

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

**FINANCIAL STATEMENTS
June 30, 2014**

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**STATE OF NEW MEXICO SAN MIGUEL COUNTY
OFFICIAL ROSTER
June 30, 2014**

BOARD OF COUNTY COMMISSIONERS

Nicolas T. Leger, Chairman

Ron R. Ortega, Vice-Chairman

Marcellino A. Ortiz, Commissioner

Arthur J. Padilla, Commissioner

Gilbert J. B. Sena, Commissioner

ELECTED OFFICIALS

Elaine Estrada, County Assessor

Melanie Rivera, County Clerk

Benjie Vigil, County Sheriff

Probate Judge, Charlynn Otero

Bertha C. Bustamante, County Treasurer

ADMINISTRATIVE OFFICIALS

Les W. J. Montoya, County Manager

Melinda Gonzales, Finance Director



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Independent Auditors' Report

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

Report on Financial Statements

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, 2014, and the related notes to the financial statements 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, fiduciary funds and the budgetary comparisons for the major enterprise fund and all non-major funds, presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2014, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2014, and the respective changes in financial position and where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance 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, and fiduciary fund of the County as of June 30, 2014, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparisons for the major enterprise fund, and all non-major funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 11 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

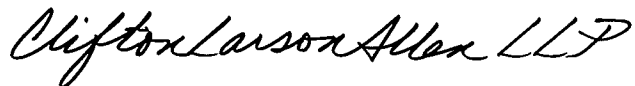
Our audit was conducted for the purpose of forming opinions on the County's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of Federal Awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the Financial Data Schedule, and the other supplemental schedules required by 2.2.2 NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards, the Financial Data Schedule and other supplemental schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards, the Financial Data Schedule, and the other supplemental schedules required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2014 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* in considering the County's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

Albuquerque, New Mexico
November 12, 2014

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2014**

As management of State of New Mexico San Miguel County (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, 2014.

Financial Highlights

A moratorium has been in place for over four years on conditional use permits for oil, gas, geothermal exploration, extraction or drilling. The County Commission will act on the adoption of a Gas and Oil Ordinance during the November 2014 Commission Meeting. Residents have had mixed feelings regarding this topic. The Gas and Oil Ordinance will contain County regulations to be used when considering applications.

During the FY13/14, the County went out for a request for proposal for a new computer system. A vendor has been selected and training and implementation is scheduled to begin in January 2015. County administration is confident the efficiency and delivery of services will be improved thereby being better able to service constituents.

The County Commission, as a partner in the North East Economic Development Organization (NEEDO-NM), is planning for regional economic initiatives. The focus of this regional planning effort is to identify regional economic development projects and create economic opportunity for the region of Northeastern New Mexico.

The Commission approved a San Miguel County Economic Development Strategic Plan (2014-2019) which sets the basis for bringing all entities in the County to come together to support the efforts of the various entities in the County. The Strategic plan prioritizes water, agriculture, tourism, business development and entrepreneurship as the industries and infrastructure requiring action initiatives to create economic sustainability for the County area.

The County has experienced various flooding events over the past couple of years and has experienced extensive damages to county roads and structure. It is quite evident that we have a mitigation need to address flooding problems as problems exist in various parts of the County. The County Commission will be approving a Multijurisdictional Mitigation Plan for the County and City (November 2014). This plan identifies natural disaster prevalent to the area, and describes mitigation measures to be implemented that would minimize loss during these natural disasters. Approval the plan by the County Commission and the State Office of Emergency Management set the County and City of Las Vegas up to apply for Federal FEMA funds for these types of projects.

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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2014

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position 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 position 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.

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 44 other individual governmental funds, of which 31 are classified as Special Revenue funds, 6 are classified as Debt Service funds, and 7 are classified as Capital Projects funds. Information for the General fund, the Detention Center fund and Fire District funds, 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

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2014**

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 position 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 \$29,496,844. The net position category, net investment in capital assets (e.g., land, buildings, machinery, and equipment), is at a positive \$20,647,221. 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, 2014**

Financial Analysis of the County as a Whole

Net Position. Table A-1 summarizes the County's net position for the fiscal year ending June 30, 2014.

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

	Governmental Activities		Business-Type Activities		Total	
	FY2014	FY2013	FY2014	FY2013	FY2014	FY2013
Assets:						
Current and						
other assets	\$ 10,330,011	\$ 10,816,668	\$ -	\$ -	\$ 10,330,011	\$ 10,816,668
Capital assets	32,706,787	33,539,535	492,993	492,993	33,199,780	34,032,528
Total assets	\$ 43,036,798	\$ 44,356,203	\$ 492,993	\$ 492,993	\$ 43,529,791	\$ 44,849,196
Liabilities:						
Current liabilities	\$ 1,989,464	\$ 1,937,606	\$ -	\$ -	\$ 1,989,464	\$ 1,937,606
Long-term liabilities	11,550,490	11,869,554	-	-	11,550,490	11,869,554
Total liabilities	13,539,954	13,807,160	-	-	13,539,954	13,807,160
Net position:						
Net investment						
in capital assets	20,647,221	20,697,660	492,993	492,993	21,140,214	21,190,653
Restricted	3,610,695	5,244,991	-	-	3,610,695	5,244,991
Unrestricted	5,238,928	4,606,392	-	-	5,238,928	4,606,392
Total net position	29,496,844	30,549,043	492,993	492,993	29,989,837	31,042,036
Total liabilities and net position	\$ 43,036,798	\$ 44,356,203	\$ 492,993	\$ 492,993	\$ 43,529,791	\$ 44,849,196

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2014**

Changes in Net Position. Table A-2 summarizes the County's changes in net position for fiscal year 2014. Governmental activities during the year decreased the County's net position by \$934,763.

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

	Governmental Activities		Business-Type Activities		Total	
	FY2014	FY2013	FY2014	FY2013	FY2014	FY2013
Revenues:						
Program revenues:						
Charges for services	\$ 1,185,860	\$ 1,072,758	\$ -	\$ -	\$ 1,185,860	\$ 1,072,758
Operating grants & contributions	4,023,097	4,947,585	-	-	4,023,097	4,947,585
Capital grants & contributions	69,181	526,051	-	-	69,181	526,051
General revenues:						
Property taxes	4,511,230	4,436,745	-	-	4,511,230	4,436,745
Other taxes	4,679,497	4,470,548	-	-	4,679,497	4,470,548
Investment income	24,363	27,930	-	-	24,363	27,930
Other	467,020	258,292	-	-	467,020	258,292
Total revenues	14,960,248	15,739,909	-	-	14,960,248	15,739,909
Expenses:						
General government	7,043,498	5,952,403	-	-	7,043,498	5,952,403
Public works	3,194,063	2,789,513	-	-	3,194,063	2,789,513
Public safety	3,863,704	4,131,772	-	-	3,863,704	4,131,772
Health & welfare	1,288,524	1,440,839	-	-	1,288,524	1,440,839
Culture & recreation	40,527	77,630	-	-	40,527	77,630
Conservation	29,754	15,489	-	-	29,754	15,489
Urban redevelopment	-	8,330	-	-	-	8,330
Interest on long-term debt	434,941	334,100	-	-	434,941	334,100
Ribera housing	-	-	-	121,432	-	121,432
Total expenses	15,895,011	14,750,076	-	121,432	15,895,011	14,871,508
Increase (decrease) in net position	\$ (934,763)	\$ 989,833	\$ -	\$ (121,432)	\$ (934,763)	\$ 868,401

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2014**

The County experienced a decrease in revenue of approximately 4.95% or \$779,661. This is attributed to a decrease in operating grants and contributions and capital grants and contributions.

The primary components of revenues, excluding operating and capital grants, remained property taxes at 30%, sales taxes at 28% and motor vehicle taxes at 2%.

During the fiscal year ending June 30, 2014, the County had \$33,199,780 (includes both governmental and business-type assets) invested in a broad range of capital assets. Items capitalized during FY14 include land, buildings, furniture and fixtures, vehicles, equipment and infrastructure.

The County's fiscal year 2015 capital budget calls for \$5,211,780 in capital projects. Of this, there is \$1,570,907 in road/infrastructure projects and \$3,889,167 in various fire projects and other various projects.

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 \$7,758,192, almost all of which is restricted or assigned. In the General Fund, \$1.4 million is assigned for reserve requirements. The unassigned amount of \$1,783,396 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 \$5,871,750 and actual revenues received were \$6,387,550, which is a positive variance of \$515,800. The largest contributor being an increase in property tax revenue.

The General Fund Budgeted Expenditures had a positive variance of \$213,485. The variance consists of vacancy savings, operational savings and a delay in a new computer system.

Capital Assets. For fiscal year 2014, there was approximately \$2,550,918 in additions. The increases are due to the purchase of vehicles, furniture and equipment, and improvements to buildings and infrastructure. See Note 5 for further details.

Debt. At year-end, the County had approximately \$12,149,566, including a bond premium of \$208,903 (exclusive of compensated absences) in bonds and notes outstanding for governmental activities. The County entered into a new note with Southwest Capital who financed the County's new phone system. See Note 6 for further details.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2014**

Discussion on Major Funds

General Fund. The County's general fund reported ending fund balance at June 30, 2014 of \$3,183,396, a decrease of \$41,000 from prior year. This change is primarily the result of increased expenditures in consisting of additional personal service category of approximately \$200,000 resulting from pay increases to non-probationary employees; increased capital outlay expenditures of approximately \$50,000; and debt service payments of approximately \$45,000 on new capital leases entered into during FY14. Offsetting the increased expenditures is an increase in revenue of \$300,000, in the areas of property and sales taxes.

Detention Center. The County's detention center fund reported an ending fund balance of \$319,407, an increase of \$113,000 from prior year. This increase is primarily attributable to increased transfers in from other funds during fiscal year 2014. Revenue and expenditures remained consistent with prior years, with a slight increase in both of \$20,000.

Fire Districts. The County's fire district fund reported an ending fund balance of \$1,664,866, a decrease of approximately \$604,000 from prior year. Although revenues decreased by approximately \$211,000 in the area of operating grants, expenditures also increased by approximately \$489,000. These expenditures were primarily related to additional capital outlay expenditures for fire equipment, as well as repairs made to fire trucks. Total expenditures exceeded revenue by \$ 925,000. Additionally, there were debt proceeds of \$348,000 which offset the excess of expenditures over revenue in the current year.

Currently Known Facts, Decisions, or Conditions Expected

The County Commission passed an Oil and Gas Ordinance in November 2014, which may have a financial impact on the county if there are any applications during the year.

In addition, during FY13/14, Senate Bill 268 was passed regarding the Safety Net Care Pool. The bill requires the county to contribute a larger amount of our gross receipt taxes to support the Safety Net Care Pool, then what was previously committed to the defunct Sole Community Provider Program. As a result, the county was able to pass a new gross receipt tax which will be able to cover the larger contribution plus provide additional resources for capital purposes.

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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF NET POSITION
June 30, 2014

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 6,952,311	\$ -	\$ 6,952,311
Restricted cash	29,841	-	29,841
Accounts receivable, net	2,647,000	-	2,647,000
Prepaid items	688,704	-	688,704
Other assets	4,394	-	4,394
Due from agency fund	7,761	-	7,761
Capital assets, net of accumulated depreciation:			
Land	1,633,105	492,993	2,126,098
Construction in Progress	1,798,078	-	1,798,078
Buildings and improvements	16,849,659	-	16,849,659
Furniture and fixtures	861,171	-	861,171
Vehicles	1,237,666	-	1,237,666
Heavy equipment	189,826	-	189,826
Infrastructure	10,137,282	-	10,137,282
TOTAL ASSETS	\$ 43,036,798	\$ 492,993	\$ 43,529,791
LIABILITIES AND NET POSITION			
LIABILITIES			
Accounts payable	\$ 694,429	\$ -	\$ 694,429
Accrued payroll	120,974	-	120,974
Unearned revenue	140,246	-	140,246
Other liabilities	62,331	-	62,331
Accrued interest	132,285	-	132,285
Due to agency fund	400	-	400
Long-term debt and liabilities:			
Due within one year	838,799	-	838,799
Due in more than one year	11,550,490	-	11,550,490
Total liabilities	13,539,954	-	13,539,954
NET POSITION			
Net investment in capital assets	20,647,221	492,993	21,140,214
Restricted	3,610,695	-	3,610,695
Unrestricted	5,238,928	-	5,238,928
Total net position	29,496,844	492,993	29,989,837
TOTAL LIABILITIES AND NET POSITION	\$ 43,036,798	\$ 492,993	\$ 43,529,791

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, 2014

	Program		
	Expenses	Charges for Services	Operating Grants and Contributions
PRIMARY GOVERNMENT			
GOVERNMENTAL ACTIVITIES			
General government	\$ 7,043,498	\$ 579,884	\$ 1,794,779
Public works	3,194,063	240,338	743,861
Public safety	3,863,704	365,638	1,131,668
Health and welfare	1,288,524	-	331,818
Culture and recreation	40,527	-	11,035
Conservation	29,754	-	9,936
Interest on long-term debt	434,941	-	-
Total governmental activities	15,895,011	1,185,860	4,023,097
BUSINESS-TYPE ACTIVITIES			
Ribera Housing	-	-	-
Total business-type activities	-	-	-
TOTAL PRIMARY GOVERNMENT	\$ 15,895,011	\$ 1,185,860	\$ 4,023,097

<u>Revenues</u>	<u>Primary Government</u>		
Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
\$ 67,106	\$ (4,601,729)	\$ -	\$ (4,601,729)
-	(2,209,864)	-	(2,209,864)
-	(2,366,398)	-	(2,366,398)
-	(956,706)	-	(956,706)
-	(29,492)	-	(29,492)
2,075	(17,743)	-	(17,743)
<u>-</u>	<u>(434,941)</u>	<u>-</u>	<u>(434,941)</u>
69,181	(10,616,873)	-	(10,616,873)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 69,181</u>	<u>(10,616,873)</u>	<u>-</u>	<u>(10,616,873)</u>
General revenues and other:			
Taxes:			
Property taxes	4,511,230	-	4,511,230
Sales taxes	4,157,873	-	4,157,873
Motor vehicle taxes	348,824	-	348,824
Gas taxes	148,573	-	148,573
Lodgers taxes	24,227	-	24,227
Investment earnings	24,363	-	24,363
Miscellaneous	467,020	-	467,020
Total general revenues and other	<u>9,682,110</u>	<u>-</u>	<u>9,682,110</u>
CHANGE IN NET POSITION	(934,763)	-	(934,763)
NET POSITION, BEGINNING	30,549,043	492,993	31,042,036
RESTATEMENT	<u>(117,436)</u>	<u>-</u>	<u>(117,436)</u>
NET POSITION, BEGINNING AS RESTATED	<u>30,431,607</u>	<u>492,993</u>	<u>30,924,600</u>
NET POSITION, ENDING	<u>\$ 29,496,844</u>	<u>\$ 492,993</u>	<u>\$ 29,989,837</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, 2014

	<u>Major Funds</u>				<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Detention Center</u>	<u>Fire Districts</u>	<u>Other Governmental Funds</u>	
ASSETS					
Cash and cash equivalents	\$ 2,987,998	\$ 297,680	\$ 1,606,753	\$ 2,059,880	\$ 6,952,311
Restricted cash	-	-	-	29,841	29,841
Property taxes receivable	1,724,390	-	-	-	1,724,390
Accounts receivable	50,692	102,178	63,624	485,038	701,532
Federal receivable	-	-	76,758	144,320	221,078
Prepaid items	212,291	121	44,187	432,105	688,704
Other assets	-	-	13	4,381	4,394
Due from other funds	299,187	349	11,966	206,058	517,560
TOTAL ASSETS	\$ 5,274,558	\$ 400,328	\$ 1,803,301	\$ 3,361,623	\$ 10,839,810
LIABILITIES					
Accounts payable	\$ 275,668	\$ 45,847	\$ 93,260	\$ 279,654	\$ 694,429
Accrued payroll	55,787	35,074	-	30,113	120,974
Unearned revenue	-	-	1,466	138,780	140,246
Debt service reserve	-	-	-	62,331	62,331
Due to other funds	206,268	-	43,709	260,222	510,199
Total liabilities	<u>537,723</u>	<u>80,921</u>	<u>138,435</u>	<u>771,100</u>	<u>1,528,179</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	1,553,439	-	-	-	1,553,439
Total deferred inflows of resources	<u>1,553,439</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,553,439</u>
FUND BALANCES					
Nonspendable	212,291	121	44,187	432,105	688,704
Restricted	-	-	1,620,679	1,990,016	3,610,695
Committed	-	319,286	-	168,600	487,886
Assigned	1,400,000	-	-	-	1,400,000
Unassigned	1,571,105	-	-	(198)	1,570,907
Total fund balances	<u>3,183,396</u>	<u>319,407</u>	<u>1,664,866</u>	<u>2,590,523</u>	<u>7,758,192</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
	\$ 5,274,558	\$ 400,328	\$ 1,803,301	\$ 3,361,623	\$ 10,839,810

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 POSITION
June 30, 2014

Total Fund Balance - Governmental Funds.	
(Governmental Fund Balance Sheet)	\$ <u>7,758,192</u>

Amounts reported for governmental activities in the Statement of Net Position 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	57,733,921
Accumulated depreciation is	<u>(25,027,134)</u>
 Total capital assets	 <u>32,706,787</u>

Some of the County's property taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the funds	<u>1,553,439</u>
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Long-term and certain other liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.

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

Debt (bonds and notes payable)	(11,817,884)
Capital lease obligations	(122,779)
Accrued interest	(132,285)
Bond Premium	(208,903)
Compensated absences payable	<u>(239,723)</u>
 Total long-term and other liabilities	 <u>(12,521,574)</u>

Net position of governmental activities (Statement of Net Position)	\$ <u>29,496,844</u>
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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, 2014

	<u>Major Funds</u>			<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Detention Center</u>	<u>Fire Districts</u>		
REVENUES					
Intergovernmental:					
Operating grants and contributions	\$ 991,978	\$ 497,059	\$ 981,512	\$ 514,869	\$ 2,985,418
Capital grants and contributions	-	-	-	69,181	69,181
Federal grants	-	-	76,758	960,921	1,037,679
Taxes:					
Property	4,557,786	-	-	-	4,557,786
Sales	528,087	490,418	227,115	2,912,253	4,157,873
Motor vehicle	73,294	-	-	275,530	348,824
Gas	-	-	-	148,573	148,573
Lodgers	-	-	-	24,227	24,227
Licenses and fees	194,796	142,366	-	848,697	1,185,859
Interest income	12,900	354	8,690	2,419	24,363
Miscellaneous	31,576	24,264	110,345	300,835	467,020
Total revenues	<u>6,390,417</u>	<u>1,154,461</u>	<u>1,404,420</u>	<u>6,057,505</u>	<u>15,006,803</u>
EXPENDITURES					
Current:					
General government	3,970,006	59,876	278,347	1,065,720	5,373,949
Public works	-	-	-	2,227,276	2,227,276
Public safety	619,971	2,181,345	311,957	275,180	3,388,453
Health and welfare	-	-	-	993,532	993,532
Culture and recreation	-	-	-	33,041	33,041
Conservation	-	-	-	29,754	29,754
Urban redevelopment	-	-	-	-	-
Capital outlay	208,229	1,498	1,565,151	776,040	2,550,918
Debt service:					
Principal payments	31,217	-	136,550	819,485	987,252
Interest payments	13,565	-	37,951	393,536	445,052
Total expenditures	<u>4,842,988</u>	<u>2,242,719</u>	<u>2,329,956</u>	<u>6,613,564</u>	<u>16,029,227</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,547,429</u>	<u>(1,088,258)</u>	<u>(925,536)</u>	<u>(556,059)</u>	<u>(1,022,424)</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2014

	<u>Major Funds</u>			<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Detention Center</u>	<u>Fire Districts</u>		
OTHER FINANCING SOURCES (USES)					
Transfers in	18,358	1,365,007	221,162	2,347,276	3,951,803
Transfers out	(1,729,702)	(163,755)	(248,330)	(1,810,016)	(3,951,803)
Issuance of debt	122,779	-	348,060	47,356	518,195
Total other financing sources (uses)	<u>(1,588,565)</u>	<u>1,201,252</u>	<u>320,892</u>	<u>584,616</u>	<u>518,195</u>
NET CHANGES IN FUND BALANCES	(41,136)	112,994	(604,644)	28,557	(504,229)
FUND BALANCES, BEGINNING	<u>3,224,532</u>	<u>206,413</u>	<u>2,269,510</u>	<u>2,561,966</u>	<u>8,262,421</u>
FUND BALANCES, ENDING	<u>\$ 3,183,396</u>	<u>\$ 319,407</u>	<u>\$ 1,664,866</u>	<u>\$ 2,590,523</u>	<u>\$ 7,758,192</u>

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 Year Ended June 30, 2014

Net Changes in Fund Balances - Total Governmental Funds
 (Statement of Revenues, Expenditures, and Changes in Fund Balances) \$ (504,229)

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

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

Increase in compensated absences	(30,398)
Increase in accrued interest	(3,816)

Debt proceeds provided current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the Governmental Funds, but it reduces long-term debt in the Statement of Net Assets. Bond premiums result in loan proceeds at the fund level in excess of the debt incurred, which adds to the total amount of debt on the Statement of Net Position.

Debt payments	987,252
Debt proceeds	(518,195)

Expenditures in the Statement of Activities that do not require current financial resources are not reported as expenditures in the funds. Such items include the amortization of bond premiums. In the current period, these amounts were:

Amortization of bond premium	13,927
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Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	2,550,918
Depreciation expense	<u>(3,361,892)</u>
Excess of depreciation expense over capital outlay	<u>(810,974)</u>

The Statement of Activities reports the loss on disposal of equipment, while the Statement of Revenues, Expenditures, and Changes in Fund Balances reports the proceeds. There were no proceeds on the capital asset disposals during the year, so therefore the entire amount of the loss is the reconciling item. (21,774)

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

Decrease in unearned property tax revenue	<u>(46,556)</u>
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Change in net position of governmental activities (Statement of Activities) \$ (934,763)

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, 2014

	GENERAL FUND			
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
REVENUES				
Taxes:				
Property	\$ 3,800,000	\$ 3,860,000	\$ 4,140,538	\$ 280,538
Sales	470,000	475,000	500,152	25,152
Motor vehicle	70,000	70,000	73,028	3,028
Intergovernmental	229,000	294,500	356,123	61,623
Payment in lieu of taxes	640,000	700,000	810,475	110,475
Licenses and fees	429,900	453,650	484,455	30,805
Interest income	8,000	8,000	12,902	4,902
Miscellaneous	10,500	10,600	9,877	(723)
Total revenues	<u>5,657,400</u>	<u>5,871,750</u>	<u>6,387,550</u>	<u>515,800</u>
EXPENDITURES				
General government - current:				
County manager/County commission	381,389	378,732	366,672	12,060
Information technology	346,249	332,005	306,732	25,273
Finance and administration	321,363	327,540	316,823	10,717
General county	1,182,521	1,124,341	1,092,123	32,218
Human resources	150,879	151,821	135,611	16,210
Zoning	214,380	200,923	175,453	25,470
Legal	105,910	105,910	105,361	549
County clerk/probate/elections bureau	408,190	405,474	375,134	30,340
Assessor/reappraisal	508,952	520,446	508,520	11,926
Treasurer	290,818	287,030	273,770	13,260
Maintenance	201,987	300,324	265,403	34,921
Capital outlay	25,960	25,960	25,419	541
Total general government	<u>4,138,598</u>	<u>4,160,506</u>	<u>3,947,021</u>	<u>213,485</u>
Public safety:				
Sheriff	729,173	688,299	611,128	77,171
Total public safety	<u>729,173</u>	<u>688,299</u>	<u>611,128</u>	<u>77,171</u>
Debt service:				
Principal payments	31,218	31,218	31,218	-
Interest payments	13,565	13,565	13,565	-
Total debt service	<u>44,783</u>	<u>44,783</u>	<u>44,783</u>	<u>-</u>
Total expenditures	<u>4,912,554</u>	<u>4,893,588</u>	<u>4,602,932</u>	<u>290,656</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	34,108	18,358	18,358	-
Transfers out	(1,297,646)	(1,480,656)	(1,480,608)	48
Total other financing sources (uses)	<u>(1,263,538)</u>	<u>(1,462,298)</u>	<u>(1,462,250)</u>	<u>48</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER EXPENDITURES AND OTHER FINANCING SOURCES (USES))				
	<u>\$ (518,692)</u>	<u>\$ (484,136)</u>	<u>\$ 322,368</u>	<u>\$ 806,504</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ 518,692</u>	<u>\$ 484,136</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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	\$ 450,000	\$ 475,000	\$ 498,905	\$ 23,905
Intergovernmental	601,849	513,944	604,302	90,358
Miscellaneous	78,895	95,676	104,747	9,071
Total revenues	<u>1,130,744</u>	<u>1,084,620</u>	<u>1,207,954</u>	<u>123,334</u>
EXPENDITURES - current				
Public Safety:				
Operating costs	<u>2,408,951</u>	<u>2,400,596</u>	<u>2,258,434</u>	<u>142,162</u>
Total expenditures	<u>2,408,951</u>	<u>2,400,596</u>	<u>2,258,434</u>	<u>142,162</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,358,169	1,328,467	1,365,007	36,540
Transfers out	<u>(218,340)</u>	<u>(163,680)</u>	<u>(16,755)</u>	<u>146,925</u>
Total other financing sources (uses)	<u>1,139,829</u>	<u>1,164,787</u>	<u>1,348,252</u>	<u>183,465</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ (138,378)</u>	<u>\$ (151,189)</u>	<u>\$ 297,772</u>	<u>\$ 448,961</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ 138,378</u>	<u>\$ 151,189</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	FIRE DISTRICTS			
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
REVENUES (40300 - 42000)				
Taxes	\$ 147,000	\$ 147,000	\$ 219,598	\$ 72,598
Intergovernmental	1,173,935	1,856,593	1,174,259	(682,334)
Total revenues	<u>1,320,935</u>	<u>2,003,593</u>	<u>1,393,857</u>	<u>(609,736)</u>
EXPENDITURES				
Fire Marshall (40300)				
Public Safety				
Operating	83,612	114,260	85,018	29,242
Capital outlay	98,483	65,778	28,635	37,143
	<u>182,095</u>	<u>180,038</u>	<u>113,653</u>	<u>66,385</u>
VFD Project (40600)				
Public Safety				
Capital outlay	42,793	140,293	-	140,293
	<u>42,793</u>	<u>140,293</u>	<u>-</u>	<u>140,293</u>
Sapello/Rociada VFD (40700)				
Public Safety				
Operating	72,929	82,164	60,024	22,140
Capital outlay	511,967	502,732	416,528	86,204
	<u>584,896</u>	<u>584,896</u>	<u>476,552</u>	<u>108,344</u>
Gallinas VFD (40800)				
Public Safety				
Operating	94,976	112,022	105,577	6,445
Capital outlay	33,017	336,705	18,082	318,623
	<u>127,993</u>	<u>448,727</u>	<u>123,659</u>	<u>325,068</u>
Conchas VFD (40900)				
Public Safety				
Operating	92,652	107,756	62,092	45,664
Capital outlay	519,957	504,853	291,285	213,568
	<u>612,609</u>	<u>612,609</u>	<u>353,377</u>	<u>259,232</u>

See Note 11 for reconciliation to GAAP 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, 2014

	FIRE DISTRICTS (CONTINUED)			
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
EXPENDITURES (continued)				
EI Pueblo VFD (41000)				
Public Safety				
Operating	\$ 52,464	\$ 47,886	\$ 25,213	\$ 22,673
Capital outlay	137,812	142,390	49,534	92,856
	<u>190,276</u>	<u>190,276</u>	<u>74,747</u>	<u>115,529</u>
Ilfield VFD (41100)				
Public Safety				
Operating	30,588	36,938	26,378	10,560
Capital outlay	199,571	204,840	-	204,840
	<u>230,159</u>	<u>241,778</u>	<u>26,378</u>	<u>215,400</u>
Cabo Lucero VFD (41200)				
Public Safety				
Operating	39,350	61,925	50,735	11,190
Capital outlay	48,575	26,000	26,000	-
	<u>87,925</u>	<u>87,925</u>	<u>76,735</u>	<u>11,190</u>
Sheridan VFD (41300)				
Public Safety				
Operating	41,819	55,895	44,131	11,764
Capital outlay	30,556	17,807	-	17,807
	<u>72,375</u>	<u>73,702</u>	<u>44,131</u>	<u>29,571</u>
Trementina VFD (41400)				
Public Safety				
Operating	33,513	35,434	21,222	14,212
Capital outlay	163,760	163,306	-	163,306
	<u>197,273</u>	<u>198,740</u>	<u>21,222</u>	<u>177,518</u>
Emergency Fund VFD (41500)				
Public Safety				
Operating	258,611	258,075	85,327	172,748
	<u>258,611</u>	<u>258,075</u>	<u>85,327</u>	<u>172,748</u>

See Note 11 for reconciliation to GAAP 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, 2014

FIRE DISTRICTS (CONTINUED)				
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
EXPENDITURES (continued)				
Bernal/Tecolote VFD (41600)				
Public Safety				
Operating	\$ 58,351	\$ 64,825	\$ 37,214	\$ 27,611
Capital outlay	15,629	33,918	19,916	14,002
	<u>73,980</u>	<u>98,743</u>	<u>57,130</u>	<u>41,613</u>
Pecos Canyon VFD (41700)				
Public Safety				
Operating	36,760	168,871	160,970	7,901
Capital outlay	293,622	346,533	271,254	75,279
	<u>330,382</u>	<u>515,404</u>	<u>432,224</u>	<u>83,180</u>
La Placitas VFD (41900)				
Public Safety				
Operating	31,218	62,485	50,309	12,176
Capital outlay	31,267	-	-	-
	<u>62,485</u>	<u>62,485</u>	<u>50,309</u>	<u>12,176</u>
Rowe VFD (42000)				
Public Safety				
Operating	126,026	121,026	41,603	79,423
Capital outlay	150,788	102,170	-	102,170
	<u>276,814</u>	<u>223,196</u>	<u>41,603</u>	<u>181,593</u>
Total expenditures	<u>3,330,666</u>	<u>3,916,887</u>	<u>1,977,047</u>	<u>1,939,840</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	172,800	174,850	174,850	-
Transfers out	<u>(212,380)</u>	<u>(260,296)</u>	<u>(260,296)</u>	<u>-</u>
Total other financing sources (uses)	<u>(39,580)</u>	<u>(85,446)</u>	<u>(85,446)</u>	<u>-</u>

See Note 11 for reconciliation to GAAP 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, 2014

FIRE DISTRICTS (CONTINUED)				
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ (2,049,311)	\$ (1,998,740)	\$ (668,636)	\$ 1,330,104
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ 2,049,311	\$ 1,998,740		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
STATEMENT OF NET POSITION - PROPRIETARY FUND
June 30, 2014

	<u>Ribera Housing</u>
ASSETS	
Non-current:	
Land	\$ 492,993
Buildings	823,610
Less accumulated depreciation	<u>(823,610)</u>
Total non-current	<u>492,993</u>
TOTAL ASSETS	<u>\$ 492,993</u>
LIABILITIES	
Current	\$ -
Non-current	<u>-</u>
Total liabilities	<u>-</u>
NET POSITION	
Investment in capital assets	<u>492,993</u>
Total net position	<u>492,993</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 492,993</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 POSITION - PROPRIETARY FUND
 Year Ended June 30, 2014

	<u>Ribera Housing</u>
OPERATING REVENUES	
Operating revenues	\$ <u> -</u>
Total operating revenues	<u> -</u>
OPERATING EXPENSES	
Depreciation	<u> -</u>
Total operating expenses	<u> -</u>
CHANGES IN NET POSITION	-
NET POSITION, BEGINNING	<u> 492,993</u>
NET POSITION, ENDING	<u><u> \$ 492,993</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, 2014

	<u>Ribera Housing</u>
CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ -</u>
NET INCREASE (DECREASE) IN CASH	-
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>-</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ -</u></u>
 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income (loss)	\$ -
 ADJUSTMENT TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Depreciation	<u>-</u>
 NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ -</u></u>

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, 2014

	Agency Funds
ASSETS	
Cash and cash equivalents	\$ 333,042
Taxes receivable	3,874,862
Due from other funds	400
TOTAL ASSETS	\$ 4,208,304
LIABILITIES	
Due to other agencies	\$ 55,600
Due to other funds	7,761
Uncollected taxes	4,032,194
Undistributed taxes	69,075
Deposits held in trust for others	43,674
TOTAL LIABILITIES	\$ 4,208,304

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

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. 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 GASB Statements 14 and 39. The basic, but not the only criterion for including a potential component 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, 2014

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, 2014, 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 Position, 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 position and the statement of changes in net position) 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. 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, 2014

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.

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

The following fund types 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 position) 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 position. Accordingly, they are said to present a summary of sources and uses of available spendable resources during a period. Due to their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current position, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

The major governmental funds for the County are the General Fund, Detention Center Fund (a Special Revenue Fund), and Fire Districts Fund (a Special Revenue Fund). Ribera Housing is a major Enterprise Fund.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County reports the following governmental fund types:

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, 2014.

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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, assets, and deferred outflows of resources are recorded when earned and expenses, liabilities, and deferred inflows of resources are recorded when 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, 2014 was \$445,050.

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, 2014

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, Capital Projects Funds, and Debt Service Funds.

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 4.0 percent of outstanding property taxes at June 30, 2014. Management determines the appropriate percentage for allowance based on historical collection experience.

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 capital 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

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

Earned but unused vacation benefits are accrued when incurred in the government-wide and proprietary fund financial statements. 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. Employees may also earn compensated time as an alternative to overtime payments. A maximum of 30 working days (240 hours) of such accumulated annual leave and compensated time 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 or compensated time up to the maximum accrual of 240 hours. Accumulated annual leave and compensated time 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 position.

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 position. Bond premiums and discounts 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 expensed when bonds are issued.

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.

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.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position

The government-wide statements utilize a net position presentation categorized as follows:

Net Investment in capital assets - This category reflects the portion of net position that are associated with capital assets less outstanding capital asset related debt.

Restricted net position - For the government-wide statement of net position, net position is reported as restricted when constraints placed on net position used are imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position - This category reflects net position of the County not restricted for any project or other purpose.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 3 - CASH AND CASH EQUIVALENTS

Investments

The County has no investments at June 30, 2014. As of June 30, 2014, 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, 2014 is \$3,728,800.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 3 - CASH AND CASH EQUIVALENTS (CONTINUED)

A summary of cash accounts and certificates of deposit at June 30, 2014 is as follows:

<u>Depository - Cash</u>	<u>Account Name</u>	<u>Type of Account</u>	<u>Bank Balances</u>
Southwest Capital	General Account	Checking	\$ 3,582,251
Southwest Capital	Fire District Funds	Cert. of Deposit	1,116,354
Southwest Capital	Gross Receipts Taxes	Checking	634,756
Southwest Capital	Indigent Fund	Checking	608,590
Southwest Capital	Fire District Funds	Checking	554,426
Southwest Capital	SMC Detention Center	Checking	441,744
Southwest Capital	General Fund	Cert. of Deposit	389,301
Southwest Capital	Federal Housing Authority	Checking	64,456
Southwest Capital	Payroll Account	Checking	49,865
Southwest Capital	El Valle	Cert. of Deposit	37,000
Southwest Capital	SMC Inmate Trust Fund	Checking	33,702
Southwest Capital	Lodgers Tax	Checking	11,527
Southwest Capital	El Valle Foundation	Checking	6,348
Southwest Capital	Employee Fund	Checking	2,867
Southwest Capital	Payments in Protest	Checking	2,585
Southwest Capital	Clerks E-Recordings	Checking	2,402
Southwest Capital	Construction Project Fund	Checking	510
Southwest Capital	Employee Recognition Fund	Checking	250
Southwest Capital	Pecos Property Taxes	Checking	15
Total deposits and cash on hand			<u>7,538,949</u>

Total deposits at Southwest Capital	7,538,949
Less FDIC coverage	<u>250,000</u>
Total uninsured public funds	7,288,949
50% collateral requirement (Section 6-10017)	3,644,475
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>	
FHLMC Bond	3134G3B82	2/15/2019	1,462,548
FNMA Bond	3135G0UU5	3/3/2020	975,641
FHLB Bond	313380WP8	10/29/2027	878,149
FHLB Bond	3133824C4	8/13/2019	493,811
Total collateral			<u>3,810,149</u>
Over (under) collateralized			<u>\$ 165,674</u>

Custodial Credit Risk Amount

Total public funds	\$ 7,538,949
Total collateral	<u>3,810,149</u>
Cash not collateralized	<u>\$ 3,728,800</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

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	\$ 302,496
Total deposits at Community First Bank			<u>302,496</u>
Total deposits at Community First Bank			302,496
Less FDIC coverage			<u>250,000</u>
Total uninsured public funds			52,496
50% collateral requirement (Section 6-10017)			26,248
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>	
GNMA-II Pool	36202FX68	10/20/2041	853,052
GNMA-II Pool	36225DM76	3/20/2035	194,102
FNMA Pool	31378UGY2	12/1/2027	57,701
FNMA Pool	31365H6M3	2/1/2031	9,494
FNMA Pool	31374GVZ7	3/1/2023	8,346
FHLMC Pool	31354RAE7	11/1/2023	5,339
FHLMC Pool	31295MYW4	11/1/2031	<u>4,888</u>
Total collateral			<u>1,132,922</u>
Over (under) collateralized			<u>\$ 1,106,674</u>
Custodial Credit Risk Amount			
Total uninsured public funds			\$ 52,496
Total collateral			<u>1,132,922</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	EJP PP-2666 HVAC/Windows DS	Money Market	\$ 4,375
Bank of New York Mellon	EJP PP-2642 San Ignacio Fire	Money Market	6
Bank of New York Mellon	EJP PP-2523 Police Units	Money Market	5
Bank of New York Mellon	TD PP-1428 Construction of Substa	Money Market	4
Bank of New York Mellon	Rowe VFD PP-1735	Money Market	3
Bank of New York Mellon	EJP PP-2959 Police Vehicles	Money Market	<u>2</u>
Total deposits and cash on hand			<u>\$ 4,395</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, 2014

NOTE 3 - CASH AND CASH EQUIVALENTS (CONTINUED)

<u>Depository - Cash (Restricted)</u>	<u>Account Name</u>	<u>Type of Account</u>	<u>Bank Balances</u>
Bank of New York Mellon	EJP PP-2666 HVAC/Window	Money Market	29,841
Bank of New York Mellon	EJP PP-2689 Water Tender	Money Market	1
Bank of New York Mellon	EJP PP-2959 Police Vehicles	Money Market	1
Total restricted			<u>29,843</u>
Total deposits and cash on hand			<u>\$ 34,238</u>

Bank to Financial Statement Cash Reconciliation

Total cash in bank	\$ 7,845,840
Add:	
Cash on hand	420
Deposits in transit	193,926
Less:	
Outstanding checks/warrants	(750,439)
Outstanding warrants	<u>(4,394)</u>
Total reconciled cash	7,285,353
Less cash in fiduciary funds	<u>(333,042)</u>
Financial Statement reconciled cash balance	<u>\$ 6,952,311</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 4 - RECEIVABLES

Receivables as of June 30, 2014 consisted of the following. All receivables are net of allowance for doubtful accounts.

	<u>Property Taxes</u>	<u>Federal</u>	<u>Other</u>	<u>Balance Total</u>
Governmental funds:				
General Fund, net of allowance of \$71,850	\$ 1,724,390	\$ -	\$ 50,692	\$ 1,775,082
Detention Fund	-	-	102,178	102,178
Fire Districts	-	76,758	63,624	140,382
Non-major governmental funds	-	<u>144,320</u>	<u>485,038</u>	<u>629,358</u>
Total governmental activity funds	<u>\$ 1,724,390</u>	<u>\$ 221,078</u>	<u>\$ 701,532</u>	<u>\$ 2,647,000</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, 2014

NOTE 5 – CAPITAL ASSETS

A summary of changes in capital assets follows:

<u>Governmental Activities</u>	<u>Balance June 30, 2013</u>	<u>Additions</u>	<u>Deletions/ Reclassifications</u>	<u>Balance June 30, 2014</u>
Capital assets not being depreciated:				
Land	\$ 1,633,105	\$ -	\$ -	\$ 1,633,105
Construction in Progress	<u>1,699,212</u>	<u>372,348</u>	<u>(273,482)</u>	<u>1,798,078</u>
Total capital assets not being depreciated	<u>3,332,317</u>	<u>372,348</u>	<u>(273,482)</u>	<u>3,431,183</u>
Capital assets being depreciated:				
Buildings and improvements	30,011,918	64,740	158,083	30,234,741
Infrastructure	11,341,043	144,033	85,977	11,571,053
Vehicles	7,868,188	1,394,574	-	9,262,762
Furniture, fixtures and equipment	1,524,547	575,223	(6,287)	2,093,483
Heavy equipment	<u>1,146,638</u>	<u>-</u>	<u>(5,939)</u>	<u>1,140,699</u>
Total capital assets being depreciated	<u>51,892,334</u>	<u>2,178,570</u>	<u>231,834</u>	<u>54,302,738</u>
Total capital assets	<u>55,224,651</u>	<u>2,550,918</u>	<u>(41,648)</u>	<u>57,733,921</u>
Less accumulated depreciation for:				
Buildings and improvements	(12,302,274)	(1,096,395)	13,587	(13,385,082)
Infrastructure	(1,206,967)	(226,804)	-	(1,433,771)
Vehicles	(6,283,243)	(1,741,853)	-	(8,025,096)
Furniture, fixtures and equipment	(1,042,118)	(196,481)	6,287	(1,232,312)
Heavy equipment	<u>(850,514)</u>	<u>(100,359)</u>	<u>-</u>	<u>(950,873)</u>
Total accumulated depreciation	<u>(21,685,116)</u>	<u>(3,361,892)</u>	<u>19,874</u>	<u>(25,027,134)</u>
Governmental activities capital assets, net	<u>\$ 33,539,535</u>	<u>\$ (810,974)</u>	<u>\$ (21,774)</u>	<u>\$ 32,706,787</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 5 – CAPITAL ASSETS (CONTINUED)

<u>Business-type Activities - Ribera Housing</u>	<u>Balance June 30, 2013</u>	<u>Additions</u>	<u>Deletions/ Reclassifications</u>	<u>Balance June 30, 2014</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>(823,610)</u>	<u>-</u>	<u>-</u>	<u>(823,610)</u>
Total capital assets being depreciated, net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Business-type activities capital assets, net	<u>\$ 492,993</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 492,993</u>

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

Government activities:	
General government	\$ 1,617,376
Public safety	475,251
Public works	966,787
Health and welfare	294,992
Cultural and recreation	7,486
Business-type activities:	
Ribera Housing	<u>-</u>
Total depreciation expense	<u>\$ 3,361,892</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 6 - LONG-TERM DEBT

The changes to long-term debt during the year ended June 30, 2013 are as follows:

	<u>Balance, June 30, 2013</u>	<u>Increase</u>	<u>(Decrease)</u>	<u>Balance, June 30, 2014</u>	<u>Due Within One Year</u>
Notes payable	\$ 2,196,720	\$ 395,416	\$ (579,952)	\$ 2,012,184	\$ 148,694
Bonds payable	10,213,000	-	(407,300)	9,805,700	424,000
Bond premium	222,830	-	(13,927)	208,903	-
Total bonds payable	<u>10,435,830</u>	<u>-</u>	<u>(421,227)</u>	<u>10,014,603</u>	<u>424,000</u>
Capital leases	-	122,779	-	122,779	26,382
Compensated absences	209,325	278,657	(248,259)	239,723	239,723
Total long-term debt	<u>\$12,841,875</u>	<u>\$ 796,852</u>	<u>\$(1,249,438)</u>	<u>\$12,389,289</u>	<u>\$ 838,799</u>

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

Notes Payable

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, 2014 is \$175,233.

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, 2014 is \$99,360.

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, 2014 is \$127,538.

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 an interest rate of 1.08% and a final payment of \$17,198 in fiscal year 2014. The balance at June 30, 2014 is \$0.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

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 an interest rate of 3.29% and a final payment of \$415,551 in fiscal year 2014. The balance at June 30, 2014 is \$0.

On December 12, 2006, the County entered into an agreement with Community First Bank with an original balance of \$268,665. This agreement was refinanced in April 2013 for \$175,234 and an additional 8 years. This agreement is for a period of 18 years, with annual payments of \$22,840 and an interest rate of 5%. The balance at June 30, 2014 is \$161,212.

On December 18, 2006, the County entered into an agreement with Southwest Capital Bank with an original balance of \$204,725. This agreement is for a period of 10 years, with an interest rate of 5.25% and a final payment of \$94,772 in fiscal year 2014. The balance at June 30, 2014 is \$0.

On December 11, 2009, the County entered into a note payable with New Mexico Environment Department with an original balance of \$93,465. In 2011, the County received additional proceeds of \$28,678. This agreement is for a period of 20 years, with annual payments of \$5,716 and an interest rate of 2%. The balance at June 30, 2014 is \$85,631.

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, 2014 is \$33,290.

On December 9, 2011, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$446,600. This agreement is for a period of approximately 20 years, with annual payments of \$23,985 and an interest rate of .893%. The balance at June 30, 2014 is \$412,413.

On April 1, 2012, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$45,675. This note matures in May of 2022, with annual payments of \$4,568, and carries an interest rate of 0%. The balance at June 30, 2014 is \$36,539.

On April 1, 2012, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$385,417. This note matures in May of 2027, with annual payments of \$25,402, and carries an interest rate of 0.286%. The balance at June 30, 2014 is \$337,825.

On September 20, 2012, the County entered into an agreement with Southwest Capital with an original balance of \$95,000. This agreement is for a period of 5 years, with annual payments of \$21,942 and carries an interest rate of 5%. The balance at June 30, 2014 is \$77,804.

On August 20, 2013, the County entered into a note payable with New Mexico Finance Authority with an original balance of \$47,356. This note matures in May of 2019, with annual payments of \$15,817 beginning on May 1, 2017, and an interest rate of 0.10%. The balance at June 30, 2014 is \$47,356.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 6 - LONG-TERM DEBT (CONTINUED)

On August 29, 2013, the County entered into a note payable with Southwest Capital Bank with an original balance of \$318,476. This agreement is for a period of 15 years, with an annual payment of \$31,000 and an interest rate of 5.25%. The balance at June 30, 2014 is \$293,607.

On May 22, 2014, the County entered into a note payable with Southwest Capital Bank with an original balance of \$124,376. This agreement is for a period of 10 years, with an annual payment of \$16,556 and an interest rate of 5.25%. The balance at June 30, 2014 is \$124,376.

Bonds

Gross Receipts Tax Refunding & Improvement Bonds – The Series 1997 Bonds were 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 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.

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Gross Receipts Tax Refunding Revenue Bonds – The Series 2011 Bonds are being used to refinance the Series 2003 and 2008 bonds. They were issued pursuant to County Ordinance 2011-08-11-F1, dated August 11, 2011.

The Series 2003 Bonds were issued 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 2008 Bonds were issued to defray the cost of acquiring a rock crusher; designing, building and equipping a public works facility; and building and completing renovations to the governmental unit's courthouse. Series 2008 bonds were also used to refinance the 2003 County loan from Zion's Bank.

The bonds outstanding as of June 30, 2014, are comprised of the following issues:

Issue	Amount	Interest Rate	Final Maturity
Series 1997		4.75%	June 23, 2018
Series 1998		4.70%	June 23, 2018
Series 2007		4.00% - 4.25%	July 1, 2027
Series 2009		4.25%	April 15, 2029
Series 2011 Refinance		2.50% - 4.00%	September 19, 2029
Total			

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, 2014:

Year Ended						
June 30,	Notes	Bonds	Subtotal	Interest	Total	
2015	\$ 148,694	\$ 424,000	\$ 572,694	\$ 423,463	\$ 996,157	
2016	161,282	712,800	874,082	411,122	1,285,204	
2017	165,790	738,500	904,290	379,663	1,283,953	
2018	170,047	776,400	946,447	348,323	1,294,770	
2019	154,079	743,000	897,079	314,568	1,211,647	
2020 - 2024	717,188	3,865,000	4,582,188	1,042,050	5,624,238	
2025 - 2029	388,463	2,546,000	2,934,463	257,735	3,192,198	
2030 - 2032	106,641	-	106,641	664	107,305	
Total	\$ 2,012,184	\$ 9,805,700	\$11,817,884	\$ 3,177,588	\$ 14,995,472	

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 7 – CAPITAL LEASES

The County has entered into an agreement to lease copiers for various County facilities. This agreement is, in substance, a purchase (capital lease) and is reported as a capital lease obligation and included in the County's liabilities on the Statement of Net Position.

The following schedule presents future minimum lease payments as of June 30, 2014:

	<u>Total</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>Thereafter</u>
Minimum Lease Payments	\$ 131,910	\$ 26,382	\$ 26,382	\$ 26,382	\$ 26,382	\$ 26,382	\$ -
Less: interest	<u>(9,131)</u>						
 Present value of minimum lease payments	 <u>\$ 122,779</u>						

The leased copiers included in capital assets as of June 30, 2014 are as follows:

Copiers, at cost	\$ 122,779
Less: accumulated depreciation	<u>(4,093)</u>
 Total	 <u>\$ 118,686</u>

Depreciation of the leased copiers is included in depreciation expense.

NOTE 8 – LEASE COMMITMENTS

During the year ended June 30, 2014, the County leased equipment under operating leases. The County's expenditures on those leases for the year ended June 30, 2014 was \$161,401.

The County's future minimum lease commitments at June 30, 2014 are as follows:

Years ending June 30:

2015	\$ 168,497
2016	127,703
2017	79,484
2018	79,484
2019	61,624
2020 - 2024	<u>2,393</u>
 Total	 <u>\$ 519,185</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 9 - 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, 2014 consist of the following:

Due from Other Funds

General Fund	\$ 299,187
Fire Funds	11,966
Detention Center	349
Non-major Funds	<u>206,058</u>
Total Governmental Funds	517,560
Agency Fund	<u>400</u>
Total	<u>\$ 517,960</u>

Due to Other Funds

Non-major Funds	\$ 260,222
Fire Funds	43,709
General Fund	<u>206,268</u>
Total Governmental Funds	510,199
Agency Fund	<u>7,761</u>
Total	<u>\$ 517,960</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 2014.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 10 –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, 2014 consisted of the following:

	<u>Transfers In</u>		<u>Transfers Out</u>				
			<u>General Fund</u>	<u>Detention Fund</u>	<u>Fire Districts</u>	<u>Non-major Funds</u>	<u>Total</u>
General Fund	\$ 18,358	\$ -	\$ -	\$ -	\$ (18,358)	\$ -	\$ -
Detention Center	1,365,007	(903,426)	(18,270)	-	(443,311)	-	-
Fire Districts	221,162	(47,185)	-	(172,800)	(1,177)	-	-
Non-major Funds	<u>2,347,276</u>	<u>(779,091)</u>	<u>(145,485)</u>	<u>(57,172)</u>	<u>(1,365,528)</u>	<u>-</u>	<u>-</u>
Major/non-major funds total	<u>\$ 3,951,803</u>	<u>\$ (1,729,702)</u>	<u>\$ (163,755)</u>	<u>\$ (248,330)</u>	<u>\$ (1,810,016)</u>	<u>\$ -</u>	<u>-</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 11 - 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>Fire Districts</u>	<u>Community Projects</u>	<u>Road</u>	<u>Solid Waste</u>
Revenues:						
Non-GAAP budgetary basis	\$ 6,387,550	\$ 1,207,954	\$ 1,393,857	\$ 110,329	\$ 590,704	\$ 822,811
Change in accounts and interest receivable				(258,207)	(302)	12,224
Audit adjustments - accruals	<u>2,867</u>	<u>(53,493)</u>	<u>10,563</u>	<u>147,878</u>	<u>1</u>	<u>213,601</u>
Revenues - GAAP basis	<u>\$ 6,390,417</u>	<u>\$ 1,154,461</u>	<u>\$ 1,404,420</u>	<u>\$ -</u>	<u>\$ 590,403</u>	<u>\$ 1,048,636</u>
Expenditures:						
Non-GAAP budgetary basis	\$ 4,602,932	\$ 2,258,434	\$ 1,977,047	\$ 16,854	\$ 970,920	\$ 923,741
Change in accounts payable	-	-	-	(19,183)	(5,124)	25,359
Audit adjustments - accruals	<u>240,056</u>	<u>(15,715)</u>	<u>352,909</u>	<u>237,878</u>	<u>(19,227)</u>	<u>358,034</u>
Expenditures - GAAP basis	<u>\$ 4,842,988</u>	<u>\$ 2,242,719</u>	<u>\$ 2,329,956</u>	<u>\$ 235,549</u>	<u>\$ 946,569</u>	<u>\$ 1,307,134</u>

SPECIAL REVENUE FUNDS

SMC Health Facility	Forest Reserve Title III	Farm and Range	DWI Allocation	DWI Grant	Underage Drinking	Community DWI Program	DWI Offenders Fee	Education and Enforcement
\$ -	\$ 25,948	\$ 2,511	\$ 153,735	\$ 34,112	\$ 2,515	\$ 14,197	\$ 10,265	\$ -
-	-	-	172	22,344	(5,232)	(3,294)	-	-
-	-	1	17,765	(2,537)	2,717	3,307	-	-
<u>\$ -</u>	<u>\$ 25,948</u>	<u>\$ 2,512</u>	<u>\$ 171,672</u>	<u>\$ 53,919</u>	<u>\$ -</u>	<u>\$ 14,210</u>	<u>\$ 10,265</u>	<u>\$ -</u>
\$ -	\$ -	\$ 2,511	\$ 175,410	\$ 52,237	\$ -	\$ 13,784	\$ 13,747	\$ -
-	-	-	(17,518)	1,858	-	426	(4,024)	-
-	-	(2,511)	13,780	(23)	2,717	648	(1)	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 171,672</u>	<u>\$ 54,072</u>	<u>\$ 2,717</u>	<u>\$ 14,858</u>	<u>\$ 9,722</u>	<u>\$ -</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 11 - BUDGETARY COMPARISONS (CONTINUED)

	Child Restraint	WIPP	Recording Equipment	Recreation	Legislative Appropriations	Lodger's Tax
Revenues:						
Non-GAAP budgetary basis	\$ 10,675	\$ 7,000	\$ 25,077	\$ -	\$ -	\$ 26,101
Change in accounts and interest receivable	(759)	(3,190)	-	-	-	(1,860)
Audit adjustments - accruals	-	(3,810)	(28)	-	-	4
Revenues - GAAP basis	<u>\$ 9,916</u>	<u>\$ -</u>	<u>\$ 25,049</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,245</u>
Expenditures:						
Non-GAAP budgetary basis	\$ 12,418	\$ -	\$ 17,266	\$ -	\$ -	\$ 16,796
Change in accounts payable	535	-	(407)	-	-	(700)
Audit adjustments - accruals	900	-	-	-	-	1,022
Expenditures - GAAP basis	<u>\$ 13,853</u>	<u>\$ -</u>	<u>\$ 16,859</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,118</u>

SPECIAL REVENUE FUNDS

<u>Indigent</u>	<u>Reappraisal</u>	<u>San Jose Community Center</u>	<u>Emergency Medical Services</u>	<u>Law Enforcement</u>	<u>Ambulance/ Medical Service Fund</u>	<u>Section 8 Housing</u>	<u>Professional Development</u>
\$ 750,873	\$ 95,083	\$ -	\$ -	\$ 77,819	\$ -	\$ 585,426	\$ 26,213
(12,700)	-	-	-	2,852	-	7,928	(280)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(47,042)</u>	<u>-</u>	<u>(17,402)</u>	<u>280</u>
<u>\$ 738,173</u>	<u>\$ 95,083</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,629</u>	<u>\$ -</u>	<u>\$ 575,952</u>	<u>\$ 26,213</u>
\$ 692,272	\$ 79,951	\$ -	\$ 12,478	\$ 80,134	\$ -	\$ 612,730	\$ 41,093
89,044	1,948	-	(216)	-	-	354	131
<u>(65,472)</u>	<u>(651)</u>	<u>-</u>	<u>9,201</u>	<u>157</u>	<u>-</u>	<u>(10,896)</u>	<u>(1,886)</u>
<u>\$ 715,844</u>	<u>\$ 81,248</u>	<u>\$ -</u>	<u>\$ 21,463</u>	<u>\$ 80,291</u>	<u>\$ -</u>	<u>\$ 602,188</u>	<u>\$ 39,338</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 11 - BUDGETARY COMPARISONS (CONTINUED)

	CDBG Gonzales Ranch	Office of Emergency Management	Road Projects Special Approp.	Disaster Project	Federal Disaster Project	Veteran Transportation Services
Revenues:						
Non-GAAP budgetary basis	\$ -	\$ 106,930	\$ 251,245	\$ 8,000	\$ 36,551	\$ 25,000
Change in accounts and interest receivable	(9,202)	(23,142)	(231,616)	37,014	51,211	-
Audit adjustments - accruals	<u>9,202</u>	<u>81,316</u>	<u>-</u>	<u>-</u>	<u>2,726</u>	<u>(25,000)</u>
Revenues - GAAP basis	<u>\$ -</u>	<u>\$ 165,104</u>	<u>\$ 19,629</u>	<u>\$ 45,014</u>	<u>\$ 90,488</u>	<u>\$ -</u>
Expenditures:						
Non-GAAP budgetary basis	\$ 11,109	\$ 169,053	\$ 64,753	\$ 100,299	\$ 100,299	\$ -
Change in accounts payable	(11,109)	(50,637)	19,629	-	-	-
Audit adjustments - accruals	<u>9,202</u>	<u>101,446</u>	<u>-</u>	<u>24,960</u>	<u>2,727</u>	<u>-</u>
Expenditures - GAAP basis	<u>\$ 9,202</u>	<u>\$ 219,862</u>	<u>\$ 84,382</u>	<u>\$ 125,259</u>	<u>\$ 103,026</u>	<u>\$ -</u>

SPECIAL REVENUE FUNDS

<u>OEM 316</u>	<u>OEM 317</u>	<u>OEM 318</u>	<u>OEM 319</u>	<u>OEM 320</u>	<u>OEM 321</u>
\$ 1,757	\$ 41,081	\$ 11,942	\$ 7,025	\$ 2,356	\$ 39,655
-	-	-	43,221	600	16,598
-	(35,756)	-	-	14,167	-
<u>\$ 1,757</u>	<u>\$ 5,325</u>	<u>\$ 11,942</u>	<u>\$ 50,246</u>	<u>\$ 17,123</u>	<u>\$ 56,253</u>
\$ 1,757	\$ 41,081	\$ 11,942	\$ 50,247	\$ 2,534	\$ 56,253
-	-	-	-	4,430	-
-	-	-	(1)	(178)	-
<u>\$ 1,757</u>	<u>\$ 41,081</u>	<u>\$ 11,942</u>	<u>\$ 50,246</u>	<u>\$ 6,786</u>	<u>\$ 56,253</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 11 - BUDGETARY COMPARISONS (CONTINUED)

CAPITAL PROJECTS FUNDS						
Public Works Facility	Road and Health Projects	Detention Center Capital Outlay	Courthouse Remodeling	Crusher Facility & Equipment	ARRA Cinder Road	Highway Safety Improvement Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 117,564
-	-	-	-	-	-	(36,533)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,031</u>
\$ -	\$ -	\$ -	\$ 53,695	\$ 187,028	\$ -	\$ 81,031
-	-	-	7,424	(1,267)	-	-
-	-	-	-	49,236	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,119</u>	<u>\$ 234,997</u>	<u>\$ -</u>	<u>\$ 81,031</u>

DEBT SERVICE FUNDS

Capital Outlay/ Infrastructure Revenue Bond	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
\$ 1,788,432	\$ 1,029,577	\$ 1,934	\$ -	\$ -	\$ -	\$ 15,829,804
(21,214)	(8,465)	2,480	-	-	-	(419,352)
<u>(724,977)</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(403,649)</u>
<u>\$ 1,042,241</u>	<u>\$ 1,021,113</u>	<u>\$ 4,414</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,006,803</u>
\$ 724,979	\$ -	\$ -	\$ -	\$ -	\$ 471,147	\$ 14,699,962
-	-	-	-	-	-	40,953
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,288,312</u>
<u>\$ 724,979</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 471,147</u>	<u>\$ 16,029,227</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 12 - 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 three prior years. In the fiscal year ended June 30, 2014, there were no settlements that exceeded insurance coverage.

NOTE 13 - 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.

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, 2014, 2013 and 2012 were \$334,035, \$334,095 and \$325,335, respectively, equal to the amount of the required contributions for each fiscal year.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 14 - 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 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 employer, employee and retiree contribution are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998 are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 14 - POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)

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. For employees that were members of an enhanced retirement plan during the fiscal year ended June 30, 2014, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2014, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The County's contributions to the RHCA for the years ended June 30, 2014, 2013 and 2012 were \$110,022, \$105,075 and \$83,128, respectively, which equal the required contributions for each year.

NOTE 15 - LITIGATION

At June 30, 2014, two separate cases were present at year end and were settled after June 30, 2014. The County is insured by the New Mexico County Insurance Authority, therefore a portion of the settlement was covered by insurance. The portion not covered by insurance will be paid by the County. The amount accrued at year-end for these settlements is \$97,500 and is included in accounts payable at June 30, 2014. The County had additional cases pending at June 30, 2014, however the total exposure to the County was not determined and no provision for possible losses has been provided for in the accompanying statements.

NOTE 16 – GOVERNMENTAL FUND BALANCES

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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 16 – GOVERNMENTAL FUND BALANCES (CONTINUED)

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, 2014 follows:

	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund			
General government	\$ -	\$ -	\$ 1,400,000
Detention Center			
Public Safety	-	319,286	-
Fire Districts			
Public safety	1,620,679	-	-
Road			
Public works	133,855	-	-
Solid Waste			
Public works	-	168,600	-
Forest Reserve Title III			
Culture and recreation	11,885	-	-
Farm and Range			
Conservation	25,884	-	-
DWI Grant			
Public safety	606	-	-
DWI Offenders Fee			
Public safety	2,810	-	-
Education and Enforcement			
Public safety	60	-	-
Child Restraint			
Public safety	601	-	-
WIPP			
Public works	11,308	-	-
Recording Equipment			
General government	18,615	-	-
Recreation			
Culture and recreation	736	-	-
Lodger's Tax			
General government	14,546	-	-
Indigent			
Health and welfare	400,680	-	-

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 16 – GOVERNMENTAL FUND BALANCES (CONTINUED)

	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
Reappraisal			
General government	188,588	-	-
Emergency Medical Services			
Public safety	6,784	-	-
Law Enforcement			
Public safety	4,455	-	-
Section 8 Housing			
Health and welfare	61,296	-	-
Professional Development			
General government	37,190	-	-
CDBG Gonzales Ranch			
Urban redevelopment	29	-	-
Office of Emergency Management			
General government	35,056	-	-
Federal Disaster Project	77,462	-	-
Public Safety			
Public Works Facility			
General government	678	-	-
Road and Health Projects			
Capital outlay	4,575	-	-
Detention Center Capital Outlay			
Capital outlay	901	-	-
Courthouse Remodeling			
Capital outlay	84,904	-	-
Crusher Facility and Equipment			
Public works	29,526	-	-
Capital Outlay/Infrastructure Revenue Bond			
Debt Service	440,917	-	-
SMC Debt Service			
Debt service	343,320	-	-

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 16 – GOVERNMENTAL FUND BALANCES (CONTINUED)

	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
1997 Series B Bond Issue			
Debt service	5,087	-	-
1998 Series A Bond Issue			
Debt service	37,000	-	-
1997A & 2007 Series Bond Issue			
Debt service	<u>10,662</u>	<u>-</u>	<u>-</u>
	<u>\$ 3,610,695</u>	<u>\$ 487,886</u>	<u>\$ 1,400,000</u>

NOTE 17 – GASB STATEMENT NO. 65

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, was issued in June 2011 and effective for periods beginning after December 15, 2012. This statement redefines certain transactions that were previously reported as Assets and Liabilities and requires that they now be reported in new financial statement components as Deferred Outflows and Deferred Inflows. In some cases, items previously capitalized and amortized, such as debt issuance costs, are now expensed when incurred. In these instances, a prior period adjustment has been recorded as necessary. This guidance also requires that the use of the term “Deferred” be restricted to instances referring to Deferred Outflows and Deferred Inflows, which affects how we refer to items previously reported as deferred revenue. The County implemented GASB 65 during the current fiscal year. As a result, the remaining unamortized debt issuance costs in the amount of \$117,436, which were previously recognized as assets in the Statement of Net Position, were removed through a restatement of beginning Net Position.

NOTE 18 - RESTATEMENT

The County recorded a restatement of net position during fiscal year 2014. The restatement decreased net position and eliminated bond issuance costs in the amount of \$117,436. This restatement is due to a change in accounting principle resulting from the implementation of GASB Statement 65, according to which debt issuance costs are now considered expenditures of the period in which such costs are incurred. Previously, such costs were accounted for as assets on the Statement of Net Position.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 18 – RESTATEMENT (CONTINUED)

Net position, beginning	\$ 30,549,043
Write-off of bond issuance costs	<u>(117,436)</u>
 Net position, beginning, as restated	 <u>\$ 30,431,607</u>
 Bond issuance costs, beginning	 117,436
Elimination of bond issuance costs	<u>(117,436)</u>
 Bond issuance costs, beginning, as restated	 <u><u>\$ -</u></u>

NOTE 19 - UPCOMING PRONOUNCEMENTS

Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, is effective for fiscal years beginning after June 15, 2014 (FY15 for the County). This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria.

This Statement requires the liability of employers and nonemployer contributing entities to employees for defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. Additional disclosures will also be required.

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

SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO SAN MIGUEL COUNTY
MAJOR ENTERPRISE FUND - RIBERA HOUSING -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY GAAP BASIS)
June 30, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING BALANCE SHEET - BY FUND TYPE -
NON-MAJOR GOVERNMENTAL FUNDS
June 30, 2014

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total
ASSETS				
Cash and cash equivalents	\$ 1,173,954	\$ 139,243	\$ 746,683	\$ 2,059,880
Restricted cash	-	-	29,841	29,841
Accounts receivable	366,620	-	118,418	485,038
Federal receivable	144,320	-	-	144,320
Prepaid items	59,073	-	373,032	432,105
Other assets	6	-	4,375	4,381
Due from other funds	<u>206,058</u>	<u>-</u>	<u>-</u>	<u>206,058</u>
TOTAL ASSETS	<u>\$ 1,950,031</u>	<u>\$ 139,243</u>	<u>\$ 1,272,349</u>	<u>\$ 3,361,623</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 260,995	\$ 18,659	\$ -	\$ 279,654
Accrued payroll	30,113	-	-	30,113
Unearned revenue	138,780	-	-	138,780
Debt service reserve	-	-	62,331	62,331
Due to other funds	<u>260,222</u>	<u>-</u>	<u>-</u>	<u>260,222</u>
Total liabilities	<u>690,110</u>	<u>18,659</u>	<u>62,331</u>	<u>771,100</u>
FUND BALANCE				
Nonspendable	59,073	-	373,032	432,105
Restricted	1,032,446	120,584	836,986	1,990,016
Committed	168,600	-	-	168,600
Unassigned	<u>(198)</u>	<u>-</u>	<u>-</u>	<u>(198)</u>
Total fund balances	<u>1,259,921</u>	<u>120,584</u>	<u>1,210,018</u>	<u>2,590,523</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,950,031</u>	<u>\$ 139,243</u>	<u>\$ 1,272,349</u>	<u>\$ 3,361,623</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, 2014**

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total
REVENUES				
Intergovernmental:				
Operating grants and contributions	\$ 514,869	\$ -	\$ -	\$ 514,869
Capital grants and contributions	69,181	-	-	69,181
Federal grants	879,890	81,031	-	960,921
Taxes:				
Sales	850,722	-	2,061,531	2,912,253
Motor vehicle	275,530	-	-	275,530
Gas	148,573	-	-	148,573
Lodgers	24,227	-	-	24,227
Licenses and fees	848,697	-	-	848,697
Investment income	596	-	1,823	2,419
Miscellaneous	296,421	-	4,414	300,835
Total revenues	<u>3,908,706</u>	<u>81,031</u>	<u>2,067,768</u>	<u>6,057,505</u>
EXPENDITURES				
Current:				
General government	1,065,720	-	-	1,065,720
Public works	1,992,279	234,997	-	2,227,276
Public safety	275,180	-	-	275,180
Health and welfare	993,532	-	-	993,532
Culture and recreation	33,041	-	-	33,041
Conservation	-	29,754	-	29,754
Capital outlay	663,644	112,396	-	776,040
Debt service:				
Principal payments	16,190	-	803,295	819,485
Interest payments	705	-	392,831	393,536
Total expenditures	<u>5,040,291</u>	<u>377,147</u>	<u>1,196,126</u>	<u>6,613,564</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 (CONTINUED)
 Year Ended June 30, 2014**

	<u>Special Revenue Funds</u>	<u>Capital Project Funds</u>	<u>Debt Service Project Funds</u>	<u>Total</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,131,585)</u>	<u>(296,116)</u>	<u>871,642</u>	<u>(556,059)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,279,100	370,870	697,306	2,347,276
Transfers out	(113,030)	-	(1,696,986)	(1,810,016)
Issuance of debt	<u>47,356</u>	<u>-</u>	<u>-</u>	<u>47,356</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,213,426</u>	<u>370,870</u>	<u>(999,680)</u>	<u>584,616</u>
NET CHANGES IN FUND BALANCE	81,841	74,754	(128,038)	28,557
FUND BALANCE, BEGINNING	<u>1,178,080</u>	<u>45,830</u>	<u>1,338,056</u>	<u>2,561,966</u>
FUND BALANCE, ENDING	<u>\$ 1,259,921</u>	<u>\$ 120,584</u>	<u>\$ 1,210,018</u>	<u>\$ 2,590,523</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
June 30, 2014

	<u>Community Projects</u>	<u>Road</u>	<u>Solid Waste</u>	<u>SMC Health Facility</u>	<u>Forest Reserve Title III</u>
ASSETS					
Cash and investments	\$ -	\$ 117,756	\$ 98,425	\$ -	\$ 11,885
Restricted cash	-	-	-	-	-
Accounts receivable	-	35,442	122,689	-	-
Federal receivable	-	-	-	-	-
Prepaid items	-	342	46,448	-	-
Other asset	-	-	-	-	-
Due from other funds	194,186	-	-	-	-
TOTAL ASSETS	<u>\$ 194,186</u>	<u>\$ 153,540</u>	<u>\$ 267,562</u>	<u>\$ -</u>	<u>\$ 11,885</u>
LIABILITIES					
Accounts payable	\$ -	\$ 10,889	\$ 42,916	\$ -	\$ -
Accrued payroll	-	8,454	9,598	-	-
Unearned revenue	90,000	-	-	-	-
Debt service reserve	-	-	-	-	-
Due to other funds	104,186	-	-	-	-
Total liabilities	<u>194,186</u>	<u>19,343</u>	<u>52,514</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	342	46,448	-	-
Restricted	-	133,855	-	-	11,885
Committed	-	-	168,600	-	-
Unassigned	-	-	-	-	-
Total fund balance	<u>-</u>	<u>134,197</u>	<u>215,048</u>	<u>-</u>	<u>11,885</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 194,186</u>	<u>\$ 153,540</u>	<u>\$ 267,562</u>	<u>\$ -</u>	<u>\$ 11,885</u>

SPECIAL REVENUE FUNDS

<u>Farm and Range</u>	<u>DWI Allocation</u>	<u>DWI Grant</u>	<u>Underage Drinking</u>	<u>Community DWI Program</u>	<u>DWI Offenders Fee</u>	<u>Education and Enforcement</u>	<u>Child Restraint</u>
\$ 25,884	\$ 10,314	\$ -	\$ -	\$ -	\$ 2,810	\$ 60	\$ -
-	-	-	-	-	-	-	-
-	3,407	45,281	-	11,308	-	-	92
-	-	-	-	-	-	-	1,909
-	20	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	3,965	-	-	3,307	-	-	-
<u>\$ 25,884</u>	<u>\$ 17,706</u>	<u>\$ 45,281</u>	<u>\$ -</u>	<u>\$ 14,615</u>	<u>\$ 2,810</u>	<u>\$ 60</u>	<u>\$ 2,001</u>
\$ -	\$ 14,430	\$ 1,954	\$ -	\$ 180	\$ -	\$ -	\$ 1,187
-	3,276	760	-	352	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	41,961	-	14,083	-	-	213
-	17,706	44,675	-	14,615	-	-	1,400
-	20	-	-	-	-	-	-
25,884	-	606	-	-	2,810	60	601
-	-	-	-	-	-	-	-
-	(20)	-	-	-	-	-	-
<u>25,884</u>	<u>-</u>	<u>606</u>	<u>-</u>	<u>-</u>	<u>2,810</u>	<u>60</u>	<u>601</u>
<u>\$ 25,884</u>	<u>\$ 17,706</u>	<u>\$ 45,281</u>	<u>\$ -</u>	<u>\$ 14,615</u>	<u>\$ 2,810</u>	<u>\$ 60</u>	<u>\$ 2,001</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
 June 30, 2014

	WIPP	Recording Equipment	Recreation	Legislative Appropriations	Lodger's Tax
ASSETS					
Cash and investments	\$ 15,118	\$ 17,845	\$ 736	\$ -	\$ 10,488
Restricted cash	-	-	-	-	-
Accounts receivable	-	-	-	-	4,058
Federal receivable	-	-	-	-	-
Prepaid items	-	-	-	-	-
Other asset	-	-	-	-	-
Due from other funds	-	770	-	-	-
TOTAL ASSETS	\$ 15,118	\$ 18,615	\$ 736	\$ -	\$ 14,546
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-
Unearned revenue	3,810	-	-	-	-
Debt service reserve	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	3,810	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	11,308	18,615	736	-	14,546
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balance	11,308	18,615	736	-	14,546
TOTAL LIABILITIES AND FUND BALANCES	\$ 15,118	\$ 18,615	\$ 736	\$ -	\$ 14,546

SPECIAL REVENUE FUNDS

<u>Indigent</u>	<u>Reappraisal</u>	<u>San Jose Community Center</u>	<u>Emergency Medical Services</u>	<u>Law Enforcement</u>	<u>Ambulance/ Medical Service Fund</u>	<u>Section 8 Housing</u>	<u>Professional Development</u>
\$ 505,032	\$ 195,120	\$ -	\$ 6,784	\$ 945	\$ -	\$ 65,937	\$ 37,376
-	-	-	-	-	-	-	-
56,075	-	-	-	3,504	-	7,928	-
-	-	-	-	-	-	-	-
-	4,213	-	150	-	-	2,968	3,564
-	-	-	-	6	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 561,107</u>	<u>\$ 199,333</u>	<u>\$ -</u>	<u>\$ 6,934</u>	<u>\$ 4,455</u>	<u>\$ -</u>	<u>\$ 76,833</u>	<u>\$ 40,940</u>
\$ 160,027	\$ 327	\$ -	\$ -	\$ -	\$ -	\$ 3,094	\$ 186
-	6,205	-	-	-	-	-	-
-	-	-	-	-	-	9,475	-
-	-	-	-	-	-	-	-
400	-	-	-	-	-	-	-
<u>160,427</u>	<u>6,532</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,569</u>	<u>186</u>
-	4,213	-	150	-	-	2,968	3,564
400,680	188,588	-	6,784	4,455	-	61,296	37,190
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>400,680</u>	<u>192,801</u>	<u>-</u>	<u>6,934</u>	<u>4,455</u>	<u>-</u>	<u>64,264</u>	<u>40,754</u>
<u>\$ 561,107</u>	<u>\$ 199,333</u>	<u>\$ -</u>	<u>\$ 6,934</u>	<u>\$ 4,455</u>	<u>\$ -</u>	<u>\$ 76,833</u>	<u>\$ 40,940</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
 June 30, 2014

	CDBG Gonzales Ranch	Office of Emergency Management	Road Projects Special Appropriation	Disaster Project	Federal Disaster Project
ASSETS					
Cash and investments	\$ 29	\$ -	\$ -	\$ -	\$ 26,410
Restricted cash	-	-	-	-	-
Accounts receivable	-	12,877	19,629	37,014	7,316
Federal receivable	-	38,097	-	-	43,895
Prepaid items	-	1,190	-	-	-
Other asset	-	-	-	-	-
Due from other funds	-	-	-	-	-
TOTAL ASSETS	\$ 29	\$ 52,164	\$ 19,629	\$ 37,014	\$ 77,621
LIABILITIES					
Accounts payable	\$ -	\$ 1,746	\$ 19,629	\$ -	\$ -
Accrued payroll	-	1,468	-	-	-
Unearned revenue	-	10,495	-	-	-
Debt service reserve	-	-	-	-	-
Due to other funds	-	2,209	-	37,014	159
Total liabilities	-	15,918	19,629	37,014	159
FUND BALANCES					
Nonspendable	-	1,190	-	-	-
Restricted	29	35,056	-	-	77,462
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balance	29	36,246	-	-	77,462
TOTAL LIABILITIES AND FUND BALANCES	\$ 29	\$ 52,164	\$ 19,629	\$ 37,014	\$ 77,621

SPECIAL REVENUE FUNDS

Veteran Transportation Services	OEM 316	OEM 317	OEM 318	OEM 319	OEM 320	OEM 321	Total Special Revenue Funds
\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,173,954
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	366,620
-	-	-	-	43,221	600	16,598	144,320
-	-	-	-	-	178	-	59,073
-	-	-	-	-	-	-	6
-	-	-	-	-	3,830	-	206,058
<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,221</u>	<u>\$ 4,608</u>	<u>\$ 16,598</u>	<u>\$ 1,950,031</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,430	\$ -	260,995
-	-	-	-	-	-	-	30,113
25,000	-	-	-	-	-	-	138,780
-	-	-	-	-	-	-	-
-	-	-	-	43,221	178	16,598	260,222
<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>43,221</u>	<u>4,608</u>	<u>16,598</u>	<u>690,110</u>
-	-	-	-	-	178	-	59,073
-	-	-	-	-	-	-	1,032,446
-	-	-	-	-	-	-	168,600
-	-	-	-	-	(178)	-	(198)
-	-	-	-	-	-	-	1,259,921
<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,221</u>	<u>\$ 4,608</u>	<u>\$ 16,598</u>	<u>\$ 1,950,031</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
 June 30, 2014

	CAPITAL PROJECTS FUNDS				
	Public Works Facility	Road and Health Projects	Detention Center Capital Outlay	Courthouse Remodeling	Crusher Facility and Equipment
ASSETS					
Cash and investments	\$ 678	\$ 4,575	\$ 901	\$ 97,540	\$ 35,549
Restricted cash	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Federal receivable	-	-	-	-	-
Prepaid items	-	-	-	-	-
Other asset	-	-	-	-	-
Due from other funds	-	-	-	-	-
TOTAL ASSETS	<u>\$ 678</u>	<u>\$ 4,575</u>	<u>\$ 901</u>	<u>\$ 97,540</u>	<u>\$ 35,549</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ 12,636	\$ 6,023
Accrued payroll	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Debt service reserve	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,636</u>	<u>6,023</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	678	4,575	901	84,904	29,526
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balance	<u>678</u>	<u>4,575</u>	<u>901</u>	<u>84,904</u>	<u>29,526</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 678</u>	<u>\$ 4,575</u>	<u>\$ 901</u>	<u>\$ 97,540</u>	<u>\$ 35,549</u>

			DEBT SERVICE FUNDS			
ARRA Cinder Road	Highway Safety Improvement	Total Capital Projects Funds	Capital Outlay/ Infrastructure Revenue Bond	SMC Debt Service	1997 Series B Bond Issue	1998 Series A Bond Issue
\$ -	\$ -	\$ 139,243	\$ 328,816	\$ 305,940	\$ 1,934	\$ 58,053
-	-	-	29,841	-	-	-
-	-	-	77,885	37,380	3,153	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	4,375	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 139,243</u>	<u>\$ 440,917</u>	<u>\$ 343,320</u>	<u>\$ 5,087</u>	<u>\$ 58,053</u>
\$ -	\$ -	\$ 18,659	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	21,053
-	-	-	-	-	-	-
-	-	18,659	-	-	-	21,053
-	-	-	-	-	-	-
-	-	120,584	440,917	343,320	5,087	37,000
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>120,584</u>	<u>440,917</u>	<u>343,320</u>	<u>5,087</u>	<u>37,000</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 139,243</u>	<u>\$ 440,917</u>	<u>\$ 343,320</u>	<u>\$ 5,087</u>	<u>\$ 58,053</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
 June 30, 2014

	DEBT SERVICE FUNDS			Total Non-major Governmental Funds
	1998 Series B Bond Issue	1997A & 2007 Series Bond Issue	Total Debt Service Funds	
ASSETS				
Cash and investments	\$ 41,278	\$ 10,662	\$ 746,683	\$ 2,059,880
Restricted cash	-	-	29,841	29,841
Accounts receivable	-	-	118,418	485,038
Federal receivable	-	-	-	144,320
Prepaid items	-	373,032	373,032	432,105
Other asset	-	-	4,375	4,381
Due from other funds	-	-	-	206,058
TOTAL ASSETS	\$ 41,278	\$ 383,694	\$ 1,272,349	\$ 3,361,623
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ 279,654
Accrued payroll	-	-	-	30,113
Unearned revenue	-	-	-	138,780
Debt service reserve	41,278	-	62,331	62,331
Due to other funds	-	-	-	260,222
Total liabilities	41,278	-	62,331	771,100
FUND BALANCES				
Nonspendable	-	373,032	373,032	432,105
Restricted	-	10,662	836,986	1,990,016
Committed	-	-	-	168,600
Unassigned	-	-	-	(198)
Total fund balance	-	383,694	1,210,018	2,590,523
TOTAL LIABILITIES AND FUND BALANCES	\$ 41,278	\$ 383,694	\$ 1,272,349	\$ 3,361,623

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, 2014

	Community Projects	Road	Solid Waste	SMC Health Facility	Forest Reserve Title III	Farm and Range	DWI Allocation
REVENUES							
Intergovernmental:							
Operating grants and contributions	\$ -	\$ 162,600	\$ -	\$ -	\$ 25,948	\$ 2,512	\$ 171,672
Capital grants and contributions	-	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-	-
Taxes:							
Sales	-	-	113,106	-	-	-	-
Motor vehicle	-	275,530	-	-	-	-	-
Gas	-	148,573	-	-	-	-	-
Lodgers	-	-	-	-	-	-	-
Licenses and fees	-	-	719,530	-	-	-	-
Interest income	-	-	-	-	-	-	-
Miscellaneous	-	3,700	216,000	-	-	-	-
Total revenues	-	590,403	1,048,636	-	25,948	2,512	171,672
EXPENDITURES							
Current:							
General government	197,661	30,594	7,651	-	-	-	-
Public works	-	915,857	1,076,422	-	-	-	-
Public safety	-	-	-	-	-	-	171,672
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	33,041	-	-	-	-	-	-
Conservation	-	-	-	-	-	-	-
Capital outlay	4,847	118	223,061	-	-	-	-
Debt service:							
Principal payments	-	-	-	-	-	-	-
Interest payments	-	-	-	-	-	-	-
Total expenditures	235,549	946,569	1,307,134	-	-	-	171,672
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(235,549)	(356,166)	(258,498)	-	25,948	2,512	-
OTHER FINANCING SOURCES (USES)							
Transfers in	235,549	395,645	298,190	-	4,422	-	-
Transfers out	-	-	-	-	(24,422)	-	-
Issuance of debt	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	235,549	395,645	298,190	-	(20,000)	-	-
NET CHANGES IN FUND BALANCE	-	39,479	39,892	-	5,948	2,512	-
FUND BALANCE, BEGINNING	-	94,718	175,356	-	5,937	23,372	-
FUND BALANCE, ENDING	\$ -	\$ 134,197	\$ 215,048	\$ -	\$ 11,885	\$ 25,884	\$ -

SPECIAL REVENUE FUNDS

DWI Grant	Underage Drinking	Community DWI Program	DWI Offenders Fee	Education and Enforcement	Child Restraint	WIPP	Recording Equipment	Recreation
\$ 53,919	\$ -	\$ 13,440	\$ -	\$ -	\$ 4,510	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	5,406	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	9,035	-	-	-	25,049	-
-	-	-	-	-	-	-	-	-
-	-	770	1,230	-	-	-	-	-
<u>53,919</u>	<u>-</u>	<u>14,210</u>	<u>10,265</u>	<u>-</u>	<u>9,916</u>	<u>-</u>	<u>25,049</u>	<u>-</u>
-	2,717	-	-	-	900	-	16,410	-
-	-	-	-	-	-	-	-	-
53,838	-	14,858	9,722	-	12,953	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
234	-	-	-	-	-	-	449	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>54,072</u>	<u>2,717</u>	<u>14,858</u>	<u>9,722</u>	<u>-</u>	<u>13,853</u>	<u>-</u>	<u>16,859</u>	<u>-</u>
(153)	(2,717)	(648)	543	-	(3,937)	-	8,190	-
-	2,717	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	2,717	-	-	-	-	-	-	-
(153)	-	(648)	543	-	(3,937)	-	8,190	-
<u>759</u>	<u>-</u>	<u>648</u>	<u>2,267</u>	<u>60</u>	<u>4,538</u>	<u>11,308</u>	<u>10,425</u>	<u>736</u>
<u>\$ 606</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,810</u>	<u>\$ 60</u>	<u>\$ 601</u>	<u>\$ 11,308</u>	<u>\$ 18,615</u>	<u>\$ 736</u>

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, 2014

	Legislative Appropriations	Lodger's Tax	Indigent	Reappraisal	San Jose Community Center	Emergency Medical Services	Law Enforcement
REVENUES							
Intergovernmental:							
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,209
Capital grants and contributions	-	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-	6,399
Taxes:							
Sales	-	-	737,616	-	-	-	-
Motor vehicle	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-
Lodgers	-	24,227	-	-	-	-	-
Licenses and fees	-	-	-	95,083	-	-	-
Interest income	-	18	557	-	-	-	21
Miscellaneous	-	-	-	-	-	-	-
Total revenues	-	24,245	738,173	95,083	-	-	33,629
EXPENDITURES							
Current:							
General government	-	17,118	211,566	81,248	-	9,326	16,087
Public works	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	12,137	-
Health and welfare	-	-	504,278	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Conservation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	47,309
Debt service:							
Principal payments	-	-	-	-	-	-	16,190
Interest payments	-	-	-	-	-	-	705
Total expenditures	-	17,118	715,844	81,248	-	21,463	80,291
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	7,127	22,329	13,835	-	(21,463)	(46,662)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	15,750	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Issuance of debt	-	-	-	-	-	-	47,356
TOTAL OTHER FINANCING SOURCES (USES)	-	-	15,750	-	-	-	47,356
NET CHANGES IN FUND BALANCE	-	7,127	38,079	13,835	-	(21,463)	694
FUND BALANCE, BEGINNING	-	7,419	362,601	178,966	-	28,397	3,761
FUND BALANCE, ENDING	\$ -	\$ 14,546	\$ 400,680	\$ 192,801	\$ -	\$ 6,934	\$ 4,455

SPECIAL REVENUE FUNDS

<u>Ambulance/ Medical Service Fund</u>	<u>Section 8 Housing</u>	<u>Professional Development</u>	<u>CDBG Gonzales Ranch</u>	<u>Office of Emergency Management</u>	<u>Road Projects Special Appropriation</u>	<u>Disaster Project</u>	<u>Federal Disaster Project</u>	<u>Veteran Transportation Services</u>	<u>OEM 316</u>
\$ -	\$ -	\$ -	\$ -	\$ 53,059	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	19,629	37,014	12,538	-	-
-	575,952	-	-	74,263	-	-	75,224	-	1,757
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	26,213	-	37,782	-	8,000	2,726	-	-
-	575,952	26,213	-	165,104	19,629	45,014	90,488	-	1,757
-	112,934	39,338	9,202	178,781	19,629	19,122	-	-	1,757
-	-	-	-	-	-	-	-	-	-
-	489,254	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	41,081	64,753	106,137	103,026	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	602,188	39,338	9,202	219,862	84,382	125,259	103,026	-	1,757
-	(26,236)	(13,125)	(9,202)	(54,758)	(64,753)	(80,245)	(12,538)	-	-
-	57,976	-	9,231	49,789	-	80,245	90,000	-	-
-	-	-	-	(21,589)	(52,852)	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	57,976	-	9,231	28,200	(52,852)	80,245	90,000	-	-
-	31,740	(13,125)	29	(26,558)	(117,605)	-	77,462	-	-
-	32,524	53,879	-	62,804	117,605	-	-	-	-
\$ -	\$ 64,264	\$ 40,754	\$ 29	\$ 36,246	\$ -	\$ -	\$ 77,462	\$ -	\$ -

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, 2014

	SPECIAL REVENUE FUNDS					Total Special Revenue Funds
	OEM 317	OEM 318	OEM 319	OEM 320	OEM 321	
REVENUES						
Intergovernmental:						
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 514,869
Capital grants and contributions	-	-	-	-	-	69,181
Federal grants	5,325	11,942	50,246	17,123	56,253	879,890
Taxes:						
Sales	-	-	-	-	-	850,722
Motor vehicle	-	-	-	-	-	275,530
Gas	-	-	-	-	-	148,573
Lodgers	-	-	-	-	-	24,227
Licenses and fees	-	-	-	-	-	848,697
Interest income	-	-	-	-	-	596
Miscellaneous	-	-	-	-	-	296,421
Total revenues	<u>5,325</u>	<u>11,942</u>	<u>50,246</u>	<u>17,123</u>	<u>56,253</u>	<u>3,908,706</u>
EXPENDITURES						
Current:						
General government	904	11,942	50,246	6,786	23,801	1,065,720
Public works	-	-	-	-	-	1,992,279
Public safety	-	-	-	-	-	275,180
Health and welfare	-	-	-	-	-	993,532
Culture and recreation	-	-	-	-	-	33,041
Conservation	-	-	-	-	-	-
Capital outlay	40,177	-	-	-	32,452	663,644
Debt service:						
Principal payments	-	-	-	-	-	16,190
Interest payments	-	-	-	-	-	705
Total expenditures	<u>41,081</u>	<u>11,942</u>	<u>50,246</u>	<u>6,786</u>	<u>56,253</u>	<u>5,040,291</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(35,756)	-	-	10,337	-	(1,131,585)
OTHER FINANCING SOURCES (USES)						
Transfers in	35,756	-	-	3,830	-	1,279,100
Transfers out	-	-	-	(14,167)	-	(113,030)
Issuance of debt	-	-	-	-	-	47,356
TOTAL OTHER FINANCING SOURCES (USES)	<u>35,756</u>	<u>-</u>	<u>-</u>	<u>(10,337)</u>	<u>-</u>	<u>1,213,426</u>
NET CHANGES IN FUND BALANCE	-	-	-	-	-	81,841
FUND BALANCE, BEGINNING	-	-	-	-	-	1,178,080
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,259,921</u>

CAPITAL PROJECT FUNDS								DEBT SERVICE FUNDS	
Public Works Facility	Road and Health Projects	Detention Center Capital Outlay	Courthouse Remodeling	Crusher Facility and Equipment	ARRA Cinder Road	Highway Safety Improvement	Total Capital Project Funds	Capital Outlay/Infrastructure Revenue Bond	SMC Debt Service
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	81,031	81,031	-	-
-	-	-	-	-	-	-	-	1,041,574	1,019,957
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	667	1,156
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	81,031	81,031	1,042,241	1,021,113
-	-	-	-	-	-	-	-	-	-
-	-	-	-	234,997	-	-	234,997	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	29,754	-	-	-	29,754	-	-
-	-	-	31,365	-	-	81,031	112,396	-	-
-	-	-	-	-	-	-	-	533,295	-
-	-	-	-	-	-	-	-	191,684	-
-	-	-	61,119	234,997	-	81,031	377,147	724,979	-
-	-	-	(61,119)	(234,997)	-	-	(296,116)	317,262	1,021,113
-	-	-	107,852	263,018	-	-	370,870	189,159	-
-	-	-	-	-	-	-	-	(782,528)	(914,458)
-	-	-	-	-	-	-	-	-	-
-	-	-	107,852	263,018	-	-	370,870	(593,369)	(914,458)
-	-	-	46,733	28,021	-	-	74,754	(276,107)	106,655
678	4,575	901	38,171	1,505	-	-	45,830	717,024	236,665
\$ 678	\$ 4,575	\$ 901	\$ 84,904	\$ 29,526	\$ -	\$ -	\$ 120,584	\$ 440,917	\$ 343,320

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, 2014

	DEBT SERVICE FUNDS					Total Non-major Governmental Funds
	1997 Series B Bond Issue	1998 Series A Bond Issue	1998 Series B Bond Issue	1997A & 2007 Series Bond Issue	Total Debt Service Funds	
REVENUES						
Intergovernmental:						
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 514,869
Capital grants and contributions	-	-	-	-	-	69,181
Federal grants	-	-	-	-	-	960,921
Taxes:						
Sales	-	-	-	-	2,061,531	2,912,253
Motor vehicle	-	-	-	-	-	275,530
Gas	-	-	-	-	-	148,573
Lodgers	-	-	-	-	-	24,227
Licenses and fees	-	-	-	-	-	848,697
Interest income	-	-	-	-	1,823	2,419
Miscellaneous	4,414	-	-	-	4,414	300,835
Total revenues	<u>4,414</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,067,768</u>	<u>6,057,505</u>
EXPENDITURES						
Current:						
General government	-	-	-	-	-	1,065,720
Public works	-	-	-	-	-	2,227,276
Public safety	-	-	-	-	-	275,180
Health and welfare	-	-	-	-	-	993,532
Culture and recreation	-	-	-	-	-	33,041
Conservation	-	-	-	-	-	29,754
Capital outlay	-	-	-	-	-	776,040
Debt service:						
Principal payments	-	-	-	270,000	803,295	819,485
Interest payments	-	-	-	201,147	392,831	393,536
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>471,147</u>	<u>1,196,126</u>	<u>6,613,564</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	4,414	-	-	(471,147)	871,642	(556,059)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	37,000	-	471,147	697,306	2,347,276
Transfers out	-	-	-	-	(1,696,986)	(1,810,016)
Issuance of debt	-	-	-	-	-	47,356
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>37,000</u>	<u>-</u>	<u>471,147</u>	<u>(999,680)</u>	<u>584,616</u>
NET CHANGES IN FUND BALANCE	4,414	37,000	-	-	(128,038)	28,557
FUND BALANCE, BEGINNING	<u>673</u>	<u>-</u>	<u>-</u>	<u>383,694</u>	<u>1,338,056</u>	<u>2,561,966</u>
FUND BALANCE, ENDING	<u>\$ 5,087</u>	<u>\$ 37,000</u>	<u>\$ -</u>	<u>\$ 383,694</u>	<u>\$ 1,210,018</u>	<u>\$ 2,590,523</u>

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
TAX ROLL RECONCILIATION
Year Ended June 30, 2014**

Property taxes receivable, beginning of year	\$	5,750,964
Changes to Tax Roll:		
Net taxes charged to Treasurer for fiscal year		14,074,512
Adjustments:		
Decrease in taxes receivable		127,499
Charge off of taxes receivable		<u>(264,385)</u>
Total receivables prior to collections		19,688,590
Collections for fiscal year ended June 30, 2014		<u>(14,089,338)</u>
Property taxes receivable, end of year	\$	<u><u>5,599,252</u></u>
Property taxes receivable by years are as follows:		
2004		229,672
2005		177,681
2006		263,512
2007		233,839
2008		283,946
2009		323,792
2010		430,467
2011		565,849
2012		1,047,860
2013		<u>2,042,634</u>
Total taxes receivable	\$	<u><u>5,599,252</u></u>
Collections during the fiscal year ended June 30, 2014 are as follows:		
Taxes	\$	13,920,953
Penalty and interest		<u>383,848</u>
Taxes charged to Treasurer at June 30, 2014	\$	<u><u>14,304,801</u></u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
TAX ROLL RECONCILIATION (CONTINUED)
Year Ended June 30, 2014

Distributions made on fiscal year June 30, 2014 collections:	
San Miguel County	\$ 4,463,367
East Las Vegas Schools	3,066,152
West Las Vegas Schools	2,154,242
Pecos School	707,325
Santa Rosa Consolidated Schools	6,959
Luna Community College	1,074,095
City of Las Vegas	1,428,984
Village of Pecos	13,408
Mesa	18
Ute Creek	1,434
Guadalupe Soil and Water	124
Tiera y Montes Soil and Water	459,203
State of New Mexico	2,490
Children's Trust Fund	814,564
New Mexico Taxation and Revenue	<u>263,827</u>
TOTAL DISTRIBUTIONS	<u>\$ 14,456,192</u>
Undistributed taxes and interest at June 30, 2014	<u>\$ 69,075</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.

NON-MAJOR FUNDS

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.

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, Ifeld, 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 – Gonzales Ranch Road Project – To account for Community Development Block Grant (CDBG) money used for the Gonzales Ranch Road Project. This fund was established through Resolution 2011-05-26-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.

Disaster Projects – To account for County funds utilized in assisting local communities with natural disasters.

Federal Disaster Projects – To account for financial aid from the federal government and the local government match required by the funding. This fund was established through Resolution 2014-03-06-F1.

Veteran Transportation Services – To provide the County with funding for transportation expenses associated with assisting veterans of the County to attend medical, dental and vision appointments. The creation and maintenance of a separate fund was established by Resolution 2014-05-30-F2.

Office of Emergency Management-316 – To account for grant EMW-2012-SS-0097, which will be used for interoperable communications. The creation and maintenance of a separate fund was established by Resolution 2013-07-30-F3.

Office of Emergency Management-317 – To account for grant EMW-2011-EP-00051, to be used for the purchase and installation of a generator for the City of Las Vegas Police Department. The creation and maintenance of a separate fund was established by Resolution 2013-07-30-F4.

SPECIAL REVENUE FUNDS (CONTINUED)

Office of Emergency Management-318 – To account for grant HMMPO293120100, to be used for an Emergency Response plan. The creation and maintenance of a separate fund was established by Resolution 2013-07-30-F5.

Office of Emergency Management-319 – To account for grant OEM-LPDM-PL-06-NM-2010-001-SMC, to be used for a mitigation grant. The creation and maintenance of a separate fund was established by Resolution 2013-07-30-F6.

Office of Emergency Management-320 – To account for grant OEM-EMW-2011-SS-00094-S01-SMC-Per Diem, to be used for DHSEM travel and per diem for all eligible participants throughout the identified recipient area. The creation and maintenance of a separate fund was established by Resolution 2014-12-10-F1.

Office of Emergency Management-321 – To account for grant OEM-EMW-2013-SS-00152-S01-SMC, to be used to account for a separate emergency management grant. The creation and maintenance of a separate fund was established by Resolution 2013-12-10-F2.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - COMMUNITY PROJECTS -
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	<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				
Intergovernmental	\$ 274,873	\$ 305,661	\$ 110,329	\$ (195,332)
Total revenues	<u>274,873</u>	<u>305,661</u>	<u>110,329</u>	<u>(195,332)</u>
EXPENDITURES				
Public works:				
Operating expenses	15,676	8,322	7,176	1,146
Capital outlay	<u>20,173</u>	<u>9,678</u>	<u>9,678</u>	<u>-</u>
Total expenditures	<u>35,849</u>	<u>18,000</u>	<u>16,854</u>	<u>1,146</u>
OTHER FINANCING SOURCES				
Transfers in	<u>-</u>	<u>41,363</u>	<u>41,363</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)				
	<u>-</u>	<u>41,363</u>	<u>41,363</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FUNDING SOURCES (USES)				
	<u>\$ 274,873</u>	<u>\$ 305,661</u>	<u>\$ 110,329</u>	<u>\$ (195,332)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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	\$ 160,000	\$ 145,000	\$ 145,859	\$ 859
Intergovernmental	<u>426,000</u>	<u>447,884</u>	<u>444,845</u>	<u>(3,039)</u>
Total revenues	<u>586,000</u>	<u>592,884</u>	<u>590,704</u>	<u>(2,180)</u>
EXPENDITURES				
Public works:				
Operating	989,933	994,793	957,411	37,382
Capital outlay	<u>12,000</u>	<u>13,509</u>	<u>13,509</u>	<u>-</u>
Total expenditures	<u>1,001,933</u>	<u>1,008,302</u>	<u>970,920</u>	<u>37,382</u>
OTHER FINANCING SOURCES				
Transfers in	<u>417,222</u>	<u>395,645</u>	<u>395,645</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES				
	<u>417,222</u>	<u>395,645</u>	<u>395,645</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ 1,289</u>	<u>\$ (19,773)</u>	<u>\$ 15,429</u>	<u>\$ 35,202</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ 19,773</u>		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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	\$ 80,000	\$ 85,000	\$ 117,633	\$ 32,633
Licenses and fees	<u>530,500</u>	<u>530,500</u>	<u>705,178</u>	<u>174,678</u>
Total revenues	<u>610,500</u>	<u>615,500</u>	<u>822,811</u>	<u>207,311</u>
EXPENDITURES - current				
Public works:				
Operating	<u>917</u>	<u>957,814</u>	<u>923,741</u>	<u>34,073</u>
Total expenditures	<u>917</u>	<u>957,814</u>	<u>923,741</u>	<u>34,073</u>
OTHER FINANCING SOURCES				
Transfers in	<u>278,190</u>	<u>298,190</u>	<u>298,190</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)				
	<u>278,190</u>	<u>298,190</u>	<u>298,190</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ 887,773</u>	<u>\$ (44,124)</u>	<u>\$ 197,260</u>	<u>\$ 241,384</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ 44,124</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	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 (USES)				
Transfers in	-	-	-	-
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>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 39,780	\$ 20,000	\$ 25,948	\$ 5,948
Total revenues	<u>39,780</u>	<u>20,000</u>	<u>25,948</u>	<u>5,948</u>
EXPENDITURES - current				
Public works:				
Operating	<u>19,780</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>19,780</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,422	4,422	4,422	-
Transfers out	<u>(24,422)</u>	<u>(24,422)</u>	<u>(24,422)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,948</u>	<u>\$ 5,948</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - FARM AND RANGE -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	<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				
Intergovernmental	\$ 3,000	\$ 3,000	\$ 2,511	\$ (489)
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>2,511</u>	<u>(489)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>10,000</u>	<u>10,000</u>	<u>2,511</u>	<u>7,489</u>
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>2,511</u>	<u>7,489</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)	<u>\$ (7,000)</u>	<u>\$ (7,000)</u>	<u>\$ -</u>	<u>\$ 7,000</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ 7,000</u>	<u>\$ 7,000</u>		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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				
Intergovernmental	\$ 153,439	\$ 153,439	\$ 153,735	\$ 296
Total revenues	<u>153,439</u>	<u>153,439</u>	<u>153,735</u>	<u>296</u>
EXPENDITURES - current				
Public works:				
Operating	<u>185,428</u>	<u>185,428</u>	<u>175,410</u>	<u>10,018</u>
Total expenditures	<u>185,428</u>	<u>185,428</u>	<u>175,410</u>	<u>10,018</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ (31,989)</u>	<u>\$ (31,989)</u>	<u>\$ (21,675)</u>	<u>\$ 10,314</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ 31,989</u>	<u>\$ 31,989</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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				
Intergovernmental	\$ 74,015	\$ 86,130	\$ 34,112	\$ (52,018)
Total revenues	<u>74,015</u>	<u>86,130</u>	<u>34,112</u>	<u>(52,018)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>52,549</u>	<u>64,664</u>	<u>52,237</u>	<u>12,427</u>
Total expenditures	<u>52,549</u>	<u>64,664</u>	<u>52,237</u>	<u>12,427</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)	<u>\$ 21,466</u>	<u>\$ 21,466</u>	<u>\$ (18,125)</u>	<u>\$ (39,591)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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				
Intergovernmental	\$ 5,233	\$ 5,233	\$ 2,515	\$ (2,718)
Total revenues	<u>5,233</u>	<u>5,233</u>	<u>2,515</u>	<u>(2,718)</u>
OTHER FINANCING SOURCES (USES)				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and interest	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	\$ 5,233	\$ 5,233	-	\$ (5,233)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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				
Intergovernmental	\$ 33,471	\$ 29,621	\$ 14,197	\$ (15,424)
Total revenues	<u>33,471</u>	<u>29,621</u>	<u>14,197</u>	<u>(15,424)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>18,975</u>	<u>15,125</u>	<u>13,784</u>	<u>1,341</u>
Total expenditures	<u>18,975</u>	<u>15,125</u>	<u>13,784</u>	<u>1,341</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ 14,496</u>	<u>\$ 14,496</u>	<u>\$ 413</u>	<u>\$ (14,083)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 13,400	\$ 8,415	\$ 9,035	\$ 620
Miscellaneous	<u>500</u>	<u>1,230</u>	<u>1,230</u>	<u>-</u>
Total revenues	<u>13,900</u>	<u>9,645</u>	<u>10,265</u>	<u>620</u>
EXPENDITURES - current				
Public works:				
Operating	<u>16,204</u>	<u>15,936</u>	<u>13,747</u>	<u>2,189</u>
Total expenditures	<u>16,204</u>	<u>15,936</u>	<u>13,747</u>	<u>2,189</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ (2,304)</u>	<u>\$ (6,291)</u>	<u>\$ (3,482)</u>	<u>\$ 2,809</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ 2,304</u>	<u>\$ 6,291</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 6,388	\$ 16,264	\$ 10,675	\$ (5,589)
Total revenues	<u>6,388</u>	<u>16,264</u>	<u>10,675</u>	<u>(5,589)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>6,388</u>	<u>16,264</u>	<u>12,418</u>	<u>3,846</u>
Total expenditures	<u>6,388</u>	<u>16,264</u>	<u>12,418</u>	<u>3,846</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,743)</u>	<u>\$ (1,743)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	7,000	7,000	7,000	-
Total revenues	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>-</u>
EXPENDITURES				
Public works:				
Capital outlay	15,118	15,118	-	15,118
Total expenditures	<u>15,118</u>	<u>15,118</u>	<u>-</u>	<u>15,118</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ (8,118)</u>	<u>\$ (8,118)</u>	<u>\$ 7,000</u>	<u>\$ 15,118</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ 8,118</u>	<u>\$ 8,118</u>		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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				
Licenses and fees	23,000	23,000	25,077	2,077
Total revenues	<u>23,000</u>	<u>23,000</u>	<u>25,077</u>	<u>2,077</u>
EXPENDITURES				
Public works:				
Operating	16,250	19,363	16,817	2,546
Capital outlay	<u>9,850</u>	<u>6,799</u>	<u>449</u>	<u>6,350</u>
Total expenditures	<u>26,100</u>	<u>26,162</u>	<u>17,266</u>	<u>8,896</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)	<u>\$ (3,100)</u>	<u>\$ (3,162)</u>	<u>\$ 7,811</u>	<u>\$ 10,973</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ 3,100</u>	<u>\$ 3,162</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	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	735	735	-	735
Total expenditures	735	735	-	735
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	\$ (735)	\$ (735)	\$ -	\$ 735
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	\$ 735	\$ 735		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
	REVENUES			
Taxes	\$ 18,775	\$ 32,051	\$ 26,083	\$ (5,968)
Miscellaneous	<u>30</u>	<u>30</u>	<u>18</u>	<u>(12)</u>
Total revenues	<u>18,805</u>	<u>32,081</u>	<u>26,101</u>	<u>(5,980)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>10,000</u>	<u>20,000</u>	<u>16,796</u>	<u>3,204</u>
Total expenditures	<u>10,000</u>	<u>20,000</u>	<u>16,796</u>	<u>3,204</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)	<u>\$ 8,805</u>	<u>\$ 12,081</u>	<u>\$ 9,305</u>	<u>\$ (2,776)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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	\$ 895,000	\$ 925,000	\$ 750,316	\$ (174,684)
Interest income	<u>350</u>	<u>300</u>	<u>557</u>	<u>257</u>
Total revenues	<u>895,350</u>	<u>925,300</u>	<u>750,873</u>	<u>(174,427)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>1,076,338</u>	<u>1,121,809</u>	<u>692,272</u>	<u>429,537</u>
Total expenditures	<u>1,076,338</u>	<u>1,121,809</u>	<u>692,272</u>	<u>429,537</u>
OTHER FINANCING SOURCES				
Transfer in	<u>-</u>	<u>15,750</u>	<u>15,750</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)				
	<u>-</u>	<u>15,750</u>	<u>15,750</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ (180,988)</u>	<u>\$ (180,759)</u>	<u>\$ 74,351</u>	<u>\$ 255,110</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ 180,988</u>	<u>\$ 180,759</u>		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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	\$ 80,000	\$ 80,000	\$ 95,083	\$ 15,083
Total revenues	<u>80,000</u>	<u>80,000</u>	<u>95,083</u>	<u>15,083</u>
EXPENDITURES				
Public works:				
Operating	90,206	95,311	79,951	15,360
Capital outlay	<u>60,000</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Total expenditures	<u>150,206</u>	<u>125,311</u>	<u>79,951</u>	<u>45,360</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)	<u>\$ (70,206)</u>	<u>\$ (45,311)</u>	<u>\$ 15,132</u>	<u>\$ 60,443</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ 70,206</u>	<u>\$ 45,311</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES (52000 - 53000)				
Intergovernmental	\$ 12,175	\$ -	\$ -	\$ -
Total revenues	<u>12,175</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General EMS (52000)				
Public Safety:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Gallinas EMS (52100)				
Public Safety:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Sapello/Rociada EMS (52200)				
Public Safety:				
Operating				-
Capital outlay	3,319	5,739	3,296	2,443
	<u>3,319</u>	<u>5,739</u>	<u>3,296</u>	<u>2,443</u>
Conchas VFD (52300)				
Public Safety:				
Operating				-
Capital outlay	5,577	10,220	6,177	4,043
	<u>5,577</u>	<u>10,220</u>	<u>6,177</u>	<u>4,043</u>
Ilfeld VFD (52400)				
Public Safety:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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				
Cabo Lucero EMS (52700)				
Public Safety:				
Operating	-	-	-	-
Capital outlay	<u>3,279</u>	<u>3,303</u>	<u>3,005</u>	<u>298</u>
	<u>3,279</u>	<u>3,303</u>	<u>3,005</u>	<u>298</u>
 Sheridan EMS (528)				
Public Safety:				
Operating	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Bernall/Tecolote EMS (53000)				
Public Safety:				
Operating	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total expenditures	<u>12,175</u>	<u>19,262</u>	<u>12,478</u>	<u>6,784</u>
 OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ -</u>	<u>\$ (19,262)</u>	<u>\$ (12,478)</u>	<u>\$ 6,784</u>
 PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ 19,262</u>		

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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				
Licenses and fees	\$ 24,200	\$ 80,817	\$ 77,819	\$ (2,998)
Total revenues	<u>24,200</u>	<u>80,817</u>	<u>77,819</u>	<u>(2,998)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>27,463</u>	<u>84,078</u>	<u>80,134</u>	<u>3,944</u>
Total expenditures	<u>27,463</u>	<u>84,078</u>	<u>80,134</u>	<u>3,944</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ (3,263)</u>	<u>\$ (3,261)</u>	<u>\$ (2,315)</u>	<u>\$ 946</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ 3,263</u>	<u>\$ 3,261</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	<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				
Federal Revenue	\$ 750,779	\$ 649,417	\$ 585,426	\$ (63,991)
Total revenues	<u>750,779</u>	<u>649,417</u>	<u>585,426</u>	<u>(63,991)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>810,630</u>	<u>712,429</u>	<u>612,730</u>	<u>99,699</u>
Total expenditures	<u>810,630</u>	<u>712,429</u>	<u>612,730</u>	<u>99,699</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>29,714</u>	<u>57,976</u>	<u>57,976</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>29,714</u>	<u>57,976</u>	<u>57,976</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ (30,137)</u>	<u>\$ (5,036)</u>	<u>\$ 30,672</u>	<u>\$ 35,708</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ 30,137</u>	<u>\$ 5,036</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Miscellaneous	\$ 24,000	\$ 26,212	\$ 26,213	\$ 1
Total revenues	<u>24,000</u>	<u>26,212</u>	<u>26,213</u>	<u>1</u>
EXPENDITURES - current				
Public works:				
Operating	<u>64,989</u>	<u>64,989</u>	<u>41,093</u>	<u>23,896</u>
Total expenditures	<u>64,989</u>	<u>64,989</u>	<u>41,093</u>	<u>23,896</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)	<u>\$ (40,989)</u>	<u>\$ (38,777)</u>	<u>\$ (14,880)</u>	<u>\$ 23,897</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ 40,989</u>	<u>\$ 38,777</u>		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - CDBG - GONZALES RANCH ROAD PROJECT
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	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	11,138	11,109	11,109	-
Total expenditures	11,138	11,109	11,109	-
OTHER FINANCING SOURCES				
Transfers in	9,231	9,231	9,231	-
TOTAL OTHER FINANCING SOURCES (USES)	9,231	9,231	9,231	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ (1,907)	\$ (1,878)	\$ (1,878)	\$ -
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ 1,907	\$ 1,878		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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				
Intergovernmental	\$ 144,886	\$ 147,445	\$ 106,930	\$ (40,515)
Total revenues	<u>144,886</u>	<u>147,445</u>	<u>106,930</u>	<u>(40,515)</u>
EXPENDITURES				
Public works:				
Operating	174,998	168,268	151,175	17,093
Capital outlay	<u>17,500</u>	<u>17,878</u>	<u>17,878</u>	<u>-</u>
Total expenditures	<u>192,498</u>	<u>186,146</u>	<u>169,053</u>	<u>17,093</u>
OTHER FINANCING SOURCES				
Transfers in	<u>48,896</u>	<u>49,789</u>	<u>49,789</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>48,896</u>	<u>49,789</u>	<u>49,789</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ 1,284</u>	<u>\$ 11,088</u>	<u>\$ (12,334)</u>	<u>\$ (23,422)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 467,393	\$ 734,653	\$ 251,245	\$ (483,408)
Total revenues	467,393	734,653	251,245	(483,408)
EXPENDITURES				
Public works:				
Operating	-	1,148	-	1,148
Capital outlay	333,753	547,054	64,753	482,301
Total expenditures	333,753	548,202	64,753	483,449
OTHER FINANCING SOURCES				
Transfers out	-	(52,852)	(52,852)	-
TOTAL OTHER FINANCING SOURCES (USES)				
	-	(52,852)	(52,852)	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	\$ 133,640	\$ 133,599	\$ 133,640	\$ 41
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - DISASTER PROJECTS -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014**

	<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				
Intergovernmental	\$ -	\$ 236,735	\$ -	\$ (236,735)
Miscellaneous	-	4,000	8,000	4,000
Total revenues	-	240,735	8,000	(232,735)
EXPENDITURES				
Public works:				
Operating	-	118,721	28,335	90,386
Capital outlay	-	202,259	96,924	105,335
Total expenditures	-	320,980	125,259	195,721
OTHER FINANCING SOURCES				
Transfers in	-	80,245	80,245	-
TOTAL OTHER FINANCING SOURCES (USES)				
	-	80,245	80,245	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	\$ -	\$ -	\$ (37,014)	\$ (37,014)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - FEDERAL DISASTER PROJECTS -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014**

	<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				
Intergovernmental	\$ -	\$ 270,000	\$ 36,551	\$ (233,449)
Total revenues	<u>-</u>	<u>270,000</u>	<u>36,551</u>	<u>(233,449)</u>
EXPENDITURES				
Public works:				
Operating	-	296,910	37,211	259,699
Capital outlay	<u>-</u>	<u>63,090</u>	<u>63,088</u>	<u>2</u>
Total expenditures	<u>-</u>	<u>360,000</u>	<u>100,299</u>	<u>259,701</u>
OTHER FINANCING SOURCES				
Transfers in	<u>-</u>	<u>90,000</u>	<u>90,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)				
	<u>-</u>	<u>90,000</u>	<u>90,000</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,252</u>	<u>\$ 26,252</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - VETERAN TRANSPORTATION SERVICES -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	<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				
Intergovernmental	\$ -	\$ -	\$ 25,000	\$ 25,000
Total revenues	-	-	25,000	25,000
EXPENDITURES				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and interest	-	-	-	-
Total expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 25,000</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - OFFICE OF EMERGENCY MANAGEMENT-316 -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	<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				
Intergovernmental	\$ 1,829	\$ 1,829	\$ 1,757	\$ (72)
Total revenues	<u>1,829</u>	<u>1,829</u>	<u>1,757</u>	<u>(72)</u>
EXPENDITURES - current				
Public works:				
Operating	<u>1,829</u>	<u>1,829</u>	<u>1,757</u>	<u>72</u>
Total expenditures	<u>1,829</u>	<u>1,829</u>	<u>1,757</u>	<u>72</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - OFFICE OF EMERGENCY MANAGEMENT-317 -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 42,500	\$ 42,500	\$ 41,081	\$ (1,419)
Total revenues	42,500	42,500	41,081	(1,419)
EXPENDITURES - current				
Public works:				
Operating	42,500	42,500	41,081	1,419
Total expenditures	42,500	42,500	41,081	1,419
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	\$ -	\$ -	\$ -	\$ -
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - OFFICE OF EMERGENCY MANAGEMENT-318 -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 15,000	\$ 15,000	\$ 11,942	\$ (3,058)
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>11,942</u>	<u>(3,058)</u>
EXPENDITURES - current				
Public works: Operating	<u>15,000</u>	<u>15,000</u>	<u>11,942</u>	<u>3,058</u>
Total expenditures	<u>15,000</u>	<u>15,000</u>	<u>11,942</u>	<u>3,058</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - OFFICE OF EMERGENCY MANAGEMENT-319 -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 98,038	\$ 98,038	\$ 7,025	\$ (91,013)
Total revenues	98,038	98,038	7,025	(91,013)
EXPENDITURES - current				
Public works: Operating	98,038	98,038	50,247	47,791
Total expenditures	98,038	98,038	50,247	47,791
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	\$ -	\$ -	\$ (43,222)	\$ (43,222)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - OFFICE OF EMERGENCY MANAGEMENT-320 -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ 7,395	\$ 2,356	\$ (5,039)
Total revenues	-	7,395	2,356	(5,039)
EXPENDITURES - current				
Public works:				
Operating	-	7,395	2,534	4,861
Total expenditures	-	7,395	2,534	4,861
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ -	\$ -	\$ (178)	\$ (178)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SPECIAL REVENUE FUNDS - OFFICE OF EMERGENCY MANAGEMENT-321 -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ 197,859	\$ 39,655	\$ (158,204)
Total revenues	-	197,859	39,655	(158,204)
EXPENDITURES				
Public works:				
Operating	-	29,140	25,392	3,748
Capital outlay	-	168,719	30,861	137,858
Total expenditures	-	197,859	56,253	141,606
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	\$ -	\$ -	\$ (16,598)	\$ (16,598)
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

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.

NON-MAJOR FUNDS

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

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 - 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.

Highway Safety Improvement Program – To account for federal pass through funds through the New Mexico Department of Transportation. The funds are to be used for highway safety initiatives in the County. This fund was established through Resolution 2011-12-13-F1.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 CAPITAL PROJECTS FUNDS - PUBLIC WORKS FACILITY -
 STATEMENT OF REVENUES AND EXPENDITURES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 Year Ended June 30, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

**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, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and fees	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Public works:				
Operating	-	29,754	29,754	-
Capital outlay	50,000	121,481	23,941	97,540
Total expenditures	50,000	151,235	53,695	97,540
OTHER FINANCING SOURCES				
Transfers in	30,000	107,852	107,852	-
TOTAL OTHER FINANCING SOURCES (USES)	30,000	107,852	107,852	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ (20,000)</u>	<u>\$ (43,383)</u>	<u>\$ 54,157</u>	<u>\$ 97,540</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	<u>\$ 20,000</u>	<u>\$ 43,383</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Public works:				
Operating	169,860	159,535	138,198	21,337
Capital outlay	-	-	-	-
Principal and interest	<u>63,000</u>	<u>55,500</u>	<u>48,830</u>	<u>6,670</u>
Total expenditures	<u>232,860</u>	<u>215,035</u>	<u>187,028</u>	<u>28,007</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	271,212	263,018	263,018	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>271,212</u>	<u>263,018</u>	<u>263,018</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ 38,352</u>	<u>\$ 47,983</u>	<u>\$ 75,990</u>	<u>\$ 28,007</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 CAPITAL PROJECTS FUNDS - HIGHWAY SAFETY IMPROVEMENT PROGRAM
 STATEMENT OF REVENUES AND EXPENDITURES -
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 119,000	\$ 614,565	\$ 117,564	\$ (497,001)
Total revenues	<u>119,000</u>	<u>614,565</u>	<u>117,564</u>	<u>(497,001)</u>
EXPENDITURES				
Public works:				
Capital outlay	<u>82,597</u>	<u>578,032</u>	<u>81,031</u>	<u>497,001</u>
Total expenditures	<u>82,597</u>	<u>578,032</u>	<u>81,031</u>	<u>497,001</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
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 AND OTHER FINANCING SOURCES (USES)				
	<u>\$ 36,403</u>	<u>\$ 36,533</u>	<u>\$ 36,533</u>	<u>\$ -</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

DEBT SERVICE FUNDS

NON-MAJOR FUNDS

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.

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 - CAPITAL OUTLAY/INFRASTRUCTURE REVENUE BOND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 900,000	\$ 900,000	\$ 1,062,787	\$ 162,787
Interest income	500	500	666	166
Bond proceeds	<u>513,774</u>	<u>738,387</u>	<u>724,979</u>	<u>(13,408)</u>
Total revenues	<u>1,414,274</u>	<u>1,638,887</u>	<u>1,788,432</u>	<u>149,545</u>
EXPENDITURES - current				
Public works:				
Operating	<u>513,774</u>	<u>738,387</u>	<u>724,979</u>	<u>13,408</u>
Total expenditures	<u>513,774</u>	<u>738,387</u>	<u>724,979</u>	<u>13,408</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	243,792	189,132	189,159	27
Transfers out	<u>(777,665)</u>	<u>(782,527)</u>	<u>(782,527)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(533,873)</u>	<u>(593,395)</u>	<u>(593,368)</u>	<u>27</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ 366,627</u>	<u>\$ 307,105</u>	<u>\$ 470,085</u>	<u>\$ 162,980</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
	REVENUES			
Taxes	\$ 440,000	\$ 475,000	\$ 500,152	\$ 25,152
Intergovernmental	540,000	528,270	528,270	-
Interest	1,000	500	1,155	655
Total revenues	981,000	1,003,770	1,029,577	25,807
EXPENDITURES				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and interest	-	-	-	-
Total expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(889,500)	(914,458)	(914,458)	-
TOTAL OTHER FINANCING SOURCES (USES)	(889,500)	(914,458)	(914,458)	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ 91,500	\$ 89,312	\$ 115,119	\$ 25,807
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET	\$ -	\$ -		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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				
Miscellaneous	\$ 5,665	\$ 5,665	\$ 1,934	\$ (3,731)
Total revenues	<u>5,665</u>	<u>5,665</u>	<u>1,934</u>	<u>(3,731)</u>
EXPENDITURES				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and interest	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ 5,665</u>	<u>\$ 5,665</u>	<u>\$ 1,934</u>	<u>\$ (3,731)</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

	<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	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and interest	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	37,000	37,000	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>37,000</u>	<u>37,000</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ -</u>	<u>\$ 37,000</u>	<u>\$ 37,000</u>	<u>\$ -</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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, 2014

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

See Note 11 for reconciliation to GAAP financial statements.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
DEBT SERVICE FUNDS - 1997A AND 2007 SERIES BOND ISSUE -
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
Year Ended June 30, 2014

	<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	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Public works:				
Operating	-	-	-	-
Capital outlay	-	-	-	-
Principal and interest	<u>471,147</u>	<u>471,147</u>	<u>471,147</u>	<u>-</u>
Total expenditures	<u>471,147</u>	<u>471,147</u>	<u>471,147</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	471,147	471,147	471,147	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>471,147</u>	<u>471,147</u>	<u>471,147</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET				
	<u>\$ -</u>	<u>\$ -</u>		

See Note 11 for reconciliation to GAAP financial statements.

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 FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
June 30, 2014

	<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	\$ 289,768	\$ 5,948	\$ 3,031	\$ 34,295	\$ 333,042
Taxes receivable	3,874,862	-	-	-	3,874,862
Due from other funds	<u>-</u>	<u>400</u>	<u>-</u>	<u>-</u>	<u>400</u>
TOTAL ASSETS	<u>\$ 4,164,630</u>	<u>\$ 6,348</u>	<u>\$ 3,031</u>	<u>\$ 34,295</u>	<u>\$ 4,208,304</u>
LIABILITIES					
Due to other agencies	\$ 55,600	\$ -	\$ -	\$ -	\$ 55,600
Due to other funds	7,761	-	-	-	7,761
Uncollected taxes	4,032,194	-	-	-	4,032,194
Undistributed taxes	69,075	-	-	-	69,075
Deposits held in trust for others	<u>-</u>	<u>6,348</u>	<u>3,031</u>	<u>34,295</u>	<u>43,674</u>
TOTAL LIABILITIES	<u>\$ 4,164,630</u>	<u>\$ 6,348</u>	<u>\$ 3,031</u>	<u>\$ 34,295</u>	<u>\$ 4,208,304</u>

OTHER SUPPLEMENTAL SCHEDULES

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 1 - SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
June 30, 2014

	<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, 2013	\$ 4,365,039	\$ 10,506	\$ 3,864	\$ 61,175	\$ 4,440,584
Increase	13,981,737	3,683	-	-	13,985,420
Decrease	<u>(14,182,146)</u>	<u>(7,841)</u>	<u>(833)</u>	<u>(26,880)</u>	<u>(14,217,700)</u>
Assets, June 30, 2014	<u>\$ 4,164,630</u>	<u>\$ 6,348</u>	<u>\$ 3,031</u>	<u>\$ 34,295</u>	<u>\$ 4,208,304</u>
Liabilities, July 1, 2013	\$ 4,365,039	\$ 10,506	\$ 3,864	\$ 61,175	\$ 4,440,584
Increase	13,981,737	3,683	-	-	13,985,420
Decrease	<u>(14,182,146)</u>	<u>(7,841)</u>	<u>(833)</u>	<u>(26,880)</u>	<u>(14,217,700)</u>
Liabilities, June 30, 2014	<u>\$ 4,164,630</u>	<u>\$ 6,348</u>	<u>\$ 3,031</u>	<u>\$ 34,295</u>	<u>\$ 4,208,304</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS
Year Ended June 30, 2014

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

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
San Miguel County/New Mexico Commissioner of Public Lands Right-of-way for County roads	SMC	7/1/2012	N/A	N/A	SMC
San Miguel County/Chappelle Mutual Domestic Water Consumers Assoc. Use of vacant modular building	County Commissioners	7/10/2012	N/A	N/A	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
Economic Development Cooperation/San Miguel County LEDA Funds	EDC	8/14/2012	N/A	\$ 70,000	SMC
Union County/San Miguel County Confinement of prisoners out of Union County	Union County	8/14/2012	8/14/2013	\$80 per day/\$20 booking fee per inmate	SMC
Community First Bank/San Miguel County Lease agreement	SMC	9/20/2013	9/20/2017	\$21,941.95 per month	SMC
San Miguel County/Patrick W. Snedeker Contract for jail administrator	SMC	10/19/2012	10/19/2014	\$ 71,584	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
Colfax County/San Miguel County Housing of Colfax County prisoners	Detention	10/9/2012	10/9/2013	\$80 per day/\$20 booking fee per inmate	SMC
NMDOT/San Miguel County Funding for reducing traffic related injuries and death	Sheriff Dept.	12/11/2013	9/30/2013	\$ 6,560	SMC
San Miguel County/Freilich & Popowits LLP Providing services regarding oil and gas	SMC	12/12/2012	N/A	\$5,000 per month/ \$24,999 on 7/8/2013	SMC
San Miguel County/City of Las Vegas Transfer of vehicle title for senior program	SMC	10/17/2012	N/A		SMC
Town of Taos/San Miguel County Housing of Town of Taos prisoners	Detention	12/11/2012	12/11/2013	\$65 per day/\$20 booking fee per inmate	SMC
Town of Taos/San Miguel County Taos County to house juvenile detainees from SMC	Detention	12/31/2012	12/31/2013	\$120 per day/\$10 booking fee per inmate	SMC
NM Dept. of Game and Fish/San Miguel County Operation of solid waste collection	Public Works	12/21/2012	N/A	\$ 216,000	SMC
San Miguel County/NM Dept. of Homeland Security & Emergency Mgmt. Grant for hazardous materials emergency preparedness program	OEM	12/13/2012	9/30/2013	\$ 15,000	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
San Miguel County Fire Department/New Mexico Gas Company Continuation of filling propane within fire district	Fire Division	1/18/2013	1/17/2014	\$1.685 per gallon	SMC
San Miguel County/NM DOT 2013 Road Log	Public Works	2/12/2013	N/A	N/A	
San Miguel County/Timoteo S. Martinez Solid waste services	Public Works	2/4/2013	N/A	\$54.12 per month	SMC
San Miguel County/Joseph Griego Pest control services	Public Works	3/1/2013	3/1/2014	N/A	SMC
San Miguel County/El Povener Christian Camp Solid waste services	Public Works	3/7/2013	N/A	\$173.02 per pickup plus \$25 per ton per \$209.10 fuel surcharge	SMC
San Miguel County/Timoteo S. Martinez Solid waste services	Public Works	2/4/2013	N/A	\$27.81 per month	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
San Miguel County/NM DOT Amendment to Cooperative Project Agreement	Public Works	3/9/2012	N/A	\$ 36,533.00	SMC
San Miguel County/Superior Ambulance Service Agreement Ambulance Service Agreement	SMC	4/1/2013	N/A	\$108,000 annual eastern portion of County, \$42,700 annual western portion of County	SMC
San Miguel County/Brady Industries, Inc. Janitorial supplies	Detention	4/16/2013	4/16/2014		SMC
San Miguel County/A'Viands LLC Food/commissary services	Detention	5/1/2013	5/1/2014	Price varies dependent on number of inmates	SMC
San Miguel County/Pro-Clean/Economy Sales Dish machine and supplies	Detention	4/9/2013	4/9/2014		SMC
San Miguel County/Jeffrey's Plumbing and Heating Plumbing services	Public Works	2/13/2013	11/30/2013	\$35 per hour 7am to 5pm/ \$35 per hour weekends, after hours and holidays	SMC
San Miguel County/Alliance Solutions Group, Inc. LEPC Emergency Response Plan Update Services	OEM	4/24/2013	9/30/2013	Not to exceed \$14,927.50	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
San Miguel County/United World College Solid waste services	Public Works	5/15/2013	N/A	2 containers at \$173.02 per month	SMC
San Miguel County/Martinez and Sons, LLC Rural Business Enterprise Grant purchase of 1 vehicle and 1 trailer	SMC	4/23/2013	N/A	\$ 50,000.00	SMC
San Miguel County/4th Judicial District CASA Program Housing for CASA program staff	SMC	5/1/2013	N/A	N/A	SMC
San Miguel County/Witt O'Brien's LLC Mitigation	OEM	5/2/2013	3/31/2014	Not to exceed \$63,336.40	SMC
Solid Waste Services Agreement - SMC and Rocky Road (Oren Mathews) Rent of trash bins	SMC	3/15/2013	N/A	\$222.48 monthly plus tax	SMC
Agreement for use of Our Lady of Sorrows Parish Parking Area - SMC and Our Lady of Sorrows Parish Use of parking areas	SMC	6/12/2013 and 7/1/2013	9/30/2013 and 6/30/2014	N/A	SMC
Solid Waste Services Agreement - SMC and Las Vegas, NM KOA Campgrounds Rent of trash bins	SMC	6/6/2013	N/A	\$55.62 monthly plus tax	SMC
Contractual Agreement - SMC and Yolanda Cruz, LVJJC Coordination for the Las Vegas Juvenile Justice Continuum Board	SMC	7/1/2013	6/30/2014	\$16,800	SMC
Contractual Agreement - SMC and Luna Community College Providing educational services for the NM Detention Center Training Academy Program	SMC	7/1/2013	6/30/2014	N/A	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
Extension of Agreement/Contract for Inmate Confinement (4th Extension) - SMC and City of Las Vegas Confinement of inmates	SMC	6/11/2013	N/A	\$80 per inmate	SMC
Extension of Agreement/Contract for Inmate Confinement (3rd Extension) - SMC and Harding County Confinement of inmates	SMC	6/11/2014	N/A	\$45 per inmate plus \$20 booking fee	SMC
Agreement between San Miguel County and AFSCME Council 18 Union agreement	SMC	N/A	6/30/2014	N/A	SMC
Agreement between Owner and Planner - SMC and Architectural Research Consultants Incorporated Planning services - on call	SMC	N/A	N/A	N/A	SMC
Agreement of Engineering Services as needed - SMC and Souder Miller Associates Engineering services	SMC	7/9/2013	N/A	N/A	SMC
Extension of Agreement/Contract for Inmate Confinement (2nd Extension) - SMC and City of Espanola Inmate confinement	SMC	7/9/2013	N/A	\$80 per inmate plus \$20 booking fee	SMC
Extension of Contract (4th Year) - SMC and Greer's Repair and Welding Mechanic services	SMC	7/1/2013	6/30/2014	N/A	SMC
Agreement between SMC and Hays Plumbing and Heating for Emergency Snow Removal and/or Road Maintenance As needed for snow removal and/or road maintenance	SMC	1/1/2013	12/31/2013	N/A	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
Agreement between SMC and Rocky Road for Emergency Snow Removal and/or Road Maintenance As needed for snow removal and/or road maintenance	SMC	1/1/2013	12/31/2013	N/A	SMC
Agreement between SMC and Xtreme Builders for Emergency Snow Removal and/or Road Maintenance As needed for snow removal and/or road maintenance	SMC	1/1/2013	12/31/2013	N/A	SMC
Master Services Agreement between SMCDC and SECURUS Technologies Inmate phone services	SMC	N/A	N/A	N/A	SMC
Medical Management Contract 1st Year Renewal Agreement - SMC and HealthCare Partners Foundation, Inc. Inmate medical services	SMC	8/13/2013	N/A	\$26,000	SMC
Memorandum of Agreement between SMC and City of Las Vegas Compensating the City of Las Vegas for professional services rendered and to be rendered to the residents of SMC	SMC	7/1/2013	6/30/2014	\$5,000	SMC
Contractual Agreement between SMC and Hiphop Ball Foundation Youth Sports Development Program	SMC	9/16/2013	6/30/2014	\$3,600	SMC
Animal Control Services Agreement between AWC of Las Vegas & SMC Animal control services	SMC		11/30/2013	\$20,000	SMC
Addendum to Joint Power Agreement between Guadalupe County and SMC Solid waste collection in Tecolotito, NM	SMC	11/1/2013	N/A	\$21,000	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
Memorandum of Understanding between the US Fish and Wildlife Service and the Arizona Counties of Apache, Cochise, Coconino, Gila, Mohave, and Santa Cruz and the New Mexico Counties of Catron, Cibola, Grant, Hidalgo, Lincoln, Los Alamos, Luna, McKinley, Mora, San Juan, San Miguel, Santa Fe, Sierra and Valencia Signatory entities to contribute to the preparation of an Environmental Impact Statement	SMC		N/A	N/A	SMC
B.O.S.S. Software Agreement between SMCDC and Justice Software, Inc. Facility management software	SMC	10/31/2012	N/A	N/A	SMC
Renewal Agreement for the Contract for Inmate Confinement between SMC and Colfax County Inmate confinement	SMC	9/24/2013	N/A	\$80 per inmate plus \$20 booking fee	SMC
Memorandum of Agreement by and between SMC and City of Las Vegas Transfer of ownership of senior citizen equipment	SMC	10/8/2013	N/A	N/A	SMC
Agreement between Owner and Architect - SMC & Lee Gamelsky architects As needed services	SMC		N/A	N/A	SMC
Memorandum of Agreement between Political Subdivisions - SMC and Village of Pecos To permit Village of Pecos to provide fire and emergency services	SMC	9/1/2013	N/A	N/A	SMC
Standard Form of Agreement between Owner and Contractor - SMC and Franken Construction Metal building (County Extension Office - 20 Gallegos Road)	SMC		N/A	\$51,300	SMC
San Miguel/Mora County Fairgrounds Lease Agreement Lease agreement	SMC	8/20/2013	5/15/2014	\$750 per month	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

<u>Participants / Description</u>	<u>Responsible Party</u>	<u>Dates of Agreement</u>		<u>Project Amount</u>	<u>Audit Responsibility</u>
		<u>Beginning</u>	<u>Ending</u>		
Agreement for Purchase of Road Material - SMC and Rusty Read Purchase of road materials	SMC	11/20/2013	N/A	N/A	SMC
Agreement for Purchase of Road Material - SMC and Cipriano Lujan, Jr. Purchase of road materials	SMC	12/4/2013	N/A	N/A	SMC
Independent Contractor Agreement - SMC and White Sands Drug and Alcohol Compliance Drug testing	SMC	1/1/2014	12/31/2014	N/A	SMC
MOA Bernalillo County and SMC Running of Section 8 Housing	SMC	1/1/2014	6/1/2014	\$24,000	SMC
Addendum to Legal Services - SMC and Jesus Lopez Legal services	SMC	12/8/2013	2/8/2014	N/A	SMC
Contract - SMC and Westwind Landscape Construction, Inc. Courthouse landscaping project	SMC	2/12/2014	N/A	\$169,825	SMC
Agreement for Legal Services - SMC and Jesus Lopez Legal services	SMC	2/11/2014	2/10/2015	\$97,500	SMC
Contractual Agreement for Award and Expenditure of Lodgers' Tax Funds - SMC and San Miguel/Mora Fair Board Printing and advertising	SMC	7/1/2013	6/30/2014	\$1,000	SMC
Contractual Agreement for Award and Expenditure of Lodgers' Tax Funds - SMC and Pecos Business Association Printing and advertising	SMC	7/1/2013	6/30/2014	\$8,000	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

Participants / Description	Responsible Party	Dates of Agreement		Project Amount	Audit Responsibility
		Beginning	Ending		
Contractual Agreement for Award and Expenditure of Lodgers' Tax Funds - Las Vegas/San Miguel Chamber of Commerce Printing and advertising	SMC	7/1/2013	6/30/2014	\$1,000	SMC
Contractual Agreement for Award and Expenditure of Lodgers' Tax Funds - Mainstreet de Las Vegas Printing and advertising	SMC	7/1/2013	6/30/2014	\$2,000	SMC
Contractual Agreement for Award and Expenditure of Lodgers' Tax Funds - Casa de Cultura Printing and advertising	SMC	7/1/2013	6/30/2014	\$1,000	SMC
Lease Agreement - SMC Pecos Canyon Volunteer Fire Department and Southwest Capital Bank Lease agreement	SMC	5/22/2014	N/A	\$124,356	SMC
Addendum to Engineering Services - SMC and Engineers Inc. Engineering services	SMC	7/1/2013	6/30/2014	N/A	SMC
Addendum to Engineering Services - SMC and Miller Engineering Consultants, Inc. Engineering services	SMC	7/2/2013	6/30/2014	N/A	SMC
Addendum to Engineering Services - SMC and Souder Miller and Associates Engineering services	SMC	7/9/2013	6/30/2014	N/A	SMC
Contract for Library Services - New Mexico State Department of Cultural Affairs State Library Division and SMC Library services through the Bookmobile	SMC	7/1/2014	6/30/2015	\$3,000	SMC

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE 2 - JOINT POWERS AGREEMENTS (CONTINUED)
Year Ended June 30, 2014

<u>Participants / Description</u>	<u>Responsible Party</u>	<u>Dates of Agreement</u>		<u>Project Amount</u>	<u>Audit Responsibility</u>
		<u>Beginning</u>	<u>Ending</u>		
Standard Form of Agreement between Owner and Contractor - SMC and Pacheco Construction Ricona Station paving	SMC	5/15/2014	N/A	\$94,457	SMC
Second Addendum to Medical Management Contract - SMC and Health Care Partners Foundation, Inc. Medical care at SMCDC	SMC	8/13/2014	10/13/2014	N/A	SMC
Contractual Agreement for Award and Expenditure of Lodgers' Tax Funds - SMC and Pecos Business Association Advertising, printing and maintenance of website	SMC	7/1/2014	6/30/2015	\$10,800	SMC
Contractual Agreement for Award and Expenditure of Lodgers' Tax Funds - SMC and Pecos Business Association Advertising, publicizing and promotions	SMC	7/1/2014	6/30/2015	\$2,500	SMC
Contract for Employment for Jail Administration/Warden - October 2014 through October 2016 Employment contract	SMC	10/1/2015	10/31/2016	\$75,943	SMC
License and Services Agreement - SMC and Tyler Technologies Software	SMC		N/A	\$585,000	SMC

FINANCIAL DATA SCHEDULE

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 FINANCIAL DATA SCHEDULE
 June 30, 2014

HUD Line Item #	Accounts	Section 8 Rental Voucher 14.871
ASSETS		
111	Section 8 Fund Cash	\$ 65,937
142	Prepaid items and other assets	<u>10,896</u>
190	TOTAL ASSETS	<u>\$ 76,833</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
312	Accounts payable	\$ 3,094
342	Deferred revenue	<u>9,475</u>
300	Total liabilities	12,569
Fund balances:		
509.2	Reserved	2,968
512	Restricted	<u>61,296</u>
513	Total fund equity	<u>64,264</u>
600	TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 76,833</u>

STATE OF NEW MEXICO SAN MIGUEL COUNTY
FINANCIAL DATA SCHEDULE (CONTINUED)
June 30, 2014

HUD Line Item #	Accounts	Section 8 Rental Voucher 14.871
	REVENUE	
70600	HUD PHA Grants	\$ 575,952
70000	Total revenue	575,952
	EXPENDITURES	
91100	Administrative salaries	30,052
91600	Office Expenses	5,602
91800	Travel	2,479
93400	Fuel	332
94100	Ordinary maintenance and operations	1,903
96130	Workmen's compensation	1,343
96140	All other insurance	7,970
96200	Other general expenses	36,266
97600	Housing assistance payments	516,241
90000	Total expenditures	602,188
97000	EXCESS OF REVENUES OVER EXPENDITURES	\$ (26,236)
	OTHER FINANCING SOURCES (USES)	
10010	Transfers in	57,976
	MEMO ACCOUNTING INFORMATION	
11030	Beginning equity	\$ 32,524
513	Total fund equity	\$ 64,264

SINGLE AUDIT

STATE OF NEW MEXICO SAN MIGUEL COUNTY
 SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year Ended June 30, 2014

Federal Agency/ Pass-Through Agency	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Participating Expenditures
U.S. Department of Housing & Urban Development Section 8 Choice Vouchers Program	14.871	N/A	\$ <u>575,951</u> *
Total U.S. Department of Housing & Urban Development			<u>575,951</u>
U.S. Department of Homeland Security			
Passed through New Mexico Department of Homeland Security			
Federal Emergency Management Agency	97.036	Not available	75,224
Federal Emergency Management Agency	97.039	LPDM-P:-06-NM-2010-001-SMC	50,246
Emergency Management Performance Grant	20.703	HMHP0293120100	11,942
Federal Emergency Management Agency			17,123
Federal Emergency Management Agency			1,757
Emergency Management Performance Grant			<u>56,253</u>
Total CFDA # 97.067			75,133
Emergency Management Performance Grant			74,263
Emergency Management Performance Grant			<u>5,325</u>
Total CFDA # 97.042			<u>79,588</u>
Total U.S. Department of Homeland Security			<u>292,133</u>
U.S. Department of Agriculture			
Cooperative Forestry Assistance	10.664	N/A	5,000
Community Facilities Grants	10.766	N/A	<u>71,758</u> **
Total U.S. Department of Agriculture			<u>76,758</u>
U.S. Department of Justice			
Passed through the City of Las Vegas, New Mexico			
Edward Byrne Memorial Justice Assistance Grant (JAG)			
Program / Grants to States and Territories			
2013 Justice Assistance Grant (JAG) program	16.738	Not available	<u>6,400</u> ***
Total U.S. Department of Justice			<u>6,400</u>
U.S. Department of Transportation			
Passed through the State of New Mexico Department of Transportation			
Highway Planning and Construction	20.205	Not available	81,031 ****
Minimal penalties for Repeat Offenders for Driving While Intoxicated	20.608	Traffic Safety 14-AL-64-087	<u>5,406</u>
Total U.S. Department of Transportation			<u>86,437</u>
Total			\$ <u>1,037,679</u>

* Major program and part of 14.Hvouch cluster
 ** Part of the 10.CFLG cluster
 *** Part of the 16.JAG cluster
 **** Part of the 20.HPCC cluster

See accompanying notes to the schedule.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
NOTES TO THE SUPPLEMENTARY SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS
June 30, 2014

GENERAL

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

Some grants were not assigned pass-through entity identifying numbers.

None of the County's grants were passed through to subrecipients.

BASIS OF ACCOUNTING

The accompanying Supplementary 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.



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Independent Auditors' 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, in accordance with the 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, the financial statements of the governmental activities, the business-type activity, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds of San Miguel County (the County) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and the combining and individual funds and related budgetary comparisons of the County, presented as supplemental information, and have issued our report thereon dated November 12, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph, and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and 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 deficiencies described as findings 2014-001 and 2014-002 in the accompanying schedule of findings and questioned costs to be material weaknesses.

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 as findings 2014-003, 2014-004, 2014-005, 2014-006, 2014-007, 2014-008, 2014-009 and 2008-003 in the accompanying schedule of findings and questioned costs 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as findings 2011-005 and 2004-004.

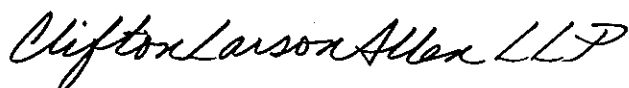
The County's Responses to Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP



Albuquerque, New Mexico
November 12, 2014



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Independent Auditors' 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

Report on Compliance for Each Major Federal Program

We have audited San Miguel County's (the County's) compliance 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, 2014. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of 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, 2014.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, 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 items 2014-004, 2014-010, 2014-011, and 2013-006. Our opinion on each major federal program is not modified with respect to these matters.

The County's Responses to Findings

The County's responses to the noncompliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The County's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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. *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.

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 material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2014-004, 2014-010, 2014-011, and 2013-006, that we consider to be significant deficiencies.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Albuquerque, New Mexico
November 12, 2014

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified? yes no
- Significant deficiencies 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 programs: Unmodified

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>
14.871	Section 8 Housing Choice Vouchers

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, 2014

Section II - Financial Statement Findings

Finding 2014-001 Adjustments to Trial Balance Not Provided Timely (Material Weakness)

Condition: A final, adjusted trial balance was requested to be provided to the auditors by October 6, 2014. As of November 5, 2014, adjusting journal entries were still being provided by the County, many of which were significant adjustments and pertained to missed revenue accruals for reimbursement-based grant expenditures.

Criteria: In order for the financial statements to be audited and an auditors' report be issued, it is important that the auditors receive a final trial balance, including any adjustments, in a timely manner. Generally, entities are able to close their accounting records within 90 days after the balance sheet date.

Cause: The County lacks an accounting system that is able to produce an accrual-based trial balance. The accounting software currently utilized is, for the most part, a cash-basis system that only allows County management to view activity and transactions that were recorded on that basis during a requested time period. Accruals are tracked on spreadsheets maintained separately from the general ledger, which makes it difficult for County management to produce and view accrual-based balances for accounts.

Effect: The County is not able to close its accounting records in a timely manner due to the inherent limitations of the accounting system.

Recommendation: We are aware that the County is currently budgeting for an upgraded accounting system and has procured services from an information technology contractor. We recommend that the County work closely with the contractor to ensure that accrual-based financial reports can be viewed by management, which will allow for more timely identification of deficit fund balances caused by missed accruals for grant reimbursements, as well as other issues.

Management's Response: The Finance Supervisor agrees with this audit finding. The system that we currently have is a cash basis system. The accounts payable module does not have the flexibility to recognize and allocate costs amongst different fiscal years. Because of this, we have to track accruals manually and create journal entries for these accruals. The system also does not have an accounts receivable module. Manual receivables are tracked and recognized through journal entries. As a result, the reporting becomes complicated and does not lend itself to readily identify deficit fund balances.

The County has recently awarded a contract to a vendor for a new computer system. The financial system will have the capability of tracking and reporting on both a cash and accrual basis. The system also has the needed accounts receivable module. Regardless if the system is fully implemented during FY14/15 or not, the Finance Supervisor will make every effort to provide this information more timely in the future.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2014-002 Lack of Controls over the Recognition of Accounts Receivable and Unearned Revenue (Material Weakness)

Condition: During walk-throughs over internal controls, we noted there are no controls in place over the recognition of accounts receivable or unearned revenues at year-end. Spreadsheets are used to track the account balances; however, no other individual is involved in the process either as the preparer or reviewer.

Criteria: Per NMAC 2.2.2.10, good accounting processes should be followed at all times; this includes proper segregation of duties as well as tracking of accruals for financial statement presentation.

Cause: The County has not implemented a segregation of duties in the area of accounts receivable as well as unearned revenue.

Effect: Accruals may not be properly identified for inclusion in the financial statements, thereby causing the financial statements to be overstated or understated.

Recommendation: We recommend the County identify an individual to prepare the accounts receivable and unearned revenue schedules and another individual to review the schedules for accuracy or missing information.

Management's Response: The Finance Supervisor agrees with this audit finding. This should be partially resolved with a new system which would allow us to track receivables through the system rather than the manual system currently in place. The other part of the resolution is to delegate some of the responsibility so there are at least two parties involved. The County has qualified staff to assist with this process.

Finding 2014-003 Second Level of Authorization Missing from Disbursements (Significant Deficiency)

Condition: During internal control testwork over cash disbursements from the Treasurer's office, we noted two disbursements, in the amounts of \$594.70 and \$16.89, out of twenty-two disbursements that did not have a second level of authorization.

Criteria: Per sound accounting practices, entities should have internal controls in place surrounding cash disbursements. All payments should be certified as true and correct by an officer or employee designated to make such payments, and adequate documentation should be available for support.

Cause: The County did not follow its policy to have two signatures on all disbursements from the Treasurer's Office.

Effect: When disbursements are not properly reviewed, the County is exposed to the possibility of a misappropriation of public monies.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2014-003 Second Level of Authorization Missing from Disbursements (Significant Deficiency) (continued)

Recommendation: We recommend a process be put in place to ensure all disbursements from all departments are reviewed by an employee outside of the transaction prior to payment. All employees who have the ability to make purchases should be aware of this process.

Management's Response: The Treasurer's Office issues checks to clear warrants, to refund overpayment on property taxes back to the owner and they also issue checks to distribute property taxes to various entities. They have indicated that this was an oversight and they will ensure that this takes place from this point forward.

Finding 2014-004 Lack of Internal Controls over the Journal Entry Process (Significant Deficiency)

Condition: During internal control testwork, one journal entry out of the eight selected for testwork could not be located. This entry was also selected during the Cash Management portion of single audit testwork, which prohibited us from verifying the internal control process was followed.

Criteria: Per NMAC 2.2.2.10, good accounting practices should be followed at all times. This includes proper internal controls over all transactions.

Cause: The County failed to review all journal entries created during the fiscal year.

Effect: When journal entries are not reviewed by someone other than the preparer, there is an increase in the risk of misappropriation of assets and misstated financial statements.

Recommendation: We recommend the County implement a process by which all journal entries are reviewed by someone other than the preparer. This person should have the capacity to understand the journal entry and make a decision regarding its appropriateness.

Management's Response: Regarding the missing journal entry GJ 5 221, this particular entry was used to record the Section 8 direct deposit from HUD as well as the interest earned during the month. The information used to support these entries is the bank statement, which reflects the direct deposits. During the review process, the Finance Supervisor noticed that the entry was \$30 higher than it should have been. At that time, a correction was requested and GJ 5 222 was created to adjust out the \$30 difference. However, in the process the original entry was misfiled. The entry ties directly to the recording of a deposit which could be used to substantiate the entry. This is not a normal occurrence, as all journal entries that have been selected in the past or that we have needed to review for whatever reason have been found. Again, I think the document was misfiled and the journal entry can be tied specifically to a direct deposit which supports the entry.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2014-005 Lack of Compliance with the Procurement Code (Significant Deficiency)

Condition: During internal control testwork over the procurement process, we noted four out of eight samples selected, in the amounts of \$69,387.58, \$131,166.61, \$145,959.93 and \$33,544.76, that were lacking supporting documentation to provide evidence that the procurement process was followed.

Criteria: Per 1.4.1.2, Chapter 4: State Procurement Code, the Code applies to every expenditure by state agencies and local public bodies for the procurement of items of tangible personal property, services, and construction. Additionally, IPAs are required to test the Procurement Code (Sections 13-1-1 to 13-1-199 NMSA 1978) as well as state purchasing regulations.

Cause: The County failed to provide supporting documentation to provide evidence that purchases were made in accordance with the State Procurement Code.

Effect: Failing to follow the State Procurement Code may lead to improper purchases and transactions using public monies. Failure to maintain appropriate supporting documentation may lead to the inability to defend purchasing decisions that were made by employees of the County and could ultimately lead to legal action against the County.

Recommendation: We recommend that each employee involved in the purchasing process be made aware of the importance of following the State Procurement Code, as well as the importance of maintaining supporting documentation.

Management's Response: Each department is responsible for retaining all evidence pertaining to bids and request for proposals, to include proof of advertisement, sign in sheets, responses, rating sheets, etc. Each department is aware of this requirement. They are also reminded of the requirement each time a bid or proposal is open. These four instances were tied to one specific department. The department has indicated that the paperwork was lost during a transitional period. They have started a procedure where the entire administrative staff of their department is aware of what needs to be kept and the location of where it is kept to avoid any problems in the future.

Finding 2014-006 Lack of Authorization on Timesheet and Leave Form (Significant Deficiency)

Condition: During internal control testwork over payroll, it was noted that one employee did not have a second level of authorization on the timesheet and leave form.

Criteria: Internal policy requires employees to have leave request forms and timesheets signed by the supervisor of the department.

Cause: The County does not have a formal policy in place regarding the authorization or approval of timesheets for members of management.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2014-006 Lack of Authorization on Timesheet and Leave Form (Significant Deficiency) (continued)

Effect: The County is not in compliance with its internal policy of authorized timesheets and leave forms.

Recommendation: We recommend the County determine the proper channels for authorization on the timesheets and leave forms for members of management.

Management's Response: The timesheet and leave forms were those of the County Manager. By practice, we have not required a signature on his timesheet and/or leave forms. However, we will provide these forms to the County Chairman for his review and approval. This process will begin in November of 2014.

Finding 2014-007 Capital Asset Purchases and Disposals (Significant Deficiency)

Condition: During substantive testwork over Capital Assets, we identified the purchase of an asset that did not include shipping costs (freight-in), in the amount of \$1,591, in the capitalized cost of the asset. Additionally, we identified one asset on the capital asset rollforward that was disposed of in fiscal year 2013, but was not removed from the County's list of assets.

Criteria: Per the state Manual of Model Accounting Practices, Section FIN 6 Asset Management, "capital assets should be recorded at the time of acquisition at cost (including ancillary costs) as determined by the amount paid for purchased assets..." Additionally, the same section states that entities shall record in the accounting records the sale, disposition, or impairment write-down of capital assets, when the related event occurs.

Cause: The County failed to properly value the purchase of an asset at cost (including ancillary costs) and did not remove an asset that was previously disposed from the accounting records.

Effect: Because the purchased asset was not recorded at a value that included shipping, the asset was understated on the financial statements. Additionally, the County included an item that was no longer its property on the financial statements.

Recommendation: We recommend the County implement a process by which all purchased assets are reviewed by a second individual to ensure all costs are captured for capitalization. Additionally, the second reviewer should verify all items that are reported for disposal are removed from the asset list.

Management's Response: Currently, the Finance Office tracks freight in a separate general ledger account. When the capital asset schedule was being updated, only the cost from the capital line items was picked up and the freight was inadvertently left off. We will change the process to record shipping costs directly to the capital line item so they are not missed.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2014-007 Capital Asset Purchases and Disposals (Significant Deficiency)
(continued)

As far as the item that was removed, that was an oversight that was caught internally by the department during their fixed asset review. As a result, the item was removed from the capital asset listing.

Finding 2014-008 Asset Observation (Significant Deficiency)

Condition: During a capital asset observation at a volunteer fire department, we identified four vehicles and one item classified as furniture and fixtures that were not included on the capital asset schedule.

Criteria: State Audit Rule 2.2.2.10 requires an annual physical inventory of equipment listed on the capital assets listing at the end of each fiscal year. The County should then certify the correctness of the listing and provide this certification to the auditors.

Cause: The County performs an annual inventory of assets, but controls over remote locations are not functioning properly to appropriately track assets.

Effect: A lack of appropriate controls and review processes for safeguarding and recording capital assets has caused the capital asset listing to be inaccurate.

Recommendation: We recommend the County communicate the importance of identifying assets both on the list as well as assets not included on the list, with each location in possession of County assets. This will help to ensure assets are appropriately safeguarded and recorded in the financial records.

Management's Response: The Finance Office has been working very diligently with departments to get the Fixed Assets properly stated. A listing of Fixed Assets is provided to each department on an annual basis. They are asked to review the listing for two purposes: first, to verify that the items on the list can be accounted for; second, to bring to our attention anything that should be on the list but is not. This process has helped us identify donated items, transferred items, or items that had been purchased at some point but were not capitalized when originally purchased. However, in this case this did not happen.

Prior to sending out the reports and instructions for the FY14/15 review, I will discuss this issue with the supervisors at our monthly supervisors meeting to stress the importance of both of the purposes stated.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2014-009 Failure to Comply with Municipal Bond Filing Requirements (Significant Deficiency)

Condition: The County did not meet its municipal bond funding obligation to submit the audited financial statements, pursuant to the Continuing Disclosure Undertaking, by the due date of April 1st of each year. The regulatory requirement is related to the Gross Receipts Tax Refunding Revenue Bonds Series 2011.

Criteria: Per Securities and Exchange Commission Section 240 15c2-12(b)(5)(i)(c) and (D), issuers must file annual reports disclosing financial and operating information specified in a written continuing disclosure undertaking (CDU), including audited financial statements. The County must submit the audited report to the MSRB website by April of each year.

Cause: The County failed to submit the audited financial statements to the MSRB website by April 1, 2014.

Effect: The County is not in compliance with the Securities and Exchange code above.

Recommendation: We recommend the County implement a process by which audited financial statements are uploaded to the MSRB website after the statements are issued. This will ensure the County meets all regulatory requirements.

Management's Response: The County was made aware of this by our underwriter. Once this was brought to our attention, all of the required audit reports were posted to the MSRB website. In addition to posting the audit reports required, the County also posted a Material Event Notice showing the County was aware that the reports were required and what the County will do to ensure future compliance.

Finding 2011-005 Fuel Card Expense Reports (Other Matter)

Condition: The County did 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, for the entire fiscal year.

Criteria: Per the New Mexico Manual of Model Accounting Practices Section FIN5, entities should have internal controls in place surrounding cash disbursements. All payments should be certified as true and correct by an officer or employee designated to make such payments, and adequate documentation should be available for support.

Cause: The County did not have in place, for the entire fiscal year, procedures and established internal controls 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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2011-005 Fuel Card Expense Reports (Other Matter) (continued)

Recommendation: As the County implemented a formal policy towards the end of the fiscal year, we recommend that the County continue to monitor and hold accountable 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.

Management's Response: The County created and finalized a policy in the last quarter of FY13/14. The policy has been distributed to all card users and all users have acknowledged the policy and the requirements placed on them. We will monitor the fuel usage and reporting and will follow through with corrective action when necessary.

Finding 2008-003 Year End Accruals Not Tracked Properly (Significant Deficiency)

Condition: During our audit of accounts payable, we found one expenditure made subsequent to year end was improperly excluded from the accounts payable listing at June 30, 2014 for a total of \$14,279.

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.

Cause: Oversight by Management.

Effect: The County is not accurately tracking its accruals for financial statement purposes, causing an understatement of expenditures and accounts payable in the amount of \$14,279.

Recommendation: We recommend the County strengthen its procedures over the identification and recording of accruals for financial statement purposes. Efforts should be made to ensure that payments made subsequent to June 30 for items received prior to the end of the fiscal year are included in the County's accounts payable schedule. When orders have been placed in one fiscal year but the items are not received until the next fiscal year, the amount should not be included in accounts payable at June 30. Consistency of applying accounting policies should be maintained at all times.

Management's Response: We have a manual method of tracking the accruals which has improved over the last couple of years. The paperwork flows through a total of four people for various reasons; one of the reasons is to ensure that accruals will be identified. After the final review, the checks are returned to the accounts payable staff and the manual spreadsheet is updated. In this particular case, the accrual was recognized in the first stage through the final review stage. The problem, however, was that the check was immediately pulled prior to the spreadsheet being updated. The check was pulled to answer a question that one of the departments had on the back up documentation.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2008-003 Year End Accruals Not Tracked Properly (Significant Deficiency)
(continued)

With our new system this should not be a problem, as the recognition of the accrual would not be a manual process but would be something automatically picked up by the system based on the service date. The system would record the accrual and the manual process would not be necessary, thus reducing these types of omissions.

The Finance Office will continue to be diligent about tracking the accruals.

Finding 2004-004 County Treasurer's Property Tax Schedule (Other Matter)

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

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

Cause: The County's property tax software does not have the capability to provide the historical data for this schedule.

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

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

Management's Response: The Treasurer's Office has started to work on this manually as the current system does not have the ability to produce this type of report. The Treasurer's Office has created a report reflecting two years of history and will continue to track those years and all future years until they eventually build the entire ten year schedule.

The new system that we are purchasing is also in use by other New Mexico counties and we have been informed that this reporting requirement has already been addressed and other counties are able to run this required report.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section III – Federal Award Findings and Questioned Costs

Finding 2014-004 Lack of Internal Controls over the Journal Entry Process (Significant Deficiency)

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: None

Applicable Compliance Requirement: Cash Management

Condition: During internal control testwork, one journal entry out of the eight selected for testwork could not be located. This entry was also selected during the Cash Management portion of single audit testwork, which prohibited us from verifying the internal control process was followed.

Criteria: Per NMAC 2.2.2.10, good accounting practices should be followed at all times. This includes proper internal controls segregation of duties over all transactions.

Cause: The County failed to review all journal entries created during the fiscal year.

Effect: When journal entries are not reviewed by someone other than the preparer, there is an increase in the risk of misappropriation of assets and misstated financial statements.

Recommendation: We recommend the County implement a process by which all journal entries are reviewed by someone other than the preparer. This person should have the capacity to understand the journal entry and make a decision regarding its appropriateness.

Management's Response: Regarding the missing journal entry GJ 5 221, this particular entry was used to record the Section 8 direct deposit from HUD as well as the interest earned during the month. The information used to support these entries is the bank statement, which reflects the direct deposits. During the review process, the Finance Supervisor noticed that the entry was \$30 higher than it should have been. At that time, a correction was requested and GJ 5 222 was created to adjust out the \$30 difference. However, in the process the original entry was misfiled. The entry ties directly to the recording of a deposit which could be used to substantiate the entry. This is not a normal occurrence, as all journal entries that have been selected in the past or that we have needed to review for whatever reason have been found. Again, I think the document was misfiled and the journal entry can be tied specifically to a direct deposit which supports the entry.

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014**

Section III – Federal Award Findings and Questioned Costs (continued)

Finding 2014-010 Compliance over HQS Inspections (Significant Deficiency)

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: None

Applicable Compliance Requirement: Special Tests and Provisions

Condition: During single audit testwork over the Section 8 Choice Housing Voucher program, it was noted that two out of twenty-three files did not contain evidence of HQS inspection during the fiscal year in which rental assistance was paid.

Criteria: Per the A-133 Compliance Supplement, Housing and Urban Development-Section 8 Housing Choice Vouchers, "The PHA must inspect the unit leased to a family at least annually to determine if the unit meets Housing Quality Standards."

Cause: The County Section 8 Housing department did not have adequate controls in place to ensure files were complete with required documentation and inspections occurred on an annual basis.

Effect: Failure to have the above controls in place could lead to landlords that are not in compliance with Housing Authority agreements and tenants living in unsafe households.

Recommendation: CLA recommends additional controls, such as a checklist of mandatory procedures, be put in place to verify required forms are in each file and each unit is inspected for compliance with Housing Quality Standards. Additionally, a second review should take place to determine the above procedures have taken place.

Management's Response: San Miguel County has contracted with Bernalillo County to run this program. The information requested was for periods prior to their involvement. Bernalillo County has worked on updating this information and getting us into compliance with the reporting requirements. The Finance Supervisor will work closely with Bernalillo County to ensure this is resolved in FY15.

Finding 2014-011 Controls over Reporting (Significant Deficiency)

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: None

Applicable Compliance Requirement: Reporting

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014**

Section III – Federal Award Findings and Questioned Costs (continued)

Finding 2014-011 Controls over Reporting (Significant Deficiency) (continued)

Condition: During single audit testwork over Section 8 Housing Choice Voucher Program, it was noted that four reports selected for testwork could not be located. This is out of a total population of twelve reports.

Criteria: Per the A-133 Compliance Supplement, Housing and Urban Development-Section 8 Housing Choice Vouchers, "The PHA must maintain complete and accurate accounts and other records for the program in accordance with HUD requirements."

Cause: The County transferred management of the Housing Authority to Bernalillo County Housing Authority during the fiscal year. Because of the transition, we could not access reports from the time period prior to Bernalillo County Housing Authority taking control of the program.

Effect: When reports cannot be located, the potential that inaccurate reporting could be submitted to HUD increases.

Recommendation: As a change in management has occurred, CLA recommends Bernalillo County Housing Authority prepare required reports and provide the San Miguel County Finance Director with a copy of the report for each month. The reports can then be reviewed and the County can verify reports are submitted timely.

Management's Response: These files were files prior to Bernalillo County's involvement. They will ensure that anyone who is receiving a HUD subsidy has a complete file. The Finance Supervisor will work closely with Bernalillo County to ensure this is resolved in FY15.

Finding 2013-006 Lack of Controls over Housing Files (Significant Deficiency)

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: None

Applicable Compliance Requirement: Eligibility

Condition: During single audit testwork over Section 8 Housing Choice Voucher Program, it was noted that two files selected for testwork could not be located.

Criteria: Per the A-133 Compliance Supplement, Housing and Urban Development-Section 8 Housing Choice Vouchers, "The PHA must maintain complete and accurate accounts and other records for the program in accordance with HUD requirements."

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2014

Section III – Federal Award Findings and Questioned Costs (continued)

Finding 2013-006 Lack of Controls over Housing Files (Significant Deficiency)

Cause: The County transferred all of the housing files to Bernalillo County Housing Authority for management. Subsequent to this transfer, two files could not be located.

Effect: Failure to keep accurate records could lead to tenants' income not being verified annually. This could lead to over/underpayment of housing funds by the PHA and potential legal issues on behalf of the County.

Recommendation: We recommend additional controls, such as a checklist of mandatory procedures, be put in place to ensure each tenant receiving housing assistance has a file which contains adequate documentation. Additionally, a second review should take place to ensure each tenant file is in existence and is up to date with the required forms pertaining to Section 8 housing standards.

Management's Response: These files were files prior to Bernalillo County's involvement. They will ensure that anyone who is receiving a HUD subsidy has a complete file. The Finance Supervisor will work closely with Bernalillo County to ensure this is resolved in FY15.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2014

Section II - Financial Statement Findings

Finding 2013-001 Background Checks Missing from Employee File (Control Deficiency) - Resolved

Condition: During our audit of internal control compliance over payroll, four employee files out of the twenty-two tested were missing required background checks. The County's internal policy requires employees to have a background check done prior to employment.

Finding 2013-002 Incomplete Trial Balance for County's Treasurer Fund (Significant Deficiency) - Resolved

Condition: The trial balance for the County's Treasurer Fund 109 (agency fund) was out of balance by \$29,848 at June 30, 2013.

Finding 2013-005 Section 8 Special Tests and Provisions (Material Weakness) - Resolved

Condition: During single audit testwork over Section 8 Housing, it was noted that one individual, who was employed by the Section 8 Housing department, was able to circumvent the waiting list procedures and award herself and one other individual housing vouchers during the fiscal year. These individuals were correctly admitted to the Section 8 Housing waiting list; however, the waiting list preferences were changed, which allowed the individuals to move up the waiting list. Per review of waiting list offers, the two individuals were then incorrectly awarded vouchers in January of 2013 and HAP payments were made through the end of the fiscal year. Approximately \$3,500 in HAP payments were made on behalf of these individuals from January 2013 to June 2013.

Finding 2011-001 Cash Receipt Process (Significant Deficiency) - Resolved

Condition: During assessment of internal controls over the cash receipts process, it was found that three out of the twenty-two cash receipts tested were not deposited within twenty-four hours. The three items were in the amounts of \$207.48, \$17.55, and \$14.48. It was also noted that receipt numbers were not in sequential order and not easily traceable in the accounting system.

Finding 2011-005 Fuel Card Expense Reports (Control Deficiency) – Repeated

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.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2014

Section II - Financial Statement Findings (continued)

Finding 2008-003 Year End Accruals Not Tracked Properly (Control Deficiency) - Repeated

Condition: During our audit of accounts payable, we found that one expenditure made subsequent to year end was improperly excluded from the accounts payable listing at June 30, 2012 for a total of \$8,953. We also found that one expenditure was improperly included in accounts payable at June 30, 2013 for a total of \$23,697.

Finding 2004-004 County Treasurer's Property Tax Schedule (Control Deficiency) - Repeated

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

STATE OF NEW MEXICO SAN MIGUEL COUNTY
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2014

Section III – Federal Award Findings and Questioned Costs

Finding 2013-003 Eligibility Compliance over Section 8 Housing (Significant Deficiency) - Resolved

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: None

Condition: During single audit testwork over Section 8 Housing eligibility, out of twenty-nine files tested, six housing files did not contain evidence of documentation related to the determination of reasonable rent, four PHA payments per the HAP contract did not agree to line 12u of the HUD-50058, two files did not contain evidence of an HQS inspection during the fiscal year in which rental assistance was paid, two files did not have evidence of an income verification release form signed by the tenant, five housing files did not contain adequate 3rd party verification, so tenant income could be verified, and one file did not adequately take into account an additional adult's income. Additionally, one housing file did not contain 3rd party verification of child-care costs, which allowed for an additional deduction to adjusted annual income.

Finding 2013-004 Controls over Allowable Costs Cash Disbursement (Significant Deficiency) - Resolved

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: None

Condition: During single audit testwork over Section 8 Housing allowable costs, it was noted that two out of forty files, in the amounts of \$369.00 and \$365.00, did not contain adequate support for the disbursement.

Finding 2013-005 Section 8 Special Tests (Waiting List) and Provisions (Material Weakness) - Resolved

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: \$3,500

Condition: During single audit testwork over Section 8 Housing, it was noted that one individual, who was employed by the Section 8 Housing department, was able to circumvent the

**STATE OF NEW MEXICO SAN MIGUEL COUNTY
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2014**

Section III – Federal Award Findings and Questioned Costs (continued)

Finding 2013-006 Missing Eligibility Documentation (Material Weakness) – Repeated

Federal Program: Section 8 Housing Choice Vouchers (CFDA #14.871)

Federal Agency: Department of Housing and Urban Development

Questioned Costs: None

Condition: During single audit testwork over Section 8 Housing, it was noted that three out of twenty-nine files selected for testwork could not be located.

STATE OF NEW MEXICO SAN MIGUEL COUNTY
EXIT CONFERENCE
June 30, 2013

An exit conference was held with the County on November 13, 2014. The conference was held in a closed meeting to preserve the confidentiality of the audit information prior to the official release of the financial statements by the State Auditor. In attendance were:

STATE OF NEW MEXICO SAN MIGUEL COUNTY

Nicolas T. Leger, Chairman of County Commission
Les W. J. Montoya, County Manager
Melinda Gonzales, Finance Supervisor

CLIFTONLARSONALLEN LLP

Janet Pacheco-Morton, CPA, CGFM, Assurance Principal
Ryan Jones, CPA, Director
Carson Townsend, 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.