u>19,282</u> | <u>19,281</u> | <u>1</u> |
| | 98,702 | 139,425 | 28,230 | 111,195 |
| La Placitas VFD (41900) | | | | |
| Public Safety | | | | |
| Operating | 23,200 | 28,349 | 13,899 | 14,450 |
| Capital outlay | 136,410 | 166,977 | 104,697 | 62,280 |
| Principal and Interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | 159,610 | 195,326 | 118,596 | 76,730 |
| Rowe VFD (42000) | | | | |
| Public Safety | | | | |
| Operating | 25,600 | 30,226 | 17,470 | 12,756 |
| Capital outlay | 115,962 | 269,134 | 193,200 | 75,934 |
| Principal and Interest | <u>12,174</u> | <u>12,174</u> | <u>12,174</u> | <u>-</u> |
| | 153,736 | 311,534 | 222,844 | 88,690 |
| Total expenditures | 2,124,760 | 3,386,501 | 1,403,179 | 1,983,322 |
| OTHER FINANCING SOURCES | | | | |
| Proceeds from issuance of debt | - | - | - | - |
| 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> |

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, 2011

| FIRE DISTRICTS (CONTINUED) | | | | |
|---------------------------------------------------------------------------------------------|------------------|--------------|------------------------------|-------------------------------------|
| | Budgeted Amounts | | Actual | Variance From |
| | Original | Final | Amounts (Budgetary Basis) | Final Budget Positive (Negative) |
| EXCESS (DEFICIENCY) OR REVENUES OVER (UNDER) EXPENDITUES AND OTHER FINANCING | | | | |
| SOURCES (USES) | \$ 2,124,760 | \$ 3,386,501 | \$ 1,403,179 | \$ 1,983,322 |
| PRIOR YEAR CASH BALANCE | | | | |
| REQUIRED TO BALANCE BUDGE | \$ - | \$ - | | |

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, 2011

| | COMMUNITY PROJECTS | | | |
|-------------------------------------|---------------------------|--------------|--------------------------|----------------------------|
| | Budgeted Amounts | | Actual | Variance From |
| | Original | Final | Amounts | Final Budget |
| | | | (Budgetary Basis) | Positive (Negative) |
| REVENUES | | | | |
| Miscellaneous | \$ 670,016 | \$ 1,125,016 | \$ 206,236 | \$ (918,780) |
| Total revenues | 670,016 | 1,125,016 | 206,236 | (918,780) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating expenses | 50,000 | 98,901 | 26,229 | 72,672 |
| Capital outlay | 200,000 | 606,099 | 82,373 | 523,726 |
| Total expenditures | 250,000 | 705,000 | 108,602 | 596,398 |
| EXCESS (DEFICIENCY) OF | | | | |
| REVENUES OVER (UNDER) | | | | |
| EXPENDITURES AND | | | | |
| OTHER FUNDING SOURCES (USES) | | | | |
| | \$ 420,016 | \$ 420,016 | \$ 97,634 | \$ (322,382) |
| PRIOR YEAR CASH | | | | |
| BALANCE REQUIRED | | | | |
| TO BALANCE BUDGET | | | | |
| | \$ - | \$ - | | |

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF NET ASSETS - PROPRIETARY FUND
June 30, 2011

| | <u>Ribera Housing</u> |
|-----------------------------------------|---------------------------|
| ASSETS | |
| Non-current: | |
| Land | \$ 492,993 |
| Buildings | 823,610 |
| Less accumulated depreciation | <u>(681,588)</u> |
| Total non-current | <u>635,015</u> |
| TOTAL ASSETS | <u><u>\$ 635,015</u></u> |
| LIABILITIES | |
| Current | \$ - |
| Non-current: | <u>-</u> |
| Total liabilities | <u>-</u> |
| NET ASSETS | |
| Invested in capital assets | <u>635,015</u> |
| Total net assets | <u>635,015</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u><u>\$ 635,015</u></u> |

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

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - PROPRIETARY FUND
Year Ended June 30, 2011**

| | <u>Ribera Housing</u> |
|----------------------------------|----------------------------------------|
| OPERATING REVENUES | |
| Operating revenues | \$ <u> -</u> |
| Total operating revenues | - |
| OPERATING EXPENSES | |
| Depreciation | <u> 20,590</u> |
| Total operating expenses | <u> 20,590</u> |
| CHANGES IN NET ASSETS | (20,590) |
| NET ASSETS, BEGINNING | <u> 655,605</u> |
| NET ASSETS, ENDING | <u><u> \$ 635,015</u></u> |

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

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
Year Ended June 30, 2011**

| | Ribera Housing |
|------------------------------------------------------------------------------------------------|---------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | \$ - |
| NET INCREASE (DECREASE) IN CASH | - |
| CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR | - |
| CASH AND CASH EQUIVALENTS, END OF YEAR | \$ - |
| | |
| RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES | |
| Operating loss | \$ (20,590) |
| | |
| ADJUSTMENT TO RECONCILE OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES | |
| Depreciation | 20,590 |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | \$ - |

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
June 30, 2011

| | Agency Funds |
|-----------------------------------|-------------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 335,081 |
| Taxes receivable | 3,775,038 |
| TOTAL ASSETS | \$ 4,110,119 |
| LIABILITIES | |
| Due to other agencies | \$ 13,577 |
| Due to other funds | 35,454 |
| Uncollected taxes | 3,977,944 |
| Undistributed taxes | 37,418 |
| Deposits held in trust for others | 45,726 |
| TOTAL LIABILITIES | \$ 4,110,119 |

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 1 – DEFINITION OF REPORTING ENTITY

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.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of Estimates in Preparing Financial Statements

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.

Financial Reporting Entity

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.

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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Another 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. There were no component units for the County during fiscal year ended June 30, 2011, and the County is not a component unit of any other entity.

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.

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 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. 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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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.

Financial Accounting Standards Board (FASB) Codification Standards issued prior to December 1, 1989, generally are followed in the 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 FASB Codification Standards.

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.

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

Governmental Funds - 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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

The major funds for the County are the General Fund, Detention Center Fund (a Special Revenue Fund), Capital Outlay/Infrastructure Revenue Bond (a Debt Service 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 Funds. The Special Revenue Funds are 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 Funds. The Debt Service Funds are used to account for the accumulation of resources for and the payment of long-term debt principal, interest and related costs.

Capital Projects Funds. The Capital Projects Funds are 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.

Proprietary Fund -

Enterprise Fund – The enterprise fund is 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.

The proprietary fund distinguishes 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, 2011. Ribera Housing was dormant and up for sale during the year ended June 30, 2011.

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. The

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

County's four agency funds are as follows: Treasurer Fund, El Valle Foundation Fund, Employer Fund and Inmate Trust Fund.

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.

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.

Expenditures, other than vacation, compensatory, and sick pay, are recorded when they are incurred. Interest expense is recognized when paid. Total interest expense incurred during the year ended June 30, 2011 was \$572,071.

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).

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.
- 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.

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.

Receivables

Trade receivables are reported net of an allowance for uncollectible accounts, if applicable. Allowances are reported when accounts are proven to be uncollectible.

Property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to approximately 5 percent of outstanding property taxes at June 30, 2011. Management determines the appropriate percentage for allowance based on historical collection experience.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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:

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Compensated Absences

Earned but unused vacation benefits are accrued when incurred in the government-wide and proprietary fund financial statements. Qualified employees are entitled to accumulate annual leave according to a graduated leave schedule of 104 to 156 hours, depending upon the employee's length of service. A maximum of 30 working days (240 hours) of such accumulated annual leave may be carried forward into the beginning of the calendar year and any excess leave is lost.

When employees terminate, they are compensated for accumulated unpaid annual leave up to the maximum accrual of 240 hours. Accumulated annual leave is not expected to be liquidated with expendable available financial resources and is reported in the general long-term debt in the statement of net assets.

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. The County had no such costs as costs were immaterial at June 30, 2011.

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.

New Pronouncements

The GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54), effective for reporting periods after June 15, 2010. The statement establishes fund balance classifications, provides for a hierarchy of spending constraints for spendable resources and requires disclosure of non-spendable and spendable resources (see Note 15.)

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Restricted Resources

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the County's policy to use restricted resources first. When expenditures/expenses are incurred for purposes for which unrestricted (committed, assigned and unassigned) resources are available, and amounts in any of these unrestricted classifications could be used, it is the County's policy to spend committed resources first.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets. Net assets invested in capital assets, net of related debt excludes unspent debt proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Subsequent Events

Management evaluated subsequent events through November 14, 2011, the date the financial statements were available to be issued. Events or transactions occurring after June 30, 2011, but prior to November 14, 2011, that provided additional evidence about conditions that existed at June 30, 2011 have been recognized in the financial statements for the year ended June 30, 2011. Events or transactions that provided evidence about conditions that did not exist at June 30, 2011, but arose before the financial statements were available to be issued, have not been recognized in the financial statements for the year ended June 30, 2011.

NOTE 3 - CASH AND CASH EQUIVALENTS

Investments

The County has no investments at June 30, 2011. As of June 30, 2011, the County was not exposed to interest rate, credit or concentration of credit risk.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. 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 amount of cash not collateralized as of June 30, 2011 is \$2,058,537.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 3 - CASH AND CASH EQUIVALENTS (CONTINUED)

A summary of cash accounts and certificates of deposit at June 30, 2011 is as follows:

| <u>Depository - Cash</u> | <u>Account Name</u> | <u>Type of Account</u> | <u>Bank Balances</u> |
|--------------------------------------------------------------|---------------------------|------------------------|----------------------|
| Bank of Las Vegas | General Account | Checking | \$ 2,023,797 |
| Bank of Las Vegas | Fire District Funds | Cert. of Deposit | 1,084,718 |
| Bank of Las Vegas | Fire District Funds | Checking | 835,591 |
| Bank of Las Vegas | General Fund | Cert. of Deposit | 377,896 |
| Bank of Las Vegas | Federal Housing Authority | Checking | 190,800 |
| Bank of Las Vegas | SMC Detention Center | Checking | 189,279 |
| Bank of Las Vegas | Indigent Fund | Checking | 141,934 |
| Bank of Las Vegas | Payroll Account | Checking | 104,088 |
| Bank of Las Vegas | Gross Receipts Taxes | Checking | 55,780 |
| Bank of Las Vegas | Lodgers Tax | Checking | 40,003 |
| Bank of Las Vegas | SMC Inmate Trust Fund | Checking | 24,389 |
| Bank of Las Vegas | El Valle | Cert. of Deposit | 16,000 |
| Bank of Las Vegas | El Valle Foundation | Checking | 5,600 |
| Bank of Las Vegas | Payments in Protest | Checking | 3,056 |
| Bank of Las Vegas | Employee Fund | Checking | 1,956 |
| Bank of Las Vegas | Community Centers | Checking | 1,518 |
| Bank of Las Vegas | Construction Project Fund | Checking | 522 |
| Bank of Las Vegas | Employee Recognition Fund | Checking | 450 |
| Bank of Las Vegas | Pecos Property Taxes | Checking | 20 |
| Total deposits and cash on hand | | | <u>5,097,397</u> |
| Total deposits at the Bank of Las Vegas | | | 5,097,397 |
| Less FDIC coverage | | | <u>250,000</u> |
| Total uninsured public funds | | | 4,847,397 |
| 50% collateral requirement (Section 6-10017) | | | 2,423,699 |
| 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> | |
| FFCB Bond | 31331GKY4 | 1/17/2012 | 2,020,480 |
| FHLB Bond | 3133XVNT4 | 12/14/2012 | 510,290 |
| FHLB Bond | 313370KV9 | 8/18/2014 | 508,090 |
| Total collateral | | | <u>3,038,860</u> |
| Over (under) collateralized | | | <u>\$ 615,161</u> |
| Custodial Credit Risk Amount | | | |
| Total public funds | | | \$ 5,097,397 |
| Total collateral | | | <u>3,038,860</u> |
| Cash not collateralized | | | <u>\$ 2,058,537</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 3 - CASH AND CASH EQUIVALENTS (CONTINUED)

| <u>Depository - Cash</u> | <u>Account Name</u> | <u>Type of Account</u> | <u>Bank Balances</u> |
|--------------------------------------------------------|--------------------------------|------------------------|-----------------------|
| Community First Bank | SMC Treasurer | Checking | \$ 424,667 |
| Total deposits at Community First Bank | | | <u>424,667</u> |
| Total deposits at Community First Bank | | | 424,667 |
| Less FDIC coverage | | | <u>250,000</u> |
| Total uninsured public funds | | | 174,667 |
| 50% collateral requirement (Section 6-10017) | | | 87,334 |
| Depository collateral held for the State of New Mexico | | | |
| San Miguel County by First Community Bank | | | |
| Las Vegas, NM | | | |
| | <u>CUSIP #</u> | <u>Mature Date</u> | |
| FHLB Fixed Rate Note | 3133XLWM1 | 9/12/2014 | 1,136,325 |
| GNMA Pool | 36225DM76 | 3/20/2035 | 303,890 |
| FNMA Pool | 31378UGY2 | 12/1/2027 | 149,534 |
| FNMA Pool | 31374GVZ7 | 3/1/2023 | 18,621 |
| FNMA Pool | 31365H6M3 | 2/1/2031 | 15,578 |
| FHLMC Pool | 31295MYW4 | 11/1/2031 | 7,230 |
| FHLMC Pool | 31354RAE7 | 11/1/2023 | <u>7,004</u> |
| Total collateral | | | 1,638,182 |
| Over (under) collateralized | | | <u>\$ 1,550,848</u> |
| Custodial Credit Risk Amount | | | |
| Total uninsured public funds | | | \$ 174,667 |
| Total collateral | | | <u>1,638,182</u> |
| Cash not collateralized | | | <u>\$ -</u> |
| <u>Depository - Cash</u> | <u>Account Name</u> | <u>Type of Account</u> | <u>Bank Balances*</u> |
| Bank of New York Mellon | NMFA 69th 2008A SM Reserve | Money Market | \$ 240,850 |
| Bank of New York Mellon | NMFA Sub Lien 2005F DS Reserve | Money Market | 176,416 |
| Bank of New York Mellon | NMFA 58th Supp (2004A) Program | Money Market | 158,375 |
| Bank of New York Mellon | NMFA 69th 2008A DS Reserve | Money Market | 116,344 |
| Bank of New York Mellon | NMFA 58th Supp (2004A) Program | Money Market | <u>76,991</u> |
| Total deposits and cash on hand | | | <u>\$ 768,976</u> |

* Bank of New York Mellon pledges internal cash reserves for 100% of the deposit amounts.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 3 - CASH AND CASH EQUIVALENTS (CONTINUED)

Bank to Financial Statement Cash Reconciliation

| | |
|---------------------------------------------|---------------------|
| Total cash in bank | \$ 6,291,040 |
| Add: | |
| Cash on hand | 420 |
| Deposits in transit | 6,520 |
| Less: | |
| Outstanding checks | (273,153) |
| Outstanding warrants | <u>(390,518)</u> |
| Total reconciled cash | 5,634,309 |
| Less cash in fiduciary funds | <u>(335,081)</u> |
| Financial Statement reconciled cash balance | <u>\$ 5,299,228</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 4 - RECEIVABLES

Receivables as of June 30, 2011 consisted of the following. All receivables are net of allowance for doubtful accounts.

| | Property Taxes | Federal | Other | Total |
|--------------------------------------------|---------------------------|-------------------|---------------------|--------------------|
| Governmental funds: | | | | |
| General Fund, net of allowance of \$80,000 | \$1,579,016 | \$ 370 | \$ 54,949 | \$1,634,335 |
| Detention Fund | - | - | 231,575 | 231,575 |
| Capital Outlay/Infrastructure Revenue Bond | - | - | 76,801 | 76,801 |
| Fire Districts | - | 30,000 | 13,010 | 43,010 |
| Community Projects | - | 45,000 | 386,303 | 431,303 |
| Public Works facility | - | - | 138,967 | 138,967 |
| Other governmental funds | - | <u>477,889</u> | <u>339,742</u> | <u>817,631</u> |
| Total governmental activity funds | <u>\$1,579,016</u> | <u>\$ 553,259</u> | <u>\$ 1,241,347</u> | <u>\$3,373,622</u> |

The Solid Waste Fund is part of other governmental funds. Receivables are net of an allowance of \$1,879,745.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 5 – CAPITAL ASSETS

A summary of changes in capital assets follows:

| <u>Governmental Activities</u> | <u>Balance June 30, 2010</u> | <u>Additions</u> | <u>Deletions/ Reclassifications</u> | <u>Balance June 30, 2011</u> |
|------------------------------------------------|----------------------------------|---------------------|-----------------------------------------|----------------------------------|
| Capital assets not being depreciated: | | | | |
| Land | \$ 1,479,393 | \$ - | \$ - | \$ 1,479,393 |
| Construction in Progress | <u>592,267</u> | <u>951,787</u> | <u>(1,125,112)</u> | <u>418,942</u> |
| Total capital assets not depreciated | 2,071,660 | 951,787 | (1,125,112) | 1,898,335 |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 28,041,990 | - | 1,036,442 | 29,078,432 |
| Infrastructure | 8,952,736 | 809,164 | 849 | 9,762,749 |
| Vehicles | 7,727,604 | 1,050,666 | (133,488) | 8,644,782 |
| Furniture, fixtures and equipment | 1,128,820 | 155,037 | 46,212 | 1,330,069 |
| Heavy equipment | <u>1,527,067</u> | <u>92,570</u> | <u>-</u> | <u>1,619,637</u> |
| Total capital assets being depreciated | <u>47,378,217</u> | <u>2,107,437</u> | <u>950,015</u> | <u>50,435,669</u> |
| Total capital assets | <u>49,449,877</u> | <u>3,059,224</u> | <u>(175,097)</u> | <u>52,334,004</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (9,139,097) | (1,014,110) | 5,477 | (10,147,730) |
| Infrastructure | (626,407) | (215,187) | 36,132 | (805,462) |
| Vehicles | (5,718,654) | (453,873) | 133,488 | (6,039,039) |
| Furniture, fixtures and equipment | (709,495) | (147,508) | - | (857,003) |
| Heavy equipment | <u>(859,301)</u> | <u>(142,395)</u> | <u>-</u> | <u>(1,001,696)</u> |
| Total accumulated depreciation | <u>(17,052,954)</u> | <u>(1,973,073)</u> | <u>175,097</u> | <u>(18,850,930)</u> |
| Governmental activities capital assets, net | <u>\$ 32,396,923</u> | <u>\$ 1,086,151</u> | <u>\$ -</u> | <u>\$ 33,483,074</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 5 – CAPITAL ASSETS (CONTINUED)

| <u>Business-type Activities - Ribera Housing</u> | <u>Balance June 30, 2010</u> | <u>Additions</u> | <u>Deletions/ Reclassifications</u> | <u>Balance June 30, 2011</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>(660,998)</u> | <u>(20,590)</u> | <u>-</u> | <u>(681,588)</u> |
| Total capital assets being depreciated, net | <u>162,612</u> | <u>(20,590)</u> | <u>-</u> | <u>142,022</u> |
| Business-type activities capital assets, net | <u>\$ 655,605</u> | <u>\$ (20,590)</u> | <u>\$ -</u> | <u>\$ 635,015</u> |

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

| | |
|-----------------------------------|---------------------|
| Government activities: | |
| General government | \$ 766,752 |
| Public safety | 337,967 |
| Public works | 628,726 |
| Health and welfare | 228,806 |
| Cultural and recreation | 10,822 |
| Business-type activities: | |
| Ribera Housing | <u>20,590</u> |
| Total depreciation expense | <u>\$ 1,993,663</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 6 - LONG-TERM DEBT

The changes to long-term debt during the year ended June 30, 2011 are as follows:

| | Balance June 30, 2010 | Increase | (Decrease) | Balance June 30, 2011 | Amounts Due Within One Year |
|-----------------------------|--------------------------------------|--------------------------|------------------------------|--------------------------------------|------------------------------------------------|
| Notes payable | \$ 2,060,071 | \$ 109,878 | \$ (286,928) | \$ 1,883,021 | \$ 316,707 |
| Bonds payable | 12,291,385 | - | (567,388) | 11,723,997 | 597,825 |
| Compensated absences | <u>221,267</u> | <u>225,456</u> | <u>(228,172)</u> | <u>218,551</u> | <u>218,551</u> |
| Total long-term debt | <u>\$14,572,723</u> | <u>\$ 335,334</u> | <u>\$ (1,082,488)</u> | <u>\$13,825,569</u> | <u>\$ 1,133,083</u> |

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

Notes Payable

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 and an interest rate of 0%. The balance at June 30, 2011 is \$10,100.

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 and an interest rate of 2.25%. The balance at June 30, 2011 is \$54,372.

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 and an interest rate of 2.25%. The balance at June 30, 2011 is \$198,505.

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 and an interest rate of 4.25%. The balance at June 30, 2011 is \$118,360.

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 and an interest rate of 0.73%. The balance at June 30, 2011 is \$160,715.

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 and an interest rate of 1.08%. The balance at June 30, 2011 is \$33,144.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 6 - LONG-TERM DEBT (CONTINUED)

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 and an interest rate of 3.29%. The balance at June 30, 2011 is \$804,385.

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 and an interest rate of 5%. The balance at June 30, 2011 is \$195,787.

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 and an interest rate of 5.25%. The balance at June 30, 2011 is \$135,273.

On December 11, 2009, the County entered into a note payable with New Mexico Environment Department with an original balance of \$95,000. In 2011, the County received additional proceeds of \$28,678. This agreement is for a period of 20 years, with annual payments of \$5,810 and an interest rate of 2%. The balance at June 30, 2011 is \$91,180.

On November 19, 2010, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$81,200. This agreement is for a period of 5 years, with annual payments of \$15,763 and an interest rate of 1.31%. The balance at June 30, 2011 is \$81,200.

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.

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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 6 - LONG-TERM DEBT (CONTINUED)

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.

The bonds outstanding as of June 30, 2011, are comprised of the following issues:

| <u>Issue</u> | <u>Amount</u> | <u>Interest Rate</u> | <u>Final Maturity</u> |
|---------------|---------------------|----------------------|-----------------------|
| Series 1997 | \$ 123,700 | 4.75% | June 23, 2018 |
| Series 1998 | 181,800 | 4.70% | June 23, 2018 |
| I-Series 2003 | 1,474,088 | 3.87% | May 1, 2023 |
| Series 2007 | 5,555,000 | 4.00% - 4.25% | June 30, 2028 |
| Series 2008 | 1,269,485 | 3.40% - 4.64% | May 1, 2023 |
| Series 2008 | 2,963,924 | 3.15% - 4.63% | May 1, 2029 |
| Series 2009 | <u>156,000</u> | 4.25% | April 15, 2029 |
| Total | <u>\$11,723,997</u> | | |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 6 - LONG-TERM DEBT (CONTINUED)

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, 2011:

| Year Ended June 30, | Notes | Bonds | Subtotal | Interest | Total |
|------------------------|----------------------------|-----------------------------|-----------------------------|----------------------------|-----------------------------|
| 2012 | \$ 316,707 | \$ 597,825 | \$ 914,532 | \$ 545,361 | \$ 1,459,893 |
| 2013 | 327,902 | 610,968 | 938,870 | 511,841 | 1,450,711 |
| 2014 | 304,915 | 638,738 | 943,653 | 477,371 | 1,421,024 |
| 2015 | 323,665 | 657,156 | 980,821 | 441,923 | 1,422,744 |
| 2016 | 209,084 | 688,385 | 897,469 | 404,574 | 1,302,043 |
| 2017 - 2021 | 234,478 | 3,722,975 | 3,957,453 | 1,480,488 | 5,437,941 |
| 2022 - 2026 | 166,270 | 3,541,757 | 3,708,027 | 697,594 | 4,405,621 |
| 2027 - 2030 | - | 1,266,193 | 1,266,193 | 103,118 | 1,369,311 |
| Total | <u>\$ 1,883,021</u> | <u>\$ 11,723,997</u> | <u>\$ 13,607,018</u> | <u>\$ 4,662,270</u> | <u>\$ 18,269,288</u> |

Operating Leases

During the year ended June 30, 2011, the County leased equipment under operating leases. The County's expenditures on those leases for the year ended June 30, 2011 was \$283,794. The County's future minimum lease commitments at June 30, 2011 are as follows:

Years ending June 30:

| | |
|--------------|--------------------------|
| 2012 | \$ 249,541 |
| 2013 | 190,867 |
| 2014 | 132,775 |
| 2015 | 109,057 |
| 2016 | 67,136 |
| 2017 - 2021 | 34,951 |
| 2022 - 2026 | 3,600 |
| 2026 - 2030 | <u>1,440</u> |
| Total | <u>\$ 789,367</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 7 - 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, 2011 consist of the following:

Due from Other Funds

| | |
|--------------|-------------------|
| General Fund | \$ <u>898,955</u> |
| Total | \$ <u>898,955</u> |

Due to Other Funds

| | |
|--------------------------------------------|-------------------|
| Public Works Facility | \$ 107,634 |
| Capital Outlay/Infrastructure Revenue Bond | 36,922 |
| Community Projects | 324,239 |
| Non-major Funds | <u>394,706</u> |
| Total Governmental Funds | 863,501 |
| Agency Fund | <u>35,454</u> |
| Total | \$ <u>898,955</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 2012.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 8 – 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, 2011 consisted of the following:

| | Transfers In | | Transfers Out | | | | | Total |
|-----------------------------------|---------------------|----------------------|---------------------|---------------------|------------------------------------------------|----------------------|-----------------|----------|
| | | | General Fund | Detention Fund | Capital Outlay/ Infrastructure Revenue Bond | Fire Districts | Non-major Funds | |
| General Fund | \$ 61,002 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (61,002) | \$ - |
| Detention Center | 1,551,853 | (1,051,853) | - | - | - | - | (500,000) | - |
| Capital Outlay/ Infrastructure | | | | | | | | |
| Revenue Bond | 220,193 | - | - | - | - | - | (220,193) | - |
| Fire Districts | 84,000 | - | - | - | - | - | (84,000) | - |
| Public Works Facility Fund | - | - | - | - | - | - | - | - |
| Non-major Funds | <u>1,470,440</u> | <u>(511,077)</u> | <u>(218,340)</u> | <u>(378,695)</u> | <u>(134,003)</u> | <u>(228,325)</u> | <u>-</u> | <u>-</u> |
| Major/non-major funds total | <u>\$ 3,387,488</u> | <u>\$(1,562,930)</u> | <u>\$ (218,340)</u> | <u>\$ (378,695)</u> | <u>\$ (134,003)</u> | <u>\$(1,093,520)</u> | <u>\$ -</u> | <u>-</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 9 - 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>Capital Outlay/ Infrastructure Revenue Bond</u> | <u>Fire Districts</u> | <u>Public Works Facility</u> | <u>Community Projects</u> |
|-----------------------------------------------|-------------------------|-----------------------------|----------------------------------------------------------------|---------------------------|--------------------------------------|-------------------------------|
| Revenues: | | | | | | |
| Non-GAAP budgetary basis | \$ 5,345,039 | \$ 1,152,661 | \$ 897,913 | \$ 1,203,861 | \$ 436,595 | \$ 206,236 |
| Change in accounts and interest receivable | (700,563) | 156,263 | 6,294 | 32,807 | 138,967 | 296,576 |
| Audit adjustments - accruals | <u>955,439</u> | <u>1,166</u> | <u>70</u> | <u>127,169</u> | <u>(11,357)</u> | <u>(45,001)</u> |
| Revenues - GAAP basis | <u>\$ 5,599,915</u> | <u>\$ 1,310,090</u> | <u>\$ 904,277</u> | <u>\$ 1,363,837</u> | <u>\$ 564,205</u> | <u>\$ 457,811</u> |
| Expenditures: | | | | | | |
| Non-GAAP budgetary basis | \$ 4,439,328 | \$ 2,478,242 | \$ 71,414 | \$ 1,403,179 | \$ 1,094,257 | \$ 108,602 |
| Change in accounts payable | (115,887) | (29,038) | - | 37,843 | (21,127) | 103,632 |
| Audit adjustments - accruals | <u>47,125</u> | <u>2,000</u> | <u>687,595</u> | <u>20,287</u> | <u>(494,917)</u> | <u>(1)</u> |
| Expenditures - GAAP basis | <u>\$ 4,370,566</u> | <u>\$ 2,451,204</u> | <u>\$ 759,009</u> | <u>\$ 1,461,309</u> | <u>\$ 578,213</u> | <u>\$ 212,233</u> |

SPECIAL REVENUE FUNDS

| <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> | <u>DWI Grant</u> | <u>Underage Drinking</u> |
|-------------------|--------------------|----------------------------|---------------------------------|-----------------------|-----------------------|------------------|--------------------------|
| \$ 647,349 | \$ 651,420 | \$ - | \$ 74,498 | \$ 4,294 | \$ 179,452 | \$ 69,563 | \$ 2,339 |
| 1,649 | (3,727) | - | (14,776) | - | (47) | (15,946) | 5,231 |
| <u>37,365</u> | <u>4,430</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>10,668</u> | <u>-</u> | <u>-</u> |
| <u>\$ 686,363</u> | <u>\$ 652,123</u> | <u>\$ -</u> | <u>\$ 59,722</u> | <u>\$ 4,294</u> | <u>\$ 190,073</u> | <u>\$ 53,617</u> | <u>\$ 7,570</u> |
| \$ 817,226 | \$ 871,613 | \$ - | \$ 58,070 | \$ 578 | \$ 170,454 | \$ 52,621 | \$ 2,339 |
| (17,601) | (4,512) | - | (1,491) | - | (16,882) | (1,532) | - |
| <u>(2,557)</u> | <u>89,184</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>10,604</u> | <u>-</u> | <u>-</u> |
| <u>\$ 797,068</u> | <u>\$ 956,285</u> | <u>\$ -</u> | <u>\$ 56,579</u> | <u>\$ 578</u> | <u>\$ 164,176</u> | <u>\$ 51,089</u> | <u>\$ 2,339</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 9 - BUDGETARY COMPARISONS (CONTINUED)

| | Community DWI Program | DWI Offenders Fee | Education and Enforcement | Child Restraint | WIPP | Recording Equipment |
|-----------------------------------------------|--------------------------------------|----------------------------------|------------------------------------------|----------------------------|-----------------|--------------------------------|
| Revenues: | | | | | | |
| Non-GAAP budgetary basis | \$ 18,322 | \$ 16,261 | \$ - | \$ - | \$ 7,000 | \$ 15,847 |
| Change in accounts and interest receivable | 13,665 | (5,715) | - | 2,626 | - | - |
| Audit adjustments - accruals | <u>-</u> | <u>298</u> | <u>-</u> | <u>5,929</u> | <u>-</u> | <u>-</u> |
| Revenues - GAAP basis | <u>\$ 31,987</u> | <u>\$ 10,844</u> | <u>\$ -</u> | <u>\$ 8,555</u> | <u>\$ 7,000</u> | <u>\$ 15,847</u> |
| Expenditures: | | | | | | |
| Non-GAAP budgetary basis | \$ 14,949 | \$ 21,299 | \$ - | \$ - | \$ 10,000 | \$ 17,062 |
| Change in accounts payable | (741) | (438) | - | - | (9,404) | - |
| Audit adjustments - accruals | <u>1</u> | <u>298</u> | <u>-</u> | <u>5,109</u> | <u>-</u> | <u>-</u> |
| Expenditures - GAAP basis | <u>\$ 14,209</u> | <u>\$ 21,159</u> | <u>\$ -</u> | <u>\$ 5,109</u> | <u>\$ 596</u> | <u>\$ 17,062</u> |

SPECIAL REVENUE FUNDS

| <u>Recreation</u> | <u>Legislative Appropriations</u> | <u>Lodger's Tax</u> | <u>Indigent</u> | <u>Reappraisal</u> | <u>San Jose Community Center</u> | <u>Emergency Medical Services</u> | <u>Law Enforcement</u> |
|-------------------|-----------------------------------|---------------------|-------------------|--------------------|----------------------------------|-----------------------------------|------------------------|
| \$ 93 | \$ - | \$ 40,542 | \$ 670,264 | \$ 70,000 | \$ 9 | \$ 26,633 | \$ 124,730 |
| (23) | - | (2,907) | 4,288 | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>18</u> | <u>37</u> | <u>17,231</u> | <u>(1)</u> | <u>-</u> | <u>(81,200)</u> |
| <u>\$ 70</u> | <u>\$ -</u> | <u>\$ 37,653</u> | <u>\$ 674,589</u> | <u>\$ 87,231</u> | <u>\$ 8</u> | <u>\$ 26,633</u> | <u>\$ 43,530</u> |
| \$ - | \$ - | \$ 38,460 | \$ 669,035 | \$ 16,263 | \$ - | \$ 30,868 | \$ 130,701 |
| - | - | 982 | (16,017) | 4,466 | - | 248 | - |
| <u>-</u> | <u>-</u> | <u>(1,981)</u> | <u>-</u> | <u>1</u> | <u>-</u> | <u>(1)</u> | <u>-</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ 37,461</u> | <u>\$ 653,018</u> | <u>\$ 20,730</u> | <u>\$ -</u> | <u>\$ 31,115</u> | <u>\$ 130,701</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 9 - BUDGETARY COMPARISONS (CONTINUED)

| | CAPITAL PROJECT FUNDS | | | | | |
|-----------------------------------------------|------------------------------------------------|------------------------------|-------------------------------------|----------------------|-----------------------------------------------|--------------------------------------------------|
| | Ambulance/ Medical Service Fund | Section 8 Housing | Professional Development | CDBG 2006 | Office of Emergency Management | Road Projects Special Approp. |
| Revenues: | | | | | | |
| Non-GAAP budgetary basis | \$ - | \$ 758,019 | \$ 23,428 | \$ - | \$ 268,203 | \$ 749,245 |
| Change in accounts and interest receivable | - | (2,163) | - | (1,444) | (75,670) | - |
| Audit adjustments - accruals | <u>-</u> | <u>109,141</u> | <u>(850)</u> | <u>305,463</u> | <u>6,496</u> | <u>(19,064)</u> |
| Revenues - GAAP basis | <u>\$ -</u> | <u>\$ 864,997</u> | <u>\$ 22,578</u> | <u>\$ 304,019</u> | <u>\$ 199,029</u> | <u>\$ 730,181</u> |
| Expenditures: | | | | | | |
| Non-GAAP budgetary basis | \$ - | \$ 863,427 | \$ 19,727 | \$ - | \$ 218,703 | \$ 424,139 |
| Change in accounts payable | - | (3,886) | 122 | - | (3,815) | 24,143 |
| Audit adjustments - accruals | <u>-</u> | <u>2,159</u> | <u>(1,890)</u> | <u>319,367</u> | <u>6,496</u> | <u>15,977</u> |
| Expenditures - GAAP basis | <u>\$ -</u> | <u>\$ 861,700</u> | <u>\$ 17,959</u> | <u>\$ 319,367</u> | <u>\$ 221,384</u> | <u>\$ 464,259</u> |

CAPITAL PROJECT FUNDS

| ARRA Justice Assistance | Road and Health Projects | Detention Center Capital Outlay | Courthouse Remodeling | Crusher Facility & Equipment | ARRA Waste Water Loan | ARRA Waste Water | ARRA Cinder Road | ARRA Clean Diesel |
|----------------------------------------|-----------------------------------------|------------------------------------------------|----------------------------------|-------------------------------------------------|--------------------------------------|---------------------------------|---------------------------------|----------------------------------|
| \$ - | \$ - | \$ - | \$ 66,235 | \$ - | \$ 55,345 | \$ 272,278 | \$ 61,690 | \$ 503,363 |
| - | - | - | (66,235) | - | (26,667) | (26,895) | 349,203 | (119,319) |
| <u>1,956</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>5</u> | <u>(28,678)</u> | <u>1</u> | <u>-</u> | <u>3,652</u> |
| <u>\$ 1,956</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 5</u> | <u>\$ -</u> | <u>\$ 245,384</u> | <u>\$ 410,893</u> | <u>\$ 387,696</u> |
| \$ 1,956 | \$ - | \$ - | \$ 71,414 | \$ 355,616 | \$ - | \$ 197,435 | \$ 242,250 | \$ 384,044 |
| - | - | - | (47,761) | (12,636) | 12,038 | 35,878 | 168,643 | - |
| <u>1</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1</u> | <u>16,640</u> | <u>(16,458)</u> | <u>-</u> | <u>3,653</u> |
| <u>\$ 1,957</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 23,653</u> | <u>\$ 342,981</u> | <u>\$ 28,678</u> | <u>\$ 216,855</u> | <u>\$ 410,893</u> | <u>\$ 387,697</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 9 - BUDGETARY COMPARISONS (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 | Total Governmental Funds |
| Revenues: | | | | | | |
| Non-GAAP budgetary basis | \$ 910,327 | \$ - | \$ - | \$ - | \$ - | \$ 15,529,054 |
| Change in accounts and interest receivable | 2,859 | - | - | - | - | (51,669) |
| Audit adjustments - accruals | <u>73</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,400,456</u> |
| Revenues - GAAP basis | <u>\$ 913,259</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 16,877,841</u> |
| Expenditures: | | | | | | |
| Non-GAAP budgetary basis | \$ - | \$ - | \$ - | \$ - | \$ 466,646 | \$ 15,761,917 |
| Change in accounts payable | - | - | - | - | - | 85,227 |
| Audit adjustments - accruals | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>708,693</u> |
| Expenditures - GAAP basis | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 466,646</u> | <u>\$ 16,555,837</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 10 - 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 \$200,000 per occurrence and liability losses are subject to a limit of \$400,000 per occurrence. Law enforcement liability is subject to a limit of \$750,000 per occurrence and \$10,000,000 in the aggregate. Public officials' errors and omissions, and foreign jurisdiction liabilities are subject to a limit of \$5,000,000 per occurrence and \$6,000,000 in the aggregate.

The County had no significant reductions in insurance coverage from coverage in the prior year. In the fiscal year ended June 30, 2011, the County contributed \$40,000 toward a legal settlement, for which its insurer also contributed \$15,000. In the fiscal years ended June 30, 2010 and 2009, there were no settlements that exceeded insurance coverage.

NOTE 11 - DEFICIT FUND EQUITY

The following funds have a deficit balance for the year ended June 30, 2011:

Special Revenue Funds:

| | |
|---------------------|-----------|
| SMC Health Facility | \$ 687 |
| Legislative App. | \$ 10,175 |

The County expects that the fiscal year 2012 operating revenues will be sufficient to cover the deficit.

NOTE 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.

The plan provides for retirement benefits, 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 for the plan. 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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 12 - RETIREMENT PLAN (CONTINUED)

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 in State statute 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, 2011, 2010 and 2009 were \$342,216, \$359,293 and \$359,685, respectively, equal to the amount of the required contributions for each fiscal year.

NOTE 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.

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 13 - POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)

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. During the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee was required to contribute .833% of their salary. In the fiscal years ending June 30, 2012 through June 30, 2013, the contribution rates for employees and employers will rise as follows:

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

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

For employees who are members of an enhanced retirement plan (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4 and 5; municipal fire member coverage plan 3,4 and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA 1978]), during the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 2.084% of each participating employee's annual salary, and each participating employee was required to contribute 1.042% of their salary. In the fiscal years ending June 30, 2012 and 2013, the contribution rates for both employees and employers will rise as follows:

| <u>Fiscal Year</u> | <u>Employer Contribution Rate</u> | <u>Employee Contribution Rate</u> |
|--------------------|-----------------------------------|-----------------------------------|
| FY12 | 2.292% | 1.146% |
| FY13 | 2.500% | 1.250% |

Also, employers joining the program after January 1, 1998 are required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The County's contributions to the RHCA for the years ended June 30, 2011, 2010 and 2009 were \$99,001, \$50,982 and \$45,737, respectively, which equal the required contributions for each year.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 14 - LITIGATION

At June 30, 2011, 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.

NOTE 15 – GOVERNMENTAL FUND BALANCES

In the current fiscal year, GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, was implemented. Below are the new classifications.

In the governmental fund financial statements, fund balances are classified as:

Nonspendable – Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Committed – Amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the County Commission.

Assigned – Amounts that are constrained by the County Commission's intent to be used for specific purposes or, in some cases, by legislation.

Unassigned – All amounts not included in other spendable classifications.

A summary of the nature and purpose of balances with reserves by fund type at June 30, 2011 follows:

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 15 – GOVERNMENTAL FUND BALANCES (CONTINUED)

| | <u>Restricted</u> | <u>Committed</u> | <u>Assigned</u> |
|---------------------------------------------------|-------------------|------------------|-----------------|
| General Fund | | | |
| General government | \$ - | \$ - | \$ 1,400,000 |
| Detention Center | | | |
| Public Safety | - | 234,321 | - |
| Capital Outlay/Infrastructure Revenue Bond | | | |
| Debt Service | 945,318 | - | - |
| Fire Districts | | | |
| General government | 595,525 | - | - |
| Public safety | 1,277,279 | - | - |
| Public Works Facility | | | |
| General government | 31,392 | - | - |
| Road | | | |
| Public works | 203,078 | - | - |
| Solid Waste | | | |
| Public works | - | 94,636 | - |
| Forest Reserve Title III | | | |
| Culture and recreation | 12,572 | - | - |
| Farm and Range | | | |
| Conservation | 17,283 | - | - |
| DWI Allocation | | | |
| Public safety | 14,343 | - | - |
| DWI Offenders Fee | | | |
| Public safety | 5,752 | - | - |
| Education and Enforcement | | | |
| Public safety | 60 | - | - |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 15 – GOVERNMENTAL FUND BALANCES (CONTINUED)

| | <u>Restricted</u> | <u>Committed</u> | <u>Assigned</u> |
|---------------------------------------|-------------------|------------------|-----------------|
| Child Restraint | | | |
| Public safety | 2,747 | - | - |
| WIPP | | | |
| Public works | 11,308 | - | - |
| Recording Equipment | | | |
| General government | 100 | - | - |
| Recreation | | | |
| Culture and recreation | 735 | - | - |
| Lodger's Tax | | | |
| General government | 42,058 | - | - |
| Indigent | | | |
| Health and welfare | 84,728 | - | - |
| Reappraisal | | | |
| General government | 146,459 | - | - |
| San Jose Community Center | | | |
| Culture and recreation | 1,667 | - | - |
| Emergency Medical Services | | | |
| Public safety | 33,559 | - | - |
| Law Enforcement | | | |
| Public safety | 4,125 | - | - |
| Ambulance/Medical Service Fund | | | |
| Health and welfare | 386,417 | - | - |
| Section 8 Housing | | | |
| Health and welfare | 37,545 | - | - |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

NOTE 15 – GOVERNMENTAL FUND BALANCES (CONTINUED)

| | <u>Restricted</u> | <u>Committed</u> | <u>Assigned</u> |
|--------------------------------------------|---------------------|-------------------|---------------------|
| Professional Development | | | |
| General government | 68,836 | - | - |
| CDBG 2006 | | | |
| Urban redevelopment | 34,652 | - | - |
| Office of Emergency Management | | | |
| General government | 31,500 | - | - |
| Road Projects Special Appropriation | | | |
| Capital outlay | 99,316 | - | - |
| Road and Health Projects | | | |
| Capital outlay | 17,264 | - | - |
| Detention Center Capital Outlay | | | |
| Capital outlay | 25,454 | - | - |
| Courthouse Remodeling | | | |
| Capital outlay | 51,744 | - | - |
| Crusher Facility and Equipment | | | |
| Public works | 26,217 | - | - |
| SMC Debt Service | | | |
| Debt service | 130,931 | - | - |
| 1997A & 2007 Series Bond Issue | | | |
| Debt service | <u>1,668</u> | <u>-</u> | <u>-</u> |
| | <u>\$ 4,341,632</u> | <u>\$ 328,957</u> | <u>\$ 1,400,000</u> |

This information is an integral part of the accompanying financial statements.

SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO SAN MIGUEL COUNTY
MAJOR ENTERPRISE FUND - RIBERA HOUSING -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (GAAP BUDGETARY BASIS)
 June 30, 2011

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------|------------------|-------|----------------------------------------|------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Service fees | \$ - | \$ - | \$ - | \$ - |
| Miscellaneous | - | - | - | - |
| | | | | |
| Total revenues | - | - | - | - |
| EXPENSES, current | | | | |
| Personal services and employee benefits | - | - | - | - |
| Contractual service | - | - | - | - |
| Other costs | - | - | - | - |
| | | | | |
| Total expenses before depreciation | - | - | - | \$ - |
| | | | | |
| DEPRECIATION NOT BUDGETED | - | - | 20,590 | |
| | | | | |
| TOTAL EXPENSES | \$ - | \$ - | 20,590 | |
| | | | | |
| CHANGE IN NET ASSETS | | | \$ (20,590) | |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING BALANCE SHEET - BY FUND TYPE -
NON-MAJOR GOVERNMENTAL FUNDS
June 30, 2011

| | <u>Special Revenue Funds</u> | <u>Capital Projects Funds</u> | <u>Debt Service Funds</u> | <u>Total</u> |
|------------------------------------------------|--------------------------------------|---------------------------------------|-----------------------------------|---------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 1,350,373 | \$ 94,458 | \$ 156,772 | \$ 1,601,603 |
| Restricted cash | - | 76,635 | 52 | 76,687 |
| Property taxes receivable | - | - | - | - |
| Accounts receivable | 272,958 | 28,678 | 38,106 | 339,742 |
| Federal receivable | 64,280 | 413,609 | - | 477,889 |
| Prepaid items | 47,499 | - | 368,473 | 415,972 |
| Other assets | 25,028 | - | - | 25,028 |
| Due from other funds | - | - | - | - |
| TOTAL ASSETS | <u>\$ 1,760,138</u> | <u>\$ 613,380</u> | <u>\$ 563,403</u> | <u>\$ 2,936,921</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| LIABILITIES | | | | |
| Accounts payable | \$ 75,858 | \$ 249,413 | \$ - | \$ 325,271 |
| Accrued payroll | 23,349 | - | - | 23,349 |
| Deferred revenue | 139,400 | - | - | 139,400 |
| Debt Service Reserve | - | - | 62,331 | 62,331 |
| Due to other funds | 151,418 | 243,288 | - | 394,706 |
| Total liabilities | 390,025 | 492,701 | 62,331 | 945,057 |
| FUND BALANCE | | | | |
| Nonspendable | 47,499 | - | 368,473 | 415,972 |
| Restricted | 1,238,840 | 120,679 | 132,599 | 1,492,118 |
| Committed | 94,636 | - | - | 94,636 |
| Assigned | - | - | - | - |
| Unassigned | (10,862) | - | - | (10,862) |
| Total fund balances | <u>1,370,113</u> | <u>120,679</u> | <u>501,072</u> | <u>1,991,864</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 1,760,138</u> | <u>\$ 613,380</u> | <u>\$ 563,403</u> | <u>\$ 2,936,921</u> |

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, 2011

| | Special Revenue Funds | Capital Projects Funds | Debt Service Funds | Total |
|------------------------------------|--------------------------------------|---------------------------------------|-----------------------------------|------------------|
| REVENUES | | | | |
| Intergovernmental: | | | | |
| Operating grants and contributions | \$ 601,075 | \$ - | \$ - | \$ 601,075 |
| Capital grants and contributions | 720,307 | - | - | 720,307 |
| Federal grants | 1,421,216 | 1,040,321 | - | 2,461,537 |
| Taxes: | | | | |
| Property | - | - | - | - |
| Sales | 737,934 | - | 911,514 | 1,649,448 |
| Motor vehicle | 301,273 | - | - | 301,273 |
| Gas | 171,078 | - | - | 171,078 |
| Cigarette | - | - | - | - |
| Lodgers | 33,749 | - | - | 33,749 |
| Licenses and fees | 701,694 | - | - | 701,694 |
| Investment income | 880 | 5 | 1,745 | 2,630 |
| Miscellaneous | 31,263 | 3,652 | - | 34,915 |
| | <u>4,720,469</u> | <u>1,043,978</u> | <u>913,259</u> | <u>6,677,706</u> |
| Total revenues | | | | |
| EXPENDITURES | | | | |
| Current: | | | | |
| General government | 473,916 | 39,081 | - | 512,997 |
| Public works | 1,717,203 | 342,981 | - | 2,060,184 |
| Public safety | 279,137 | - | - | 279,137 |
| Health and welfare | 1,394,759 | - | - | 1,394,759 |
| Culture and recreation | 21,190 | - | - | 21,190 |
| Conservation | 578 | 3,196 | - | 3,774 |
| Urban redevelopment | 38,958 | - | - | 38,958 |
| Capital outlay | 917,508 | 1,025,499 | - | 1,943,007 |
| Debt service: | | | | |
| Principal payments | 2,651 | - | 235,000 | 237,651 |
| Interest payments | - | - | 231,646 | 231,646 |
| | <u>4,845,900</u> | <u>1,410,757</u> | <u>466,646</u> | <u>6,723,303</u> |
| Total expenditures | | | | |

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, 2011

| | Special Revenue Funds | Capital Project Funds | Debt Service Project Funds | Total |
|--------------------------------------------------------------------------|--------------------------------------|--------------------------------------|-------------------------------------------|---------------------|
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | (125,431) | (366,779) | 446,613 | (45,597) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 705,435 | 368,358 | 396,647 | 1,470,440 |
| Transfers out | (83,875) | (70,354) | (939,291) | (1,093,520) |
| Issuance of debt | 81,200 | 28,678 | - | 109,878 |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>702,760</u> | <u>326,682</u> | <u>(542,644)</u> | <u>486,798</u> |
| NET CHANGES IN FUND BALANCE | 577,329 | (40,097) | (96,031) | 441,201 |
| FUND BALANCE, BEGINNING | <u>792,784</u> | <u>160,776</u> | <u>597,103</u> | <u>1,550,663</u> |
| FUND BALANCE, ENDING | <u>\$ 1,370,113</u> | <u>\$ 120,679</u> | <u>\$ 501,072</u> | <u>\$ 1,991,864</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
June 30, 2011

| | <u>Road</u> | <u>Solid Waste</u> | <u>SMC Health Facility</u> | <u>Forest Reserve Title III</u> | <u>Farm and Range</u> |
|--------------------------------------------|-------------------|--------------------|----------------------------|---------------------------------|-----------------------|
| ASSETS | | | | | |
| Cash and investments | \$ 182,093 | \$ 34,142 | \$ - | \$ 12,572 | \$ 17,283 |
| Restricted cash | - | - | - | - | - |
| Property taxes receivable | - | - | - | - | - |
| Accounts receivable | 37,368 | 102,501 | - | - | - |
| Federal receivable | - | - | - | - | - |
| Prepaid items | - | 46,459 | - | - | - |
| Other asset | - | - | - | - | - |
| Due from other funds | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 219,461</u> | <u>\$ 183,102</u> | <u>\$ -</u> | <u>\$ 12,572</u> | <u>\$ 17,283</u> |
| LIABILITIES | | | | | |
| Accounts payable | \$ 10,925 | \$ 34,403 | \$ - | \$ - | \$ - |
| Accrued payroll | 5,458 | 7,604 | - | - | - |
| Deferred revenue | - | - | - | - | - |
| Debt service reserve | - | - | - | - | - |
| Due to other funds | - | - | 687 | - | - |
| Total liabilities | 16,383 | 42,007 | 687 | - | - |
| FUND BALANCES | | | | | |
| Nonspendable | - | 46,459 | - | - | - |
| Restricted | 203,078 | - | - | 12,572 | 17,283 |
| Committed | - | 94,636 | - | - | - |
| Assigned | - | - | - | - | - |
| Unassigned | - | - | (687) | - | - |
| Total fund balance | <u>203,078</u> | <u>141,095</u> | <u>(687)</u> | <u>12,572</u> | <u>17,283</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 219,461</u> | <u>\$ 183,102</u> | <u>\$ -</u> | <u>\$ 12,572</u> | <u>\$ 17,283</u> |

SPECIAL REVENUE FUNDS

| DWI Allocation | DWI Grant | Underage Drinking | Community DWI Program | DWI Offenders Fee | Education and Enforcement | Child Restraint | WIPP |
|-----------------------|------------------|--------------------------|------------------------------|--------------------------|----------------------------------|------------------------|------------------|
| \$ 17,356 | \$ - | \$ - | \$ - | \$ 5,752 | \$ 60 | \$ 121 | \$ 11,308 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | 29,158 | 5,231 | 13,665 | - | - | 2,626 | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>\$ 17,356</u> | <u>\$ 29,158</u> | <u>\$ 5,231</u> | <u>\$ 13,665</u> | <u>\$ 5,752</u> | <u>\$ 60</u> | <u>\$ 2,747</u> | <u>\$ 11,308</u> |
| \$ 413 | \$ 67 | \$ - | \$ 156 | \$ - | \$ - | \$ - | \$ - |
| 2,600 | 437 | - | 460 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | 28,654 | 5,231 | 13,049 | - | - | - | - |
| 3,013 | 29,158 | 5,231 | 13,665 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 14,343 | - | - | - | 5,752 | 60 | 2,747 | 11,308 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>14,343</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>5,752</u> | <u>60</u> | <u>2,747</u> | <u>11,308</u> |
| <u>\$ 17,356</u> | <u>\$ 29,158</u> | <u>\$ 5,231</u> | <u>\$ 13,665</u> | <u>\$ 5,752</u> | <u>\$ 60</u> | <u>\$ 2,747</u> | <u>\$ 11,308</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2011

| | <u>Recording Equipment</u> | <u>Recreation</u> | <u>Legislative Appropriations</u> | <u>Lodger's Tax</u> | <u>Indigent</u> |
|------------------------------------------------|--------------------------------|-------------------|---------------------------------------|-------------------------|-------------------|
| ASSETS | | | | | |
| Cash and investments | \$ 100 | \$ 735 | \$ - | \$ 37,752 | \$ 91,143 |
| Restricted cash | - | - | - | - | - |
| Property taxes receivable | - | - | - | - | - |
| Accounts receivable | - | - | - | 6,288 | 57,165 |
| Federal receivable | - | - | - | - | - |
| Prepaid items | - | - | - | - | - |
| Other asset | - | - | - | - | - |
| Due from other funds | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 100</u> | <u>\$ 735</u> | <u>\$ -</u> | <u>\$ 44,040</u> | <u>\$ 148,308</u> |
| LIABILITIES | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 1,982 | \$ - |
| Accrued payroll | - | - | - | - | - |
| Deferred revenue | - | - | - | - | - |
| Debt service reserve | - | - | - | - | - |
| Due to other funds | - | - | 10,175 | - | 63,580 |
| Total liabilities | - | - | 10,175 | 1,982 | 63,580 |
| FUND BALANCES | | | | | |
| Nonspendable | - | - | - | - | - |
| Restricted | 100 | 735 | - | 42,058 | 84,728 |
| Committed | - | - | - | - | - |
| Assigned | - | - | - | - | - |
| Unassigned | - | - | (10,175) | - | - |
| Total fund balance | <u>100</u> | <u>735</u> | <u>(10,175)</u> | <u>42,058</u> | <u>84,728</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 100</u> | <u>\$ 735</u> | <u>\$ -</u> | <u>\$ 44,040</u> | <u>\$ 148,308</u> |

SPECIAL REVENUE FUNDS (CONTINUED)

| Reappraisal | San Jose Community Center | Emergency Medical Services | Law Enforcement | Ambulance/ Medical Service Fund | Section 8 Housing | Professional Development | CDBG 2006 |
|--------------------|------------------------------------------|-------------------------------------------|----------------------------|------------------------------------------------|------------------------------|-------------------------------------|----------------------|
| \$ 151,115 | \$ 1,667 | \$ 33,807 | \$ - | \$ 386,417 | \$ 178,516 | \$ 68,958 | \$ 31,042 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | 3,610 |
| - | - | - | 25,028 | - | - | 1,040 | - |
| - | - | - | - | - | - | - | - |
| <u>\$ 151,115</u> | <u>\$ 1,667</u> | <u>\$ 33,807</u> | <u>\$ 25,028</u> | <u>\$ 386,417</u> | <u>\$ 178,516</u> | <u>\$ 69,998</u> | <u>\$ 34,652</u> |
| \$ 194 | \$ - | \$ 248 | \$ - | \$ - | \$ 474 | \$ 122 | \$ - |
| 4,462 | - | - | - | - | 1,097 | - | - |
| - | - | - | - | - | 139,400 | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 20,903 | - | - | - | - |
| 4,656 | - | 248 | 20,903 | - | 140,971 | 122 | - |
| - | - | - | - | - | - | 1,040 | - |
| 146,459 | 1,667 | 33,559 | 4,125 | 386,417 | 37,545 | 68,836 | 34,652 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>146,459</u> | <u>1,667</u> | <u>33,559</u> | <u>4,125</u> | <u>386,417</u> | <u>37,545</u> | <u>69,876</u> | <u>34,652</u> |
| <u>\$ 151,115</u> | <u>\$ 1,667</u> | <u>\$ 33,807</u> | <u>\$ 25,028</u> | <u>\$ 386,417</u> | <u>\$ 178,516</u> | <u>\$ 69,998</u> | <u>\$ 34,652</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
 June 30, 2011

| | SPECIAL REVENUE FUNDS - continued | | | |
|------------------------------------------------|-----------------------------------------------|----------------------------------------------------|----------------------------------------|--------------------------------------|
| | Office of Emergency Management | Road Projects Special Appropriation | ARRA Justice Assistance | Total Special Revenue |
| ASSETS | | | | |
| Cash and investments | \$ - | 88,434 | \$ - | \$ 1,350,373 |
| Restricted cash | - | - | - | - |
| Property taxes receivable | - | - | - | - |
| Accounts receivable | 18,956 | - | - | 272,958 |
| Federal receivable | 23,195 | 37,475 | - | 64,280 |
| Prepaid items | - | - | - | 47,499 |
| Other asset | - | - | - | 25,028 |
| Due from other funds | - | - | - | - |
| TOTAL ASSETS | \$ 42,151 | \$ 125,909 | \$ - | \$ 1,760,138 |
| LIABILITIES | | | | |
| Accounts payable | \$ 281 | \$ 26,593 | \$ - | \$ 75,858 |
| Accrued payroll | 1,231 | - | - | 23,349 |
| Deferred revenue | - | - | - | 139,400 |
| Debt service reserve | - | - | - | - |
| Due to other funds | 9,139 | - | - | 151,418 |
| Total liabilities | 10,651 | 26,593 | - | 390,025 |
| FUND BALANCES | | | | |
| Nonspendable | - | - | - | 47,499 |
| Restricted | 31,500 | 99,316 | - | 1,238,840 |
| Committed | - | - | - | 94,636 |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | (10,862) |
| Total fund balance | <u>31,500</u> | <u>99,316</u> | <u>-</u> | <u>1,370,113</u> |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 42,151 | \$ 125,909 | \$ - | \$ 1,760,138 |

CAPITAL PROJECTS FUNDS

| Road and Health Projects | Dentention Center Capital Outlay | Courthouse Remodeling | Crusher Facility and Equipment | ARRA Waste Water Loan | ARRA Waste Water | ARRA Cinder Road | ARRA Clean Diesel |
|---------------------------------|-----------------------------------------|------------------------------|---------------------------------------|------------------------------|-------------------------|-------------------------|--------------------------|
| \$ 17,264 | \$ 25,454 | \$ 51,739 | \$ - | \$ - | \$ 1 | \$ - | \$ - |
| - | - | 5 | 76,630 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | 28,678 | - | - | - |
| - | - | - | - | - | 64,406 | 349,203 | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>\$ 17,264</u> | <u>\$ 25,454</u> | <u>\$ 51,744</u> | <u>\$ 76,630</u> | <u>\$ 28,678</u> | <u>\$ 64,407</u> | <u>\$ 349,203</u> | <u>\$ -</u> |
| \$ - | \$ - | \$ - | \$ 4,325 | \$ 12,038 | \$ 64,407 | \$ 168,643 | \$ - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 46,088 | 16,640 | - | 180,560 | - |
| - | - | - | 50,413 | 28,678 | 64,407 | 349,203 | - |
| - | - | - | - | - | - | - | - |
| 17,264 | 25,454 | 51,744 | 26,217 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>17,264</u> | <u>25,454</u> | <u>51,744</u> | <u>26,217</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 17,264</u> | <u>\$ 25,454</u> | <u>\$ 51,744</u> | <u>\$ 76,630</u> | <u>\$ 28,678</u> | <u>\$ 64,407</u> | <u>\$ 349,203</u> | <u>\$ -</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
 June 30, 2011

| | <u>Total Capital Projects Funds</u> | <u>DEBT SERVICE FUNDS</u> | | |
|------------------------------------------------|---------------------------------------------|---------------------------------|-----------------------------------------|-----------------------------------------|
| | | <u>SMC Debt Service</u> | <u>1997 Series B Bond Issue</u> | <u>1998 Series A Bond Issue</u> |
| ASSETS | | | | |
| Cash and investments | \$ 94,458 | \$ 92,773 | \$ - | \$ 21,053 |
| Restricted cash | 76,635 | 52 | - | - |
| Property taxes receivable | - | - | - | - |
| Accounts receivable | 28,678 | 38,106 | - | - |
| Federal receivable | 413,609 | - | - | - |
| Prepaid items | - | - | - | - |
| Other asset | - | - | - | - |
| Due from other funds | - | - | - | - |
| TOTAL ASSETS | <u>\$ 613,380</u> | <u>\$ 130,931</u> | <u>\$ -</u> | <u>\$ 21,053</u> |
| LIABILITIES | | | | |
| Accounts payable | \$ 249,413 | \$ - | \$ - | \$ - |
| Accrued payroll | - | - | - | - |
| Deferred revenue | - | - | - | - |
| Debt service reserve | - | - | - | 21,053 |
| Due to other funds | 243,288 | - | - | - |
| Total liabilities | 492,701 | - | - | 21,053 |
| FUND BALANCES | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 120,679 | 130,931 | - | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| Total fund balance | <u>120,679</u> | <u>130,931</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 613,380</u> | <u>\$ 130,931</u> | <u>\$ -</u> | <u>\$ 21,053</u> |

| 1998 Series B Bond Issue | 1997A & 2007 Series Bond Issue | Total Debt Service Funds | Total Non-major Governmental Funds |
|-----------------------------------------|---------------------------------------------------|-----------------------------------------|---------------------------------------------------|
| \$ 41,278 | \$ 1,668 | \$ 156,772 | \$ 1,601,603 |
| - | - | 52 | 76,687 |
| - | - | - | - |
| - | - | 38,106 | 339,742 |
| - | - | - | 477,889 |
| - | 368,473 | 368,473 | 415,972 |
| - | - | - | 25,028 |
| - | - | - | - |
| <u>\$ 41,278</u> | <u>\$ 370,141</u> | <u>\$ 563,403</u> | <u>\$ 2,936,921</u> |
| \$ - | \$ - | \$ - | \$ 325,271 |
| - | - | - | 23,349 |
| - | - | - | 139,400 |
| 41,278 | - | 62,331 | 62,331 |
| - | - | - | 394,706 |
| 41,278 | - | 62,331 | 945,057 |
| - | 368,473 | 368,473 | 415,972 |
| - | 1,668 | 132,599 | 1,492,118 |
| - | - | - | 94,636 |
| - | - | - | - |
| - | - | - | (10,862) |
| - | 370,141 | 501,072 | 1,991,864 |
| <u>\$ 41,278</u> | <u>\$ 370,141</u> | <u>\$ 563,403</u> | <u>\$ 2,936,921</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

| | <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> | <u>DWI Grant</u> |
|------------------------------------------------------------------|-------------------|--------------------|----------------------------|---------------------------------|-----------------------|-----------------------|------------------|
| REVENUES | | | | | | | |
| Intergovernmental: | | | | | | | |
| Operating grants and contributions | \$ 209,454 | \$ - | \$ - | \$ 34,498 | \$ 4,294 | \$ 190,073 | \$ 53,617 |
| Capital grants and contributions | - | - | - | 25,224 | - | - | - |
| Federal grants | - | - | - | - | - | - | - |
| Taxes: | | | | | | | |
| Property | - | - | - | - | - | - | - |
| Sales | - | 63,898 | - | - | - | - | - |
| Motor vehicle | 301,273 | - | - | - | - | - | - |
| Gas | 171,078 | - | - | - | - | - | - |
| Cigarette | - | - | - | - | - | - | - |
| Lodgers | - | - | - | - | - | - | - |
| Licenses and fees | - | 588,175 | - | - | - | - | - |
| Interest income | - | - | - | - | - | - | - |
| Miscellaneous | 4,558 | 50 | - | - | - | - | - |
| Total revenues | <u>686,363</u> | <u>652,123</u> | <u>-</u> | <u>59,722</u> | <u>4,294</u> | <u>190,073</u> | <u>53,617</u> |
| EXPENDITURES | | | | | | | |
| Current: | | | | | | | |
| General government | 18,892 | 693 | - | 35,389 | - | - | - |
| Public works | 763,873 | 952,734 | - | - | - | - | - |
| Public safety | - | - | - | - | - | 164,176 | 51,089 |
| Health and welfare | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | 21,190 | - | - | - |
| Conservation | - | - | - | - | 578 | - | - |
| Urban redevelopment | - | - | - | - | - | - | - |
| Capital outlay | 11,652 | 2,858 | - | - | - | - | - |
| Debt service: | | | | | | | |
| Principal payments | 2,651 | - | - | - | - | - | - |
| Interest payments | - | - | - | - | - | - | - |
| Total expenditures | <u>797,068</u> | <u>956,285</u> | <u>-</u> | <u>56,579</u> | <u>578</u> | <u>164,176</u> | <u>51,089</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | (110,705) | (304,162) | - | 3,143 | 3,716 | 25,897 | 2,528 |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | 173,905 | 260,491 | - | 3,820 | - | - | - |
| Transfers out | - | - | - | (33,875) | - | - | - |
| Issuance of debt | - | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>173,905</u> | <u>260,491</u> | <u>-</u> | <u>(30,055)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGES IN FUND BALANCE | 63,200 | (43,671) | - | (26,912) | 3,716 | 25,897 | 2,528 |
| FUND BALANCE, BEGINNING | <u>139,878</u> | <u>184,766</u> | <u>(687)</u> | <u>39,484</u> | <u>13,567</u> | <u>(11,554)</u> | <u>(2,528)</u> |
| FUND BALANCE, ENDING | <u>\$ 203,078</u> | <u>\$ 141,095</u> | <u>\$ (687)</u> | <u>\$ 12,572</u> | <u>\$ 17,283</u> | <u>\$ 14,343</u> | <u>\$ -</u> |

SPECIAL REVENUE FUNDS

| <u>Underage Drinking</u> | <u>Community DWI Program</u> | <u>DWI Offenders Fee</u> | <u>Education and Enforcement</u> | <u>Child Restraint</u> | <u>WIPP</u> | <u>Recording Equipment</u> | <u>Recreation</u> | <u>Legislative Appropriations</u> |
|--------------------------|--------------------------------------|----------------------------------|------------------------------------------|----------------------------|-------------|--------------------------------|-------------------|---------------------------------------|
| \$ - | \$ 31,987 | \$ - | \$ - | \$ 8,555 | \$ - | \$ - | \$ - | \$ - |
| 7,570 | - | - | - | - | - | - | - | - |
| - | - | - | - | - | 7,000 | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | 10,371 | - | - | - | 15,847 | 70 | - |
| - | - | - | - | - | - | - | - | - |
| - | - | 473 | - | - | - | - | - | - |
| 7,570 | 31,987 | 10,844 | - | 8,555 | 7,000 | 15,847 | 70 | - |
| - | - | - | - | - | - | 17,062 | - | - |
| - | - | - | - | - | 596 | - | - | - |
| 2,339 | 14,209 | 21,159 | - | 5,109 | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| 2,339 | 14,209 | 21,159 | - | 5,109 | 596 | 17,062 | - | - |
| 5,231 | 17,778 | (10,315) | - | 3,446 | 6,404 | (1,215) | 70 | - |
| - | - | - | - | 1,686 | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | 1,686 | - | - | - | - |
| 5,231 | 17,778 | (10,315) | - | 5,132 | 6,404 | (1,215) | 70 | - |
| (5,231) | (17,778) | 16,067 | 60 | (2,385) | 4,904 | 1,315 | 665 | (10,175) |
| \$ - | \$ - | \$ 5,752 | \$ 60 | \$ 2,747 | \$ 11,308 | \$ 100 | \$ 735 | \$ (10,175) |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2011

| | Lodger's Tax | Indigent | Reappraisal | San Jose Community Center | Emergency Medical Services | Law Enforcement | Ambulance/ Medical Service Fund |
|----------------------------------------------------------------------|-----------------|-----------|-------------|---------------------------------|----------------------------------|--------------------|---------------------------------------|
| REVENUES | | | | | | | |
| Intergovernmental: | | | | | | | |
| Operating grants and contributions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 24,200 | \$ - |
| Capital grants and contributions | - | - | - | - | 26,633 | - | - |
| Federal grants | - | - | - | - | - | 19,311 | - |
| Taxes: | | | | | | | |
| Property | - | - | - | - | - | - | - |
| Sales | - | 674,036 | - | - | - | - | - |
| Motor vehicle | - | - | - | - | - | - | - |
| Gas | - | - | - | - | - | - | - |
| Cigarette | - | - | - | - | - | - | - |
| Lodgers | 33,749 | - | - | - | - | - | - |
| Licenses and fees | - | - | 87,231 | - | - | - | - |
| Interest income | 300 | 553 | - | 8 | - | 19 | - |
| Miscellaneous | 3,604 | - | - | - | - | - | - |
| Total revenues | 37,653 | 674,589 | 87,231 | 8 | 26,633 | 43,530 | - |
| EXPENDITURES | | | | | | | |
| Current: | | | | | | | |
| General government | 37,461 | - | 20,730 | - | - | 48,851 | - |
| Public works | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | 21,056 | - | - |
| Health and welfare | - | 653,018 | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Conservation | - | - | - | - | - | - | - |
| Urban redevelopment | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | 10,059 | 81,850 | - |
| Debt service: | | | | | | | |
| Principal payments | - | - | - | - | - | - | - |
| Interest payments | - | - | - | - | - | - | - |
| Total expenditures | 37,461 | 653,018 | 20,730 | - | 31,115 | 130,701 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | 192 | 21,571 | 66,501 | 8 | (4,482) | (87,171) | - |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | - | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - | - |
| Issuance of debt | - | - | - | - | - | 81,200 | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | 81,200 | - |
| NET CHANGES IN FUND BALANCE | 192 | 21,571 | 66,501 | 8 | (4,482) | (5,971) | - |
| FUND BALANCE, BEGINNING | 41,866 | 63,157 | 79,958 | 1,659 | 38,041 | 10,096 | 386,417 |
| FUND BALANCE, ENDING | \$ 42,058 | \$ 84,728 | \$ 146,459 | \$ 1,667 | \$ 33,559 | \$ 4,125 | \$ 386,417 |

| SPECIAL REVENUE FUNDS - continued | | | | | | | CAPITAL PROJECT FUNDS | |
|-----------------------------------|--------------------------|-----------|--------------------------------|-------------------------------------|-------------------------|-----------------------|--------------------------|---------------------------------|
| Section 8 Housing | Professional Development | CDBG 2006 | Office of Emergency Management | Road Projects Special Appropriation | ARRA Justice Assistance | Total Special Revenue | Road and Health Projects | Detention Center Capital Outlay |
| \$ - | \$ - | \$ - | \$ 44,397 | \$ - | \$ - | \$ 601,075 | \$ - | \$ - |
| - | - | - | - | 660,880 | - | 720,307 | - | - |
| 864,997 | - | 304,019 | 154,632 | 69,301 | 1,956 | 1,421,216 | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 737,934 | - | - |
| - | - | - | - | - | - | 301,273 | - | - |
| - | - | - | - | - | - | 171,078 | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 33,749 | - | - |
| - | - | - | - | - | - | 701,694 | - | - |
| - | - | - | - | - | - | 880 | - | - |
| - | 22,578 | - | - | - | - | 31,263 | - | - |
| 864,997 | 22,578 | 304,019 | 199,029 | 730,181 | 1,956 | 4,720,469 | - | - |
| 119,959 | 17,959 | - | 154,963 | - | 1,957 | 473,916 | - | - |
| - | - | - | - | - | - | 1,717,203 | - | - |
| - | - | - | - | - | - | 279,137 | - | - |
| 741,741 | - | - | - | - | - | 1,394,759 | - | - |
| - | - | - | - | - | - | 21,190 | - | - |
| - | - | - | - | - | - | 578 | - | - |
| - | - | 38,958 | - | - | - | 38,958 | - | - |
| - | - | 280,409 | 66,421 | 464,259 | - | 917,508 | - | - |
| - | - | - | - | - | - | 2,651 | - | - |
| - | - | - | - | - | - | - | - | - |
| 861,700 | 17,959 | 319,367 | 221,384 | 464,259 | 1,957 | 4,845,900 | - | - |
| 3,297 | 4,619 | (15,348) | (22,355) | 265,922 | (1) | (125,431) | - | - |
| - | - | 100,000 | 61,700 | 103,833 | - | 705,435 | - | - |
| - | - | (50,000) | - | - | - | (83,875) | (70,354) | - |
| - | - | - | - | - | - | 81,200 | - | - |
| - | - | 50,000 | 61,700 | 103,833 | - | 702,760 | (70,354) | - |
| 3,297 | 4,619 | 34,652 | 39,345 | 369,755 | (1) | 577,329 | (70,354) | - |
| 34,248 | 65,257 | - | (7,845) | (270,439) | 1 | 792,784 | 87,618 | 25,454 |
| \$ 37,545 | \$ 69,876 | \$ 34,652 | \$ 31,500 | \$ 99,316 | \$ - | \$ 1,370,113 | \$ 17,264 | \$ 25,454 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2011

| | CAPITAL PROJECTS FUNDS | | | | | | Total Capital Projects Funds |
|----------------------------------------------------------------------|----------------------------------|-----------------------------------------------|--------------------------------------|---------------------------------|---------------------------------|----------------------------------|---------------------------------------------|
| | Courthouse Remodeling | Crusher Facility and Equipment | ARRA Waste Water Loan | ARRA Waste Water | ARRA Cinder Road | ARRA Clean Diesel | |
| REVENUES | | | | | | | |
| Intergovernmental: | | | | | | | |
| Operating grants and contributions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Capital grants and contributions | - | - | - | - | - | - | - |
| Federal grants | - | - | - | 245,384 | 410,893 | 384,044 | 1,040,321 |
| Taxes: | | | | | | | |
| Property | - | - | - | - | - | - | - |
| Sales | - | - | - | - | - | - | - |
| Motor vehicle | - | - | - | - | - | - | - |
| Gas | - | - | - | - | - | - | - |
| Cigarette | - | - | - | - | - | - | - |
| Lodgers | - | - | - | - | - | - | - |
| Licenses and fees | - | - | - | - | - | - | - |
| Interest income | - | 5 | - | - | - | - | 5 |
| Miscellaneous | - | - | - | - | - | 3,652 | 3,652 |
| Total revenues | - | 5 | - | 245,384 | 410,893 | 387,696 | 1,043,978 |
| EXPENDITURES | | | | | | | |
| Current: | | | | | | | |
| General government | - | - | 4,284 | 24,750 | - | 10,047 | 39,081 |
| Public works | - | 342,981 | - | - | - | - | 342,981 |
| Public safety | - | - | - | - | - | - | - |
| Health and welfare | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Conservation | 3,196 | - | - | - | - | - | 3,196 |
| Urban redevelopment | - | - | - | - | - | - | - |
| Capital outlay | 20,457 | - | 24,394 | 192,105 | 410,893 | 377,650 | 1,025,499 |
| Debt service: | | | | | | | |
| Principal payments | - | - | - | - | - | - | - |
| Interest payments | - | - | - | - | - | - | - |
| Total expenditures | 23,653 | 342,981 | 28,678 | 216,855 | 410,893 | 387,697 | 1,410,757 |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | (23,653) | (342,976) | (28,678) | 28,529 | - | (1) | (366,779) |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | - | 368,358 | - | - | - | - | 368,358 |
| Transfers out | - | - | - | - | - | - | (70,354) |
| Issuance of debt | - | - | 28,678 | - | - | - | 28,678 |
| TOTAL OTHER FINANCING SOURCES (USES) | - | 368,358 | 28,678 | - | - | - | 326,682 |
| NET CHANGES IN FUND BALANCE | (23,653) | 25,382 | - | 28,529 | - | (1) | (40,097) |
| FUND BALANCE, BEGINNING | 75,397 | 835 | - | (28,529) | - | 1 | 160,776 |
| FUND BALANCE, ENDING | \$ 51,744 | \$ 26,217 | \$ - | \$ - | \$ - | \$ - | \$ 120,679 |

| DEBT SERVICE FUNDS | | | | | | | Total Non-major Governmental Funds |
|------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------------|--------------------------------|--------------|------------------------------------------|
| SMC Debt Service | 1997 Series B Bond Issue | 1998 Series A Bond Issue | 1998 Series B Bond Issue | 1997A & 2007 Series Bond Issue | Total Debt Service Funds | | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 601,075 | |
| - | - | - | - | - | - | 720,307 | |
| - | - | - | - | - | - | 2,461,537 | |
| - | - | - | - | - | - | - | |
| 911,514 | - | - | - | - | 911,514 | 1,649,448 | |
| - | - | - | - | - | - | 301,273 | |
| - | - | - | - | - | - | 171,078 | |
| - | - | - | - | - | - | - | |
| - | - | - | - | - | - | 33,749 | |
| - | - | - | - | - | - | 701,694 | |
| 1,745 | - | - | - | - | 1,745 | 2,630 | |
| - | - | - | - | - | - | 34,915 | |
| 913,259 | - | - | - | - | 913,259 | 6,677,706 | |
| - | - | - | - | - | - | 512,997 | |
| - | - | - | - | - | - | 2,060,184 | |
| - | - | - | - | - | - | 279,137 | |
| - | - | - | - | - | - | 1,394,759 | |
| - | - | - | - | - | - | 21,190 | |
| - | - | - | - | - | - | 3,774 | |
| - | - | - | - | - | - | 38,958 | |
| - | - | - | - | - | - | 1,943,007 | |
| - | - | - | - | 235,000 | 235,000 | 237,651 | |
| - | - | - | - | 231,646 | 231,646 | 231,646 | |
| - | - | - | - | 466,646 | 466,646 | 6,723,303 | |
| 913,259 | - | - | - | (466,646) | 446,613 | (45,597) | |
| - | - | - | - | 396,647 | 396,647 | 1,470,440 | |
| (939,291) | - | - | - | - | (939,291) | (1,093,520) | |
| - | - | - | - | - | - | 109,878 | |
| (939,291) | - | - | - | 396,647 | (542,644) | 486,798 | |
| (26,032) | - | - | - | (69,999) | (96,031) | 441,201 | |
| 156,963 | - | - | - | 440,140 | 597,103 | 1,550,663 | |
| \$ 130,931 | \$ - | \$ - | \$ - | \$ 370,141 | \$ 501,072 | \$ 1,991,864 | |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF REVENUES AND EXPENDITURES -
MAJOR DEBT SERVICE FUND -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | CAPITAL OUTLAY/INFRASTRUCTURE REVENUE BOND | | | |
|------------------------------------------------------------------|---------------------------------------------------|---------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ 900,000 | \$ 900,000 | \$ 896,707 | \$ (3,293) |
| Intergovernmental | - | - | - | - |
| Interest income | 2,500 | 1,800 | 1,206 | (594) |
| Miscellaneous | - | - | - | - |
| Total revenues | 902,500 | 901,800 | 897,913 | (3,887) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 123,193 | 117,729 | 71,414 | 46,315 |
| Principal and interest | - | - | - | - |
| Total expenditures | 123,193 | 117,729 | 71,414 | 46,315 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 218,340 | 218,340 | 220,193 | 1,853 |
| Operating transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>218,340</u> | <u>218,340</u> | <u>220,193</u> | <u>1,853</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>\$ 997,647</u> | <u>\$ 1,002,411</u> | <u>\$ 1,046,692</u> | <u>\$ 44,281</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ -</u> | <u>\$ -</u> | | |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF REVENUES AND EXPENDITURES -
MAJOR CAPITAL PROJECTS FUND -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | PUBLIC WORKS FACILITY | | | |
|--------------------------------------------------------------------------|------------------------------|--------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | 550,000 | 600,050 | 436,595 | (163,455) |
| Interest income | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Total revenues | 550,000 | 600,050 | 436,595 | (163,455) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 50,000 | 147,449 | 610,697 | (463,248) |
| Capital outlay | 566,527 | 519,078 | 483,560 | 35,518 |
| Principal and interest | - | - | - | - |
| Total expenditures | 616,527 | 666,527 | 1,094,257 | (427,730) |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | | | | |
| | - | - | - | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | \$ (66,527) | \$ (66,477) | \$ (657,662) | \$ (591,185) |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | \$ 66,527 | \$ 66,477 | | |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
TAX ROLL RECONCILIATION
Year Ended June 30, 2011**

| | |
|------------------------------------------------------------------------|----------------------|
| Property taxes receivable, beginning of year | \$ 4,992,824 |
| Changes to Tax Roll: | |
| Net taxes charged to Treasurer for fiscal year | (204,866) |
| Adjustments: | |
| Increases in taxes receivable | 13,521,734 |
| Charge off of taxes receivable | <u>(160,369)</u> |
| Total receivables prior to collections | 18,149,323 |
| Collections for fiscal year ended June 30, 2011 | <u>(12,715,269)</u> |
| Property taxes receivable, end of year | <u>\$ 5,434,054</u> |
| Property taxes receivable by years are as follows: | |
| 2001 | 233,245 |
| 2002 | 214,721 |
| 2003 | 254,260 |
| 2004 | 259,142 |
| 2005 | 215,505 |
| 2006 | 332,292 |
| 2007 | 355,372 |
| 2008 | 530,119 |
| 2009 | 930,400 |
| 2010 | <u>2,108,998</u> |
| Total taxes receivable | <u>\$ 5,434,054</u> |
| Collections during the fiscal year ended June 30, 2011 are as follows: | |
| Taxes | \$ 12,715,269 |
| Penalty and interest | <u>401,831</u> |
| Taxes charged to Treasurer at June 30, 2011 | <u>\$ 13,117,100</u> |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
TAX ROLL RECONCILIATION (CONTINUED)
Year Ended June 30, 2011**

| | |
|--------------------------------------------------------------|-----------------------------|
| Distributions made on fiscal year June 30, 2011 collections: | |
| San Miguel County | \$ 3,911,344 |
| East Las Vegas Schools | 3,392,389 |
| West Las Vegas Schools | 1,675,757 |
| Pecos School | 589,788 |
| Santa Rosa Consolidated Schools | 10,335 |
| Luna Community College | 949,688 |
| City of Las Vegas | 1,257,078 |
| Village of Pecos | 10,997 |
| Mesa | 1,614 |
| Guadalupe Soil and Water | 125 |
| Tiera y Montes Soil and Water | 406,675 |
| State of New Mexico | 759,028 |
| New Mexico Taxation and Revenue | <u>101,811</u> |
| TOTAL DISTRIBUTIONS | <u>\$ 13,066,629</u> |
| Undistributed taxes and interest at June 30, 2011 | <u>\$ 37,418</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.

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.

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).

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).

SPECIAL REVENUE FUNDS (CONTINUED)

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.

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.

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.

ARRA - Justice of Assistance Grant (JAG) – To account for federal funds received through the American Recovery and Reinvestment Act. Resolution 2010-03-02-F6 established this fund.

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, 2011

| | <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 | \$ 150,000 | \$ 155,000 | \$ 159,536 | \$ 4,536 |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>507,500</u> | <u>482,212</u> | <u>487,814</u> | <u>5,602</u> |
| Total revenues | 657,500 | 637,212 | 647,350 | 10,138 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 823,401 | 779,204 | 725,672 | 53,532 |
| Capital outlay | 10,000 | 14,026 | 13,464 | 562 |
| Principal and interest | <u>99,150</u> | <u>80,181</u> | <u>78,090</u> | <u>2,091</u> |
| Total expenditures | 932,551 | 873,411 | 817,226 | 56,185 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 195,510 | 173,905 | 173,905 | - |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>195,510</u> | <u>173,905</u> | <u>173,905</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ (79,541)</u> | <u>\$ (62,294)</u> | <u>\$ 4,029</u> | <u>\$ 66,323</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 79,541</u> | <u>\$ 62,294</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, 2011**

| | <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 | \$ 75,000 | \$ 70,000 | \$ 63,195 | \$ (6,805) |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>450,000</u> | <u>475,000</u> | <u>588,225</u> | <u>113,225</u> |
| Total revenues | 525,000 | 545,000 | 651,420 | 106,420 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 813,362 | 878,205 | 866,966 | 11,239 |
| Capital outlay | 17,500 | 5,777 | 4,647 | 1,130 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 830,862 | 883,982 | 871,613 | 12,369 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 222,910 | 260,491 | 260,491 | - |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>222,910</u> | <u>260,491</u> | <u>260,491</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ (82,952)</u> | <u>\$ (78,491)</u> | <u>\$ 40,298</u> | <u>\$ 118,789</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 82,952</u> | <u>\$ 78,491</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, 2011**

| | 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 - FOREST RESERVE TITLE III -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------------|------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>79,722</u> | <u>74,498</u> | <u>74,498</u> | <u>-</u> |
| Total revenues | 79,722 | 74,498 | 74,498 | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 51,810 | 60,337 | 58,070 | 2,267 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 51,810 | 60,337 | 58,070 | 2,267 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 4,000 | 4,000 | 3,820 | 180 |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>4,000</u> | <u>4,000</u> | <u>3,820</u> | <u>180</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ 31,912</u> | <u>\$ 18,161</u> | <u>\$ 20,249</u> | <u>\$ 2,088</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

**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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|--------------------|--------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>3,000</u> | <u>3,000</u> | <u>4,294</u> | <u>1,294</u> |
| Total revenues | 3,000 | 3,000 | 4,294 | 1,294 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 16,566 | 16,566 | 578 | 15,988 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 16,566 | 16,566 | 578 | 15,988 |
| 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>\$ (13,566)</u> | <u>\$ (13,566)</u> | <u>\$ 3,716</u> | <u>\$ 17,282</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ 13,566</u> | <u>\$ 13,566</u> | | |

**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, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|-------------------------|----------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>190,734</u> | <u>190,734</u> | <u>179,452</u> | <u>(11,282)</u> |
| Total revenues | 190,734 | 190,734 | 179,452 | (11,282) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | 190,734 | 190,734 | 170,454 | 20,280 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 190,734 | 190,734 | 170,454 | 20,280 |
| 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>\$ 8,998</u> | <u>\$ 8,998</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</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, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|-------------------------|------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>87,596</u> | <u>98,217</u> | <u>69,563</u> | <u>(28,654)</u> |
| Total revenues | 87,596 | 98,217 | 69,563 | (28,654) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 42,000 | 49,772 | 50,121 | (349) |
| Capital outlay | - | 2,849 | 2,500 | 349 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 42,000 | 52,621 | 52,621 | - |
| 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>\$ 45,596</u> | <u>\$ 45,596</u> | <u>\$ 16,942</u> | <u>\$ (28,654)</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

**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, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|-------------------------|-----------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>5,208</u> | <u>7,906</u> | <u>2,339</u> | <u>(5,567)</u> |
| Total revenues | 5,208 | 7,906 | 2,339 | (5,567) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | 2,675 | 2,339 | 336 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | - | 2,675 | 2,339 | 336 |
| 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>\$ 5,208</u> | <u>\$ 5,231</u> | <u>-</u> | <u>\$ (5,231)</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

**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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|------------------|------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>36,619</u> | <u>36,619</u> | <u>18,322</u> | <u>(18,297)</u> |
| Total revenues | 36,619 | 36,619 | 18,322 | (18,297) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 18,072 | 18,072 | 14,949 | 3,123 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 18,072 | 18,072 | 14,949 | 3,123 |
| 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>\$ 18,547</u> | <u>\$ 18,547</u> | <u>\$ 3,373</u> | <u>\$ (15,174)</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ -</u> | <u>\$ -</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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|--------------------|--------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>10,400</u> | <u>13,800</u> | <u>16,261</u> | <u>2,461</u> |
| Total revenues | 10,400 | 13,800 | 16,261 | 2,461 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 22,000 | 24,590 | 21,299 | 3,291 |
| Capital outlay | 773 | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 22,773 | 24,590 | 21,299 | 3,291 |
| 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>\$ (12,373)</u> | <u>\$ (10,790)</u> | <u>\$ (5,038)</u> | <u>\$ 5,752</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ 12,373</u> | <u>\$ 10,790</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, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------------|--------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total revenues | - | - | - | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | - | - | - | - |
| Principal and interest | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total expenditures | - | - | - | - |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| 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 - CHILD RESTRAINT -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | 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 - WIPP -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|--------------------|--------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Miscellaneous | <u>7,000</u> | <u>7,000</u> | <u>7,000</u> | <u>-</u> |
| Total revenues | 7,000 | 7,000 | 7,000 | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 10,808 | 10,808 | 10,000 | 808 |
| Capital outlay | 10,500 | 10,500 | - | 10,500 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 21,308 | 21,308 | 10,000 | 11,308 |
| 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>\$ (14,308)</u> | <u>\$ (14,308)</u> | <u>\$ (3,000)</u> | <u>\$ 11,308</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 14,308</u> | <u>\$ 14,308</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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------|-------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | 17,000 | 16,500 | 15,847 | (653) |
| Miscellaneous | - | - | - | - |
| Total revenues | 17,000 | 16,500 | 15,847 | (653) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 6,500 | 6,037 | 5,286 | 751 |
| Capital outlay | 11,814 | 11,777 | 11,776 | 1 |
| Principal and interest | - | - | - | - |
| Total expenditures | 18,314 | 17,814 | 17,062 | 752 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | | | | |
| | - | - | - | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ (1,314)</u> | <u>\$ (1,314)</u> | <u>\$ (1,215)</u> | <u>\$ 99</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 1,314</u> | <u>\$ 1,314</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, 2011**

| | <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 | \$ 100 | \$ 93 | \$ 93 | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total revenues | 100 | 93 | 93 | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 742 | 735 | - | 735 |
| Capital outlay | - | - | - | - |
| Principal and interest | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total expenditures | 742 | 735 | - | 735 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| TOTAL OTHER FINANCING SOURCES (USES) | <hr/> | <hr/> | <hr/> | <hr/> |
| | - | - | - | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ (642)</u> | <u>\$ (642)</u> | <u>\$ 93</u> | <u>\$ 735</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 642</u> | <u>\$ 642</u> | | |

**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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|------------------|-------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| 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 - LODGER'S TAX -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|--------------------|--------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ 26,800 | \$ 26,800 | \$ 36,759 | \$ 9,959 |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>300</u> | <u>300</u> | <u>3,783</u> | <u>3,483</u> |
| Total revenues | 27,100 | 27,100 | 40,542 | 13,442 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 44,760 | 44,760 | 38,460 | 6,300 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 44,760 | 44,760 | 38,460 | 6,300 |
| 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>\$ (17,660)</u> | <u>\$ (17,660)</u> | <u>\$ 2,082</u> | <u>\$ 19,742</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 17,660</u> | <u>\$ 17,660</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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|--------------------|--------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ 879,000 | \$ 903,000 | \$ 669,748 | \$ (233,252) |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>1,000</u> | <u>600</u> | <u>516</u> | <u>(84)</u> |
| Total revenues | 880,000 | 903,600 | 670,264 | (233,336) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 906,297 | 920,384 | 669,035 | 251,349 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 906,297 | 920,384 | 669,035 | 251,349 |
| 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>\$ (26,297)</u> | <u>\$ (16,784)</u> | <u>\$ 1,229</u> | <u>\$ 18,013</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 26,297</u> | <u>\$ 16,784</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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------|------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>70,000</u> | <u>70,000</u> | <u>70,000</u> | <u>-</u> |
| Total revenues | 70,000 | 70,000 | 70,000 | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 43,400 | 27,725 | 15,940 | 11,785 |
| Capital outlay | 30,000 | 30,000 | 323 | 29,677 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 73,400 | 57,725 | 16,263 | 41,462 |
| 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>\$ (3,400)</u> | <u>\$ 12,275</u> | <u>\$ 53,737</u> | <u>\$ 41,462</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ 3,400</u> | <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, 2011**

| | <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 | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | 9 | 9 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total revenues | - | - | 9 | 9 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | - | - | - | - |
| Principal and interest | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total expenditures | - | - | - | - |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 9</u> | <u>\$ 9</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, 2011

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance From</u> |
|---------------------------------|-------------------------|---------------|------------------------------------------------------|-------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> <u>(Budgetary</u> <u>Basis)</u> | <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u> |
| REVENUES (52000 - 53000) | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - |
| Interest income | - | - | - | - |
| Miscellaneous | <u>21,000</u> | <u>26,533</u> | <u>26,633</u> | <u>100</u> |
| Total revenues | 21,000 | 26,533 | 26,633 | 100 |
| EXPENDITURES - current | | | | |
| General EMS | | | | |
| Public Safety: | | | | |
| Operating | - | - | - | - |
| Capital outlay | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | - | - | - | - |
| Gallinas EMS (52100) | | | | |
| Public Safety: | | | | |
| Operating | - | - | - | - |
| Capital outlay | <u>15,735</u> | <u>18,735</u> | <u>447</u> | <u>18,288</u> |
| | 15,735 | 18,735 | 447 | 18,288 |
| Sapello/Rociada EMS (52200) | | | | |
| Public Safety: | | | | |
| Operating | 7,756 | 7,756 | 5,267 | 2,489 |
| Capital outlay | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | 7,756 | 7,756 | 5,267 | 2,489 |
| Conchas VFD (52300) | | | | |
| Public Safety: | | | | |
| Operating | - | 3,738 | 2,319 | 1,419 |
| Capital outlay | <u>19,562</u> | <u>15,039</u> | <u>10,060</u> | <u>4,979</u> |
| | 19,562 | 18,777 | 12,379 | 6,398 |
| Ilfeld VFD (52400) | | | | |
| Public Safety: | | | | |
| Operating | 2,900 | 6,560 | 6,095 | 465 |
| Capital outlay | <u>6,759</u> | <u>5,599</u> | <u>-</u> | <u>5,599</u> |
| | 9,659 | 12,159 | 6,095 | 6,064 |

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, 2011

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts (Budgetary Basis)</u> | <u>Variance From Final Budget Positive (Negative)</u> |
|------------------------------------------------------------------|-------------------------|--------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| EXPENDITURES - current | | | | |
| Cabo Lucero EMS (52700) | | | | |
| Public Safety: | | | | |
| Operating | 3,000 | 5,922 | 5,909 | 13 |
| Capital outlay | - | 211 | 211 | - |
| | <u>3,000</u> | <u>6,133</u> | <u>6,120</u> | <u>13</u> |
| | | | | |
| Sheridan EMS (528) | | | | |
| Public Safety: | | | | |
| Operating | - | - | - | - |
| Capital outlay | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | | |
| Bernall/Tecolote EMS (53000) | | | | |
| Public Safety: | | | | |
| Operating | 1,111 | 1,111 | 560 | 551 |
| Capital outlay | - | - | - | - |
| | <u>1,111</u> | <u>1,111</u> | <u>560</u> | <u>551</u> |
| | | | | |
| Total expenditures | <u>56,823</u> | <u>64,671</u> | <u>30,868</u> | <u>33,803</u> |
| 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>\$ (35,823)</u> | <u>\$ (38,138)</u> | <u>\$ (4,235)</u> | <u>\$ (33,903)</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 35,823</u> | <u>\$ 38,138</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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|--------------------|--------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>43,511</u> | <u>124,711</u> | <u>124,730</u> | <u>19</u> |
| Total revenues | 43,511 | 124,711 | 124,730 | 19 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | 6,456 | 7,350 | (894) |
| Capital outlay | 53,607 | 128,351 | 123,351 | 5,000 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 53,607 | 134,807 | 130,701 | 4,106 |
| 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>\$ (10,096)</u> | <u>\$ (10,096)</u> | <u>\$ (5,971)</u> | <u>\$ 4,125</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ 10,096</u> | <u>\$ 10,096</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, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------------|--------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total revenues | - | - | - | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | - | - | - | - |
| Principal and interest | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total expenditures | - | - | - | - |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| TOTAL OTHER FINANCING SOURCES (USES) | <hr/> | <hr/> | <hr/> | <hr/> |
| | - | - | - | - |
| 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 - SECTION 8 HOUSING -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|---------------------|---------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | 86,628 | 95,616 | 92,195 | (3,421) |
| Miscellaneous | <u>658,612</u> | <u>662,302</u> | <u>665,824</u> | <u>3,522</u> |
| Total revenues | 745,240 | 757,918 | 758,019 | 101 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 976,645 | 977,552 | 850,364 | 127,188 |
| Capital outlay | 34,175 | 33,268 | 13,063 | 20,205 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 1,010,820 | 1,010,820 | 863,427 | 147,393 |
| 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>\$ (265,580)</u> | <u>\$ (252,902)</u> | <u>\$ (105,408)</u> | <u>\$ 147,494</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 265,580</u> | <u>\$ 252,902</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, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------------|-------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>26,000</u> | <u>26,000</u> | <u>23,428</u> | <u>(2,572)</u> |
| Total revenues | 26,000 | 26,000 | 23,428 | (2,572) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 79,000 | 79,000 | 19,727 | 59,273 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 79,000 | 79,000 | 19,727 | 59,273 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 218,340 | 218,340 | 220,193 | (1,853) |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>218,340</u> | <u>218,340</u> | <u>220,193</u> | <u>(1,853)</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ 165,340</u> | <u>\$ 165,340</u> | <u>\$ 223,894</u> | <u>\$ 58,554</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|------------------|---------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | - | - |
| | | | | |
| Total revenues | - | - | - | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | 50,000 | - | 50,000 |
| Capital outlay | - | - | - | - |
| Principal and interest | - | - | - | - |
| | | | | |
| Total expenditures | - | 50,000 | - | 50,000 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | 50,000 | 50,000 | - |
| Operating transfers out | - | - | - | - |
| | | | | |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>50,000</u> | <u>50,000</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 50,000</u> | <u>\$ 50,000</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ -</u> | <u>\$ -</u> | | |

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, 2011

| | <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 | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>317,305</u> | <u>892,305</u> | <u>268,203</u> | <u>(624,102)</u> |
| Total revenues | 317,305 | 892,305 | 268,203 | (624,102) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 123,632 | 562,861 | 150,183 | 412,678 |
| Capital outlay | 109,696 | 242,382 | 68,520 | 173,862 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 233,328 | 805,243 | 218,703 | 586,540 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 35,083 | 61,700 | 61,700 | - |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>35,083</u> | <u>61,700</u> | <u>61,700</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ 119,060</u> | <u>\$ 148,762</u> | <u>\$ 111,200</u> | <u>\$ (37,562)</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - ROAD PROJECTS SPECIAL APPROPRIATION -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011

| | <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 | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>966,705</u> | <u>1,757,539</u> | <u>749,245</u> | <u>(1,008,294)</u> |
| Total revenues | 966,705 | 1,757,539 | 749,245 | (1,008,294) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 820,533 | 1,536,841 | 424,139 | 1,112,702 |
| Capital outlay | - | - | - | - |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 820,533 | 1,536,841 | 424,139 | 1,112,702 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 76,222 | 103,833 | 103,833 | - |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>76,222</u> | <u>103,833</u> | <u>103,833</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ 222,394</u> | <u>\$ 324,531</u> | <u>\$ 428,939</u> | <u>\$ 104,408</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - ARRA JUSTICE OF ASSISTANCE GRANT -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|-------------------|-------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Total revenues | - | - | - | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | 1,957 | 1,957 | 1,956 | 1 |
| Principal and interest | - | - | - | - |
| Total expenditures | 1,957 | 1,957 | 1,956 | 1 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | | | | |
| | - | - | - | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ (1,957)</u> | <u>\$ (1,957)</u> | <u>\$ (1,956)</u> | <u>\$ 1</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 1,957</u> | <u>\$ 1,957</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 FUND

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.

ARRA - Waste Water Loan Program – To account for all federal funds relating to the Waste Water Loan Program. The creation of this fund was authorized by the San Miguel County Commissioners resolution 2010-03-02-F2.

ARRA - Waste Water – To account for federal funds received through the American Recovery and Reinvestment Act. The authority to create this fund was set forth in resolution 2010-03-02-F3.

ARRA - Cinder Road – To account for federal funds received through the American Recovery and Reinvestment Act. These funds are to be used for the Cinder Road project in the County. Resolution 2010-03-02-F4 created this fund.

ARRA - Clean Diesel – To account for federal funds received through the American Recovery and Reinvestment Act. These funds are to be used for pollution reduction initiatives in the County. This fund was established through Resolution 2010-03-02-F5.

**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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|------------------|-------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| 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
CAPITAL PROJECTS FUNDS - DETENTION CENTER CAPITAL OUTLAY -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|------------------|-------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| 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
CAPITAL PROJECTS FUNDS - COURTHOUSE REMODELING -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|--------------------|--------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | | - | - | - |
| Miscellaneous | <u>64,332</u> | <u>60,806</u> | <u>66,235</u> | <u>5,429</u> |
| Total revenues | 64,332 | 60,806 | 66,235 | 5,429 |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | 123,193 | 117,729 | 71,414 | 46,315 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 123,193 | 117,729 | 71,414 | 46,315 |
| 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>\$ (58,861)</u> | <u>\$ (56,923)</u> | <u>\$ (5,179)</u> | <u>\$ 51,744</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ 58,861</u> | <u>\$ 56,923</u> | | |

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, 2011

| | <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 | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Total revenues | - | - | - | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 292,118 | 285,100 | 268,110 | 16,990 |
| Capital outlay | 2,000 | 3,493 | 3,196 | 297 |
| Principal and interest | 77,848 | 84,310 | 84,310 | - |
| Total expenditures | 371,966 | 372,903 | 355,616 | 17,287 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 367,564 | 368,358 | 368,358 | - |
| Operating transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>367,564</u> | <u>368,358</u> | <u>368,358</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ (4,402)</u> | <u>\$ (4,545)</u> | <u>\$ 12,742</u> | <u>\$ 17,287</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 4,402</u> | <u>\$ 4,545</u> | | |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
CAPITAL PROJECTS FUNDS - ARRA WASTE WATER LOAN PROGRAM -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|------------------|------------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>87,843</u> | <u>87,843</u> | <u>55,345</u> | <u>(32,498)</u> |
| Total revenues | 87,843 | 87,843 | 55,345 | (32,498) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | 4,260 | - | 4,260 |
| Capital outlay | 32,498 | 28,238 | - | 28,238 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 32,498 | 32,498 | - | 32,498 |
| 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>\$ 55,345</u> | <u>\$ 55,345</u> | <u>\$ 55,345</u> | <u>\$ -</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
CAPITAL PROJECTS FUNDS - ARRA WASTE WATER -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|------------------------------------------------------------------|-------------------------|------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>405,000</u> | <u>336,684</u> | <u>272,278</u> | <u>(64,406)</u> |
| Total revenues | 405,000 | 336,684 | 272,278 | (64,406) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | 2,668 | 29,149 | 24,567 | 4,582 |
| Capital outlay | 311,032 | 216,235 | 172,868 | 43,367 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 313,700 | 245,384 | 197,435 | 47,949 |
| 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>\$ 91,300</u> | <u>\$ 91,300</u> | <u>\$ 74,843</u> | <u>\$ (16,457)</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
CAPITAL PROJECTS FUNDS - ARRA CINDER ROAD -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------------|----------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>937,015</u> | <u>937,015</u> | <u>61,690</u> | <u>(875,325)</u> |
| Total revenues | 937,015 | 937,015 | 61,690 | (875,325) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | 937,015 | 937,015 | 242,250 | 694,765 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 937,015 | 937,015 | 242,250 | 694,765 |
| 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>\$ (180,560)</u> | <u>\$ (180,560)</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ -</u> | <u>\$ -</u> | | |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
CAPITAL PROJECTS FUNDS - ARRA CLEAN DIESEL -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | <u>Budgeted Amounts</u> | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|-------------------------|-------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>515,858</u> | <u>519,510</u> | <u>503,363</u> | <u>(16,147)</u> |
| Total revenues | 515,858 | 519,510 | 503,363 | (16,147) |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | 8,732 | 6,394 | 2,338 |
| Capital outlay | 396,926 | 391,459 | 377,650 | 13,808 |
| Principal and interest | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | 396,926 | 400,191 | 384,044 | 16,146 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | 3,652 | 3,652 |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>3,652</u> | <u>3,652</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ 118,932</u> | <u>\$ 119,319</u> | <u>\$ 122,970</u> | <u>\$ 3,651</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | | |

DEBT SERVICE FUNDS

MAJOR FUND

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.

NON-MAJOR 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.

**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, 2011**

| | <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 | \$ 436,000 | \$ 436,000 | \$ 446,446 | \$ 10,446 |
| Licenses and fees | - | - | - | - |
| Miscellaneous | <u>535,000</u> | <u>464,208</u> | <u>463,881</u> | <u>(327)</u> |
| Total revenues | 971,000 | 900,208 | 910,327 | 10,119 |
| 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>\$ 971,000</u> | <u>\$ 900,208</u> | <u>\$ 910,327</u> | <u>\$ 10,119</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | <u>\$ -</u> | <u>\$ -</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, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|------------------|-------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| 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
DEBT SERVICE FUNDS - 1998 SERIES A BOND ISSUE -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | <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 | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total revenues | - | - | - | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | - | - | - | - |
| Principal and interest | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total expenditures | - | - | - | - |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | - | - | - | - |
| Operating transfers out | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| TOTAL OTHER FINANCING SOURCES (USES) | <hr/> | <hr/> | <hr/> | <hr/> |
| | - | - | - | - |
| 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
DEBT SERVICE FUNDS - 1998 SERIES B BOND ISSUE -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance From Final Budget Positive (Negative) |
|--------------------------------------------------------------------------|------------------|-------------|-------------------------------------------|---------------------------------------------------------|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| 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
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, 2011

| | <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 | \$ - | \$ - | \$ - | \$ - |
| Licenses and fees | - | - | - | - |
| Miscellaneous | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total revenues | - | - | - | - |
| EXPENDITURES - current | | | | |
| Public works: | | | | |
| Operating | - | - | - | - |
| Capital outlay | - | - | - | - |
| Principal and interest | 466,647 | 466,647 | 466,646 | 1 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total expenditures | 466,647 | 466,647 | 466,646 | 1 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 396,647 | 396,647 | 396,647 | - |
| Operating transfers out | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>396,647</u> | <u>396,647</u> | <u>396,647</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>\$ (70,000)</u> | <u>\$ (70,000)</u> | <u>\$ (69,999)</u> | <u>\$ 1</u> |
| PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET | | | | |
| | <u>\$ 70,000</u> | <u>\$ 70,000</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
June 30, 2011

| | <u>Treasurer Fund</u> | <u>El Valle Foundation Fund</u> | <u>Employee Fund</u> | <u>Inmate Trust Fund</u> | <u>Total</u> |
|--------------------------------------|---------------------------|-----------------------------------------|--------------------------|------------------------------|---------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 289,355 | \$ 21,680 | \$ 2,391 | \$ 21,655 | \$ 335,081 |
| Taxes receivable | <u>3,775,038</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>3,775,038</u> |
| TOTAL ASSETS | <u>\$ 4,064,393</u> | <u>\$ 21,680</u> | <u>\$ 2,391</u> | <u>\$ 21,655</u> | <u>\$ 4,110,119</u> |
| LIABILITIES | | | | | |
| Due to other agencies | \$ 13,577 | \$ - | \$ - | \$ - | \$ 13,577 |
| Due to other funds | 35,454 | - | - | - | 35,454 |
| Uncollected taxes | 3,977,944 | - | - | - | 3,977,944 |
| Undistributed taxes | 37,418 | - | - | - | 37,418 |
| Deposits held in trust for others | <u>-</u> | <u>21,680</u> | <u>2,391</u> | <u>21,655</u> | <u>45,726</u> |
| TOTAL LIABILITIES | <u>\$ 4,064,393</u> | <u>\$ 21,680</u> | <u>\$ 2,391</u> | <u>\$ 21,655</u> | <u>\$ 4,110,119</u> |

OTHER SUPPLEMENTAL SCHEDULES

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 1 - SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
June 30, 2011

| | <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, 2010 | \$ 3,269,975 | \$ 26,178 | \$ 1,891 | \$ 21,542 | \$ 3,319,586 |
| Increase | 13,836,201 | 2,216 | 3,716 | 108,520 | 13,950,653 |
| Decrease | <u>(13,041,783)</u> | <u>(6,714)</u> | <u>(3,216)</u> | <u>(108,407)</u> | <u>(13,160,120)</u> |
| Assets, June 30, 2011 | <u>\$ 4,064,393</u> | <u>\$ 21,680</u> | <u>\$ 2,391</u> | <u>\$ 21,655</u> | <u>\$ 4,110,119</u> |
| Liabilities, July 1, 2010 | \$ 3,269,975 | \$ 26,178 | \$ 1,891 | \$ 21,542 | \$ 3,319,586 |
| Increase | 13,836,201 | 2,216 | 3,716 | 108,520 | 13,950,653 |
| Decrease | <u>(13,041,783)</u> | <u>(6,714)</u> | <u>(3,216)</u> | <u>(108,407)</u> | <u>(13,160,120)</u> |
| Liabilities, June 30, 2011 | <u>\$ 4,064,393</u> | <u>\$ 21,680</u> | <u>\$ 2,391</u> | <u>\$ 21,655</u> | <u>\$ 4,110,119</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS
Year Ended June 30, 2011

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

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|--------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|--------------------|-----------|-------------------|-------------------|-------------------------------|-------------------------|
| | | Beginning | Ending | | | | |
| 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 | N/A | 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/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/NM Health Centers Building Lease | SMC | 4/12/2005 | 4/12/2015 | N/A | N/A | N/A | SMC |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|--------------------|--------|-------------------|-------------------|-------------------------------|-------------------------|
| | | Beginning | Ending | | | | |
| 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 |
| 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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| <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> | | | | |
| 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/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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|----------------------------------------------------------------------------------------------------------------------------------|------------------------------|---------------------------|---------------|---------------------------|---------------------------|---------------------------------------|---------------------------------|
| | | Beginning | Ending | | | | |
| 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 |
| 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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| <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> | | | | |
| 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 Finance 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 Finance 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 |
| 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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|--------------------|------------|-------------------|-------------------|-------------------------------|-------------------------|
| | | Beginning | Ending | | | | |
| 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 | 12/31/2010 | N/A | N/A | N/A | SMC |
| 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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|----------------------------------------------------------------------------------------------------------------------------|----------------------|--------------------|--------|-------------------|-------------------|-------------------------------|-------------------------|
| | | Beginning | Ending | | | | |
| 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 |
| 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 |
| 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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | 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 | 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 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 |
| 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 | 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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------|---------------------------|---------------|---------------------------|---------------------------|---------------------------------------|---------------------------------|
| | | Beginning | Ending | | | | |
| 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 |
| 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 |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| <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> | | | | |
| 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 |
| San Miguel County/Quay County Adult Detention | SMC | 7/1/2009 | 6/30/2013 | \$125 Daily | N/A | N/A | SMC |
| San Miguel County/Quay County Juvenile Detention | SMC | 1/1/2010 | 1/1/2014 | \$75 Daily | N/A | N/A | SMC |
| San Miguel County/Rocky Road Gravel Emergency Snow Removal and/or Road Maintenance | SMC | 1/12/2010 | 12/31/2010 | N/A | N/A | N/A | SMC |
| San Miguel County/EP Construction Emergency Snow Removal and/or Road Maintenance | SMC | 1/12/2010 | 12/31/2010 | N/A | N/A | N/A | SMC |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| <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> | | | | |
| San Miguel County/Purgatorie Valley Construction Sanitary Sewer Systems and Evaporative Lagoon | SMC | 2/11/2010 | N/A | \$ 321,530 | N/A | N/A | SMC |
| San Miguel County/Tri-County Family Justice Center Building Lease and Land | SMC | 3/1/2010 | N/A | \$39,000/year | N/A | N/A | SMC |
| San Miguel County/U.S. Army Engineer Funds to Patrol Park | SMC | 2/26/2010 | 9/18/2010 | \$ 53,530 | N/A | N/A | SMC |
| San Miguel County/Summit Food Service Food Service | SMC | 3/16/2010 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Rocky Road Gravel Road Maintenance and Improvements | SMC | 3/16/2010 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Duran Sand and Gravel Road Maintenance and Improvements | SMC | 3/16/2010 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Fourth Judicial District Court Construction of Jury Box | SMC | 4/13/2010 | N/A | \$ 216,000 | N/A | N/A | SMC |
| San Miguel County/Management Associates Negotiations | SMC | 5/11/2010 | 5/11/2011 | N/A | N/A | N/A | SMC |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|----------------------------------------------------------------------------------------------|----------------------|--------------------|-----------|-------------------|-------------------|-------------------------------|-------------------------|
| | | Beginning | Ending | | | | |
| San Miguel County/New Mexico Department of Transportation Drinking Prevention Programs | SMC | 6/29/2010 | 6/30/2011 | N/A | N/A | N/A | SMC |
| San Miguel County/Harding County Inmate Confinement | SMC | 6/29/2010 | 6/29/2014 | \$65/day | N/A | N/A | SMC |
| San Miguel County/Securus Technologies Inmate Telephone Agreement | SMC | 6/29/2010 | 6/29/2011 | N/A | N/A | N/A | SMC |
| San Miguel County/Justice Software Solutions Software Licenses | SMC | 6/29/2010 | 6/30/2013 | N/A | N/A | N/A | SMC |
| San Miguel County/City of Las Vegas Police Department Confinement of Prisoners | SMC | 7/13/2009 | 7/13/2010 | \$65/day | N/A | N/A | SMC |
| San Miguel County/Health Care Partners Foundation Healthcare Management Services | SMC | 8/18/2009 | 8/18/2013 | N/A | N/A | N/A | SMC |
| San Miguel County/Luna Community College GED Program | SMC | 8/18/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Children Youth and Families Department Graduated Sanction Services | SMC | 7/1/2009 | 7/20/2010 | N/A | N/A | N/A | SMC |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|--------------------------------------------------------------------------------------------------------------------|----------------------|--------------------|------------|----------------------|-------------------|-------------------------------|-------------------------|
| | | Beginning | Ending | | | | |
| San Miguel County/Erika Derkas Coordinating the Las Vegas Juvenile Justice Continuum Board | SMC | 8/11/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/New Mexico Department of Transportation Reduction of DWI Initiative | SMC | 8/18/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Mr. Archie Roybal Welding Services | SMC | 9/15/2009 | N/A | N/A | N/A | N/A | SMC |
| Sam Miguel County/Santa Fe County Inmate Confinement | SMC | 10/14/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Energy, Minerals and Natural Resources Department Wildland Fire Protection and Suppression | SMC | 10/19/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/De Sena Electric Electrical Services | SMC | 11/1/2009 | 10/31/2010 | N/A | N/A | N/A | SMC |
| San Miguel County/El Centro Family Health Lease Agreement | SMC | 10/14/2009 | N/A | Rental Fair Value | N/A | N/A | SMC |
| San Miguel County/Jeffrey's Plumbing Plumbing Services | SMC | 10/14/2009 | 10/31/2010 | N/A | N/A | N/A | SMC |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|---------------------------------------------------------------------------------------------------------|----------------------|--------------------|------------|-------------------|-------------------|-------------------------------|-------------------------|
| | | Beginning | Ending | | | | |
| San Miguel County/Local Government Division Prevention and Screening | SMC | 11/10/2009 | N/A | \$ 45,105 | N/A | N/A | SMC |
| San Miguel County/NMHU Use of School Facilities | SMC | 10/29/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Mora County Confinement of Prisoners | SMC | 12/8/2009 | 12/8/2010 | \$85/day | N/A | N/A | SMC |
| San Miguel County/Town of Taos Confinement of Prisoners | SMC | 12/8/2009 | 12/8/2010 | \$85/day | N/A | N/A | SMC |
| San Miguel County/City of Las Vegas Use of Abe Montoya Recreation Center | SMC | 8/19/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/NM Department of Health 2009 H1N1 Vaccine | SMC | 11/10/2009 | N/A | N/A | N/A | N/A | SMC |
| San Miguel County/Ser de New Mexico, Inc. Use of Vehicles - Senior Citizen Transportation Program | SMC | 1/19/2010 | 1/19/2011 | N/A | N/A | N/A | SMC |
| San Miguel County and Rocky Road Gravel Productst Emergency Snow Removal | SMC | 1/1/2011 | 12/31/2011 | N/A | N/A | N/A | SMC |
| San Miguel County and EP Construction Emergency Snow Removal | SMC | 1/1/2011 | 12/31/2011 | N/A | N/A | N?A | SMC |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2011

| Participants / Description | Responsible Party | Dates of Agreement | | Project Amount | County Portion | Current Year Contributions | Audit Responsibility |
|-------------------------------------------------------------------------|------------------------------|---------------------------|---------------|---------------------------|---------------------------|---------------------------------------|---------------------------------|
| | | Beginning | Ending | | | | |
| San Miguel County and Duran's Sand and Gravel Emergency Snow Removal | SMC | 1/1/2011 | 12/31/2011 | N/A | N/A | N?A | SMC |

FINANCIAL DATA SCHEDULE

STATE OF NEW MEXICO SAN MIGUEL COUNTY
FINANCIAL DATA SCHEDULE
June 30, 2011

| HUD Line Item # | Accounts | Section 8 Rental Voucher 14.855 |
|--------------------------------------|--------------------------------------------|------------------------------------------|
| ASSETS | | |
| 111 | Section 8 Fund Cash | \$ 178,516 |
| 121 | Accounts Receivable | - |
| 190 | TOTAL ASSETS | <u>\$ 178,516</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| 312 | Accounts payable | \$ 474 |
| 321 | Accrued payroll | 1,097 |
| 345 | Due to others | - |
| 342 | Deferred revenue | <u>139,400</u> |
| 300 | Total liabilities | 140,971 |
| Fund balances: | | |
| 512 | Restricted | <u>37,545</u> |
| 513 | Total fund equity | <u>37,545</u> |
| 600 | TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 178,516</u> |

STATE OF NEW MEXICO SAN MIGUEL COUNTY
FINANCIAL DATA SCHEDULE (CONTINUED)
June 30, 2011

| HUD Line Item # | Accounts | Section 8 Rental Voucher 14.855 |
|------------------------------------|---------------------------------------------|----------------------------------------------------|
| REVENUE | | |
| 70600 | HUD PHA Grants | \$ 864,997 |
| 71100 | Investment revenue | - |
| | | <hr/> |
| 70000 | Total revenue | 864,997 |
| EXPENDITURES | | |
| 91100 | Aministrative salaries | 56,339 |
| 91200 | Auditing fees | 2,757 |
| 91400 | Advertising and marketing | 187 |
| 91600 | Office Expenses | 8,084 |
| 91800 | Travel | 2,051 |
| 93400 | Fuel | 738 |
| 94100 | Ordinary maintenance and operations | 439 |
| 96130 | Workmen's compensation | 462 |
| 96140 | All other insurance | 7,700 |
| 96200 | Other general expenses | 55,458 |
| 97600 | Housing assistance payments | 727,485 |
| | | <hr/> |
| 90000 | Total expenditures | 861,700 |
| 97000 | EXCESS OF REVENUES OVER EXPENDITURES | <u><u>\$ 3,297</u></u> |
| MEMO ACCOUNTING INFORMATION | | |
| 11030 | Beginning equity | <u>\$ 34,248</u> |
| 513 | Total fund equity | <u><u>\$ 37,545</u></u> |

SINGLE AUDIT

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2011

| Federal Agency/ Pass-Through Agency | Federal CFDA Number | Pass-Through Entity Identifying Number | Federal Participating Expenditures |
|-----------------------------------------------------------------------------------------------------------|---------------------------|----------------------------------------------|------------------------------------------|
| U.S. Department of Housing & Urban Development | | | |
| Passed through State of New Mexico Department of Finance & Administration | | | |
| Community Development Block Grant | 14.218 | 09-C-NR-1-01-G-09 | \$ 304,019 |
| Section 8 Choice Vouchers Program | 14.871 | | <u>864,997</u> |
| Total U.S. Department of Housing & Urban Development | | | <u>1,169,016</u> |
| U.S. Department of Homeland Security | | | |
| Direct Programs | | | |
| Federal Emergency Management Agency | 97.067 | | 101,126 |
| Corp of Engineers | 97.XXX | | 11,760 |
| Passed through New Mexico Department of Homeland Security | | | |
| Emergency Management Performance Grant | 97.042 | 2009-SS-T9-000030 | <u>53,507</u> |
| Total U.S. Department of Homeland Security | | | <u>166,393</u> |
| U.S. Department of the Interior | | | |
| National Fire Plan - Rural Assistance | 15.242 | | <u>93,000</u> |
| Total U.S. Department of the Interior | | | <u>93,000</u> |
| U.S. Department of Agriculture | | | |
| Passed through the New Mexico Environment Department | | | |
| ARRA - Waste Water Program | 10.781 | CWSRF 12 | <u>245,384</u> |
| Total U.S. Department of Agriculture | | | <u>245,384</u> |
| U.S. Department of Justice | | | |
| Passed through the City of Las Vegas, New Mexico | | | |
| ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants to States and Territories | 16.803 | 2009-SB-B9-1880 | 1,956 |
| Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants to States and Territories | 16.738 | | <u>19,310</u> |
| Total U.S. Department of Justice | | | <u>21,266</u> |
| Environmental Protection Agency | | | |
| ARRA - National Clean Diesel Emissions Reduction Program | 66.039 | | <u>384,044</u> |
| Total Environmental Protection Agency | | | <u>384,044</u> |
| U.S. Department of Transportation | | | |
| Passed through the State of New Mexico Department of Transportation | | | |
| Highway Planning and Construction Cluster | | | |
| ARRA - Recreational Trails Program | 20.219 | ECO-4560(1) | 410,893 |
| ARRA - Highway Planning and Construction | 20.205 | TPE-1422(8)-02 | <u>69,301</u> |
| Total U.S. Department of Transportation Cluster | | | <u>480,194</u> |
| U.S. Department of Energy | | | |
| Passed through the State Fire Marshall's Office | | | |
| Waste Isolation Pilot Project | 81.106 | JPA | <u>7,000</u> |
| Total U.S. Department of Energy | | | <u>7,000</u> |
| Total | | | <u>\$ 2,566,297</u> |

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
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.

**Independent Auditor's 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 and the combining and individual funds and related budgetary comparisons presented as supplemental information of San Miguel County (the County) as of and for the year ended June 30, 2011, and have issued our report thereon dated November 14, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered 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 was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance that all deficiencies, significant deficiencies or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness and other deficiencies that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency described as finding 2004-06 in the accompanying schedule of findings and questioned costs to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as findings 2011-02, 2011-03 and 2008-03 to be significant deficiencies.

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*.

We noted certain other matters that are required to be reported pursuant to *Government Auditing Standards*, paragraphs 5.14 and 5.16, and pursuant to Section 12-6-5 NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings 2004-04, 2011-01, 2011-04 and 2011-05.

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.

Clifton Henderson LLP

Albuquerque, New Mexico
November 14, 2011

**Report on Compliance with Requirements that Could Have a Direct
and Material Effect on 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 *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2011. The County's major federal programs are identified in the summary of auditor's 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 of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. 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 finding 2008-04.

Internal Control over Compliance

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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies, as described in the accompanying schedule of findings and questioned costs as items 2011-06 and 2008-04. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 the responses.

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, others within the entity, 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.

Clifton Gunderson LLP

Albuquerque, New Mexico
November 14, 2011

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weakness(es)? yes none reported

Type of auditor's report issued on compliance for major program: Unqualified.

Any audit findings, disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? yes no

Identification of major programs:

CFDA

| <u>Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|------------------|----------------------------------------------------------|
| 14.218 | Community Development Block Grant |
| 14.871 | Section 8 Housing Choice Vouchers |
| 66.039 | ARRA – National Clean Diesel Emissions Reduction Program |
| 20.219/20.205 | Highway Planning and Construction Cluster (ARRA) |

Dollar threshold used to distinguish between type A and type B programs \$300,000

Auditee qualified as low-risk auditee? yes no

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011

Section II - Financial Statement Findings

Finding 2011-01 Cash Receipts Process

Control Deficiency

Condition: During assessment of internal controls over the cash receipts process, it was found that two out of the twenty-two cash receipts tested were not deposited within twenty-four hours.

Criteria: Per Section 6-10-3 NMSA 1978, cash or checks should be deposited before the close of the next succeeding business day after the initial receipt.

Cause: The County did not deposit the receipts within the required timeframe.

Effects: The County is not in compliance with 6-10-3 NMSA 1978.

Recommendation: Management should make efforts to ensure that receipts are deposited before the end of the next business day. If the source of the funds is not known, that cash should still be deposited. Such unknown deposits can be tracked separately until the appropriate accounting can be determined.

Management's Response: Sometimes there is a delay in depositing because we are unaware of what the payment is for. However, we will create a suspense account to post checks that may need to be researched and then move the funds accordingly once it is determined what the payment is for.

Finding 2011-02 Per Diem Mileage Reimbursement Rate

Significant Deficiency

Condition: During the audit's assessment of internal controls over per diem expenditures, it was found that sixteen out of the twenty-two expenditures reviewed were paid out at \$.55 per mile, instead of the allowable IRS statutory rate of \$.50 per mile, resulting in \$263 of overpayments. These payments all fell within the calendar year of 2011, for which rates were reduced as of January 1, 2011.

Criteria: NMAC 2.42.2.11 states that public officers and employees of local public bodies may be reimbursed for mileage at the statutory rate unless this rate has been reduced by the governing bodies of the local governments.

Effects: The County inappropriately paid \$263 over the amount that should have been paid, per IRS statutory rates, cumulatively for those items tested.

Cause: The County has not established a monitoring process through which mileage rates are updated to statutory rates on an annual basis.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011

Finding 2011-02 Per Diem Mileage Reimbursement Rate (continued)

Recommendations: Management should implement a procedure in which the IRS statutory rates are reviewed for the upcoming calendar years, and the necessary rate adjustments should be communicated to those in charge of processing and approving per diem expenditures.

Management's Response: The County initially changed the rate when the allowance was tied to the IRS rates. However, in the next year the rate was not changed to match the rate. Once this was realized, the County changed the rate and has set reminders to change the rates at the beginning of the calendar year.

Finding 2011-03 Journal Entry Approval

Significant Deficiency

Condition: During our assessment of the County's internal controls over the journal entry process, it was discovered that two out of the twenty journal entries reviewed lack evidence of approval by management. These specific entries originated in the Treasurer's office.

Criteria: Adequate internal controls should be in place over the journal entry process, specifically a review process which would ensure proper segregation of duties.

Cause: The County has not implemented processes where the review of all journal entries is required to be documented.

Effect: The journal entries that were not reviewed were determined to be appropriate, however the lack of an adequate review process being documented increases the risk that erroneous entries will be made and not caught in a timely manner.

Recommendations: The County should require that all entries, regardless of the department in which they originate, be reviewed, and that review should be documented by a signature of the designated reviewer.

Management's Response: The Treasurer's Office will create a standard form for journal entries which will provide a signature line to evidence review and approval.

Finding 2011-04 Monitoring of Debt Covenants

Control Deficiency

Condition: The County is not actively monitoring its compliance with certain debt covenants stated in the loan agreements and bond documentation. However, during our testwork we determined that the County has not violated any of its covenants.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011

Finding 2011-04 Monitoring of Debt Covenants (continued)

Criteria: The Committee of Sponsoring Organizations (COSO) Internal Control – Integrated Framework suggests strong internal control includes the ongoing monitoring of debt covenants on long-term debt.

Cause: The County has not established procedures through which debt covenants are monitored and tested on a quarterly or semiannual basis.

Effect: There is a risk that the County could be in violation of its debt covenants when there is not a process in place through which they are reviewed.

Recommendation: We recommend that the County designate a knowledgeable employee to be responsible for performing reviews of debt covenants. This information should be extracted from the specific agreements and aggregated in a spreadsheet, which will help facilitate an adequate review process.

Management's Response: During the audit, the auditors had found that the reserve requirements for two New Mexico Finance Authority (NMFA) Loans did not match the required amount per the loan agreement. The NMFA controls these accounts and moves monies that are in excess of reserve requirements to a debt service fund on an annual basis. The County touched base with the NMFA and they indicated that this was an oversight on their end. However, the County will review all bonds and loan covenants and prepare a master schedule indicating timelines, tasks, etc. to show evidence of what is required and how these covenants are being monitored.

Finding 2011-05 Fuel Card Expense Reports

Control Deficiency

Condition: The County does not have a formal, written policy requiring users of its fuel cards to submit reports documenting vehicle mileages and uses for which gasoline was purchased.

Criteria: Policies designed with the intention to implement proper internal controls over the expenditure of County funds should be in place.

Cause: The County has not implemented procedures requiring users of fuel cards to report their card usage and any unusual activity addressed by County management.

Effect: The likelihood that the County is expending funds for unauthorized purposes is heightened due to a lack of formal procedures being in place.

Recommendation: We recommend that the County develop a procedure whereby each individual who is assigned a gasoline card tracks his or her mileage when fuel purchases are made. This information should then be accumulated by each department manager, and reviewed and approved. Any unusual activity or missing mileage entries should be followed up and reconciled, so that users of the fuel cards are held accountable for their fuel card usage.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
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Finding 2011-05 Fuel Card Expense Reports (continued)

Management's Response: The County agrees with the finding and will set a formal policy to be approved by the County Commission and followed by all users of County gas cards.

Finding 2004-04 County Treasurer's Property Tax Schedule

Control Deficiency

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 the State Auditor Rule NMAC 2.2.2.12.D.

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 Treasurer's Office has indicated that the current system is unable to be programmed to formulate the reports as the system is over 15 years old. In order to do this manually, they would need another staff member and this would be subject to error.

Finding 2004-06 Property Tax Cash Account

Material Weakness

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 \$248,855.

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)

Finding 2004-06 Property Tax Cash Account (continued)

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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011

Finding 2004-06 Property Tax Cash Account (continued)

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: This imbalance has almost been resolved. The Treasurer's Office and the Finance Office discovered that when reimbursements are being paid to taxpayers for overpayment, the system records the entry twice. Both offices will work together to back out the double postings and will try to resolve any other imbalances.

Finding 2008-03 Year End Accruals Not Tracked Properly

Significant Deficiency

Condition: During our audit of accounts payable, we found that two expenditures made subsequent to year end were improperly excluded from the accounts payable listing at June 30, 2011.

Criteria: Per NMAC 2.2.2.10 (Subsection K), good accounting practices should be followed at all times, and this includes proper tracking of accruals for financial statement presentation.

Effect: The County is not accurately tracking its accruals for financial statement purposes.

Recommendation: We recommend the County continue to strengthen its procedures over the identification and recording of accruals for financial statement purposes.

Management's Response: This is a manual process that is done by the Finance Office. The County does agree that it needs to strengthen its processes. The Finance Supervisor will include another step in the process to verify that all items flagged for accrual purposes are included in the accrual listing.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011**

Section III – Federal Award Findings and Questioned Costs

ALL FEDERAL AWARDS

Finding 2011-06 Reconciliation of Federal Revenues and Expenditures

Significant Deficiency

Condition: During federal revenue and expenditure testwork, we noted a lack of an adequate process through which federal revenues are identified and recorded. The original schedule of expenditures of federal awards provided by the County did not include approximately \$69,000 in federal revenues.

Criteria: Section 2.2.2.8 J states that good accounting practices should be followed, and that adequate accounting records should be maintained. This includes the proper tracking of federal expenditures and federal awards, along with their compilation for financial statement purposes.

Cause: The County does not have an adequate procedure in place where all federal revenues are tracked along with their matching expenditures. Only one individual is currently responsible for accumulating federal activity for financial statement presentation.

Effect: The County's schedule of expenditures of federal awards and its federal revenues per the general ledger were understated by approximately \$69,000.

Recommendation: We recommend the County implement a process through which all federal grant activity is aggregated in a single location and reviewed quarterly. Also, designating one individual to track the federal activity and requiring the approval of management is highly recommended.

Management's Response: The County agrees with the finding and will monitor grants more closely to determine the funding source. In this case, the grant was provided by the New Mexico Department of Transportation, but the monies originated from the Federal Government. These funds should have been included on the Schedule of Expenditures of Federal Awards.

Finding 2008-04 Section 8 Housing Choice Voucher Eligibility Deviations – CFDA No. 14.871

Significant Deficiency

Condition: During eligibility testwork for single audit, Section 8 Housing Choice Voucher, we noted 11 deviations out of 19 items tested. These deviations relate 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 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.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2011**

Finding 2008-04 Section 8 Housing Choice Voucher Eligibility Deviations – CFDA No. 14.871 (continued)

Effect: The County is not in compliance with the conditions set forth in the grant agreement, specifically regarding participant eligibility.

Recommendation: We recommend the County dedicate resources to ensure all tenant files are reexamined for family income and composition within the required 12 month period. This should include a periodic review by County management outside the Section 8 program.

Management's Response: The County agrees with this finding. During the middle of the fiscal year, the management of the Section 8 Housing changed and procedures were put in place to ensure that this is being done. The Section 8 Housing Office pulls a listing of participants who are either overdue or are becoming due in the next few months. The files are reviewed to determine eligibility and to recompute housing assistant payments. The County believes that at this point in time, they are up to date on the reviewing of tenant files. Management will make periodic reviews of the files to determine compliance.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2011

Section I – Financial Statement Findings

Finding 2004-04 County Treasurer’s Property Tax Schedule (Control Deficiency) – Repeated

Finding 2004-06 Property Tax Account – General Ledger (Material Weakness) – Repeated and Revised

Finding 2005-06 Solid Waste Accounts Receivable (Material Weakness) – Cleared

Finding 2008-03 Year End Accruals Not Tracked Accurately (Significant Deficiency) – Repeated and Revised

Finding 2010-01 Personnel File Records Compliance (Control Deficiency) – Cleared

Finding 2010-02 Per Diem Violation (Control Deficiency) – Cleared

Finding 2010-03 Budgets – Cleared

Finding 2010-04 Due Date of Audit Report (Non-compliance) – Cleared

Section II – Federal Award Findings and Questioned Costs

Finding 2008-04 – Section 8 Housing Choice Voucher Eligibility Deviations – CFDA No. 14.871 (Significant Deficiency) – Repeated and Revised

STATE OF NEW MEXICO SAN MIGUEL COUNTY
EXIT CONFERENCE
June 30, 2011

An exit conference was held with the County on November 9, 2011. The conference was held in the San Miguel County, County Manager's Office. In attendance were:

STATE OF NEW MEXICO SAN MIGUEL COUNTY

Nicolas T. Ledger, County Commissioner Vice Chairman
Les W. J. Montoya, County Manager
Melinda Gonzales, Finance Director

CLIFTON GUNDERSON LLP

Georgie Ortiz, CPA, CGFM, Assurance Partner
Raul Anaya, CPA, CGFM, Assurance Manager
Ryan Jones, CPA, Assurance Senior Associate

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.