

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2010**

**STATE OF NEW MEXICO  
SANTA FE COUNTY**

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**STATE OF NEW MEXICO  
SANTA FE COUNTY  
OFFICIAL ROSTER  
JUNE 30, 2010**

**County Commissioners**

|                  |             |
|------------------|-------------|
| Harry B. Montoya | Chairperson |
| Kathy Holian     | Member      |
| Mike Anaya       | Member      |
| Liz Stefanics    | Member      |
| Virginia Vigil   | Member      |

**County Officials**

|                     |                  |
|---------------------|------------------|
| Greg Solano         | County Sheriff   |
| Victor Montoya      | County Treasurer |
| Valerie Espinoza    | County Clerk     |
| Domingo P. Martinez | County Assessor  |
| Mark A. Basham      | Probate Judge    |
| Jeffery Ludwig      | County Surveyor  |

**Administrative Officials**

|                         |   |
|-------------------------|---|
| Katherine Miller        | County Manager                              |
| Joseph Gutierrez        | Community Services Department Director      |
| Jeff Trujillo           | Administrative Services Department Director |
| Annabelle Romero        | Corrections Department Director             |
| Jack Kolkmeier          | Growth Management Department Director       |
| Vacant                  | Public Works Department Director            |
| Robert Martinez         | Transportation Manager                      |
| Patricio Guerrero-Ortiz | Utilities Division Director                 |
| Bernadette Salazar      | Human Resources Division Director           |
| Teresa Martinez         | Finance Division Director                   |
| Steve Ross              | County Attorney                             |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
REPORT ON AUDIT OF FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**



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## INDEPENDENT AUDITORS' REPORT

Mr. Hector H. Balderas  
New Mexico State Auditor

County Commissioners of the  
State of New Mexico, Santa Fe County

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 other major special revenue funds, of Santa Fe County, New Mexico (County), as of and for the year ended June 30, 2010, 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 nonmajor governmental funds, fiduciary funds, and the budgetary comparisons for the major capital projects funds, debt service funds, enterprise funds and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements and schedules as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements and schedules are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements and schedules based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Santa Fe County, New Mexico, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly in all material respects, the

respective financial position of each nonmajor governmental fund and fiduciary funds of Santa Fe County, New Mexico as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital projects funds, debt service funds, enterprise funds and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report date November 11, 2010, on our consideration of Santa Fe County, New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 14 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by 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.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements and budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. The additional schedules listed as Agency Funds and Other Supplementary Information in the table of contents are presented for the purposes of additional analysis and are not a required part of the financial statements. The Schedule of Expenditures of Federal Awards, Agency Funds Schedules and Other Supplementary Information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Heinfeld, Meech & Co., P.C.*

HEINFELD, MEECH & CO., P.C.  
Certified Public Accountants

November 11, 2010

**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**(Required Supplementary Information)**

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

As management of the Santa Fe County, New Mexico (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the current fiscal year.

**FINANCIAL HIGHLIGHTS**

The financial statements which follow the Management's Discussion and Analysis provide those significant key financial highlights for 2009-10 as follows.

- The County's total net assets of governmental activities decreased \$27.3 million and business-type activities increased \$53.5 million. The increase in business-type activities was due to the addition of capital assets funded by governmental activities. This activity is presented as the transfer of \$54.1 million from governmental activities to business-type activities. In total, the net change of \$26.2 million represents an increase of 9 percent from the prior year.
- General revenues from governmental activities accounted for \$106.7 million in revenue, or 82 percent of all revenues from governmental activities. Program specific revenues in the form of charges for services and grants and contributions accounted for \$23.2 million or 18 percent of total governmental activities revenues. The County had \$2.8 million of program revenues and \$29,894 in general revenues related to business-type activities.
- The County had \$103.1 million in expenses related to governmental activities, a decrease of 5 percent from the prior fiscal year. The County had \$3.5 million in expenses related to business-type activities a decrease of 1 percent from the prior fiscal year.
- The General Fund had \$57.8 million in revenues, which primarily consisted of property and gross receipts taxes. The total expenditures of the General Fund were \$35.4 million. The General Fund's fund balance decreased \$35,649 to \$44.2 million.
- The Fire Operations Fund had \$9.5 million in revenues, which primarily consisted of gross receipts taxes. The total expenditures of the Fire Operations Fund were \$9.2 million. The Fire Operations Fund's fund balance decreased from \$6.7 million at prior fiscal year end to \$6.5 million at current fiscal year end.
- The Utilities Fund's operating expenses of \$2.3 million exceeded operating revenues of \$1.4 million. The Utilities Fund's net assets increased \$53.6 million or 67 percent primarily due to contributions of capital assets from the governmental funds.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

In the government-wide financial statements the County's activities are presented in the following categories:

- **Governmental activities** – Most of the County's basic services are included here, such as general government, public safety, public works, economic development and culture and recreation. Gross receipts taxes, property taxes, and intergovernmental revenues finance most of these activities.
- **Business-type activities** – The services provided by the County included here are home sales, regional planning, utilities and housing services. The services are primarily financed through charges for services.

**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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**OVERVIEW OF FINANCIAL STATEMENTS (Concl'd)**

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County'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.

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General, Developer Fees, Fire Operations, Law Enforcement Operations, Corrections Operations, Debt Service, Capital Outlay GRT, GO Bond Series 2007, GRT Bond Series 2008, and Capital GRT Bond Series 2010A Funds, all of which are considered to be the County's major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules.

**Proprietary funds.** The County maintains four proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its home sales, regional planning authority, utilities, and housing authority.

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

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Under New Mexico Administrative Code Section 2.2.2, governments in New Mexico must include the budgetary comparison statement for the General Fund and major special revenue fund data as a component of the fund financial statements within the basic financial statements.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$298.7 million at the current fiscal year end.

A significant portion of the County's net assets reflects its investment in capital assets (e.g., land, construction in progress, infrastructure, buildings and improvements, and vehicles, furniture and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to its 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.

The County's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The following table presents a summary of the County's net assets for the fiscal years ended June 30, 2010 and June 30, 2009.

|  | 2010<br>Governmental<br>Activities | 2009<br>Governmental<br>Activities<br>(as restated) | 2010<br>Business-type<br>Activities | 2009<br>Business-type<br>Activities<br>(as restated) | 2010 Total            | 2009 Total<br>(as restated) |
|--|------------------------------------|---|-------------------------------------|--|-----------------------|-----------------------------|
| Current and other assets                           | \$ 244,085,653                     | \$257,560,455                                       | \$ 13,181,743                       | \$23,767,935   | \$ 257,267,396        | \$281,328,390               |
| Capital assets, net                                | 154,233,128                        | 134,453,412   | 130,494,479                         | 66,120,327   | 284,727,607           | 200,573,739                 |
| <b>Total assets, net</b>                           | <b>398,318,781</b>                 | <b>392,013,867</b>                                  | <b>143,676,222</b>                  | <b>89,888,262</b>                                    | <b>541,995,003</b>    | <b>481,902,129</b>          |
| Current and other liabilities                      | 10,590,825                         | 13,394,597  | 706,539                             | 403,438  | 11,297,364            | 13,798,035                  |
| Long-term liabilities                              | 232,047,435                        | 195,621,683   |                                     |  | 232,047,435           | 195,621,683                 |
| <b>Total liabilities</b>                           | <b>242,638,260</b>                 | <b>209,016,280</b>                                  | <b>706,539</b>                      | <b>403,438</b>                                       | <b>243,344,799</b>    | <b>209,419,718</b>          |
| Invested in capital assets, net<br>of related debt | 87,213,314                         | 2,884,066   | 130,494,479                         | 67,869,959   | 217,707,793           | 70,754,025                  |
| Restricted   | 48,069,112                         | 72,420,213  |                                     |  | 48,069,112            | 72,420,213                  |
| Unrestricted                                       | 20,398,095                         | 107,693,308   | 12,475,204                          | 21,614,865   | 32,873,299            | 129,308,173                 |
| <b>Total net assets</b>                            | <b>\$ 155,680,521</b>              | <b>\$182,997,587</b>                                | <b>\$142,969,683</b>                | <b>\$89,484,824</b>                                  | <b>\$ 298,650,204</b> | <b>\$272,482,411</b>        |

At the end of the current fiscal year the County reported positive balances in all three categories of net assets. The same situation held true for the prior fiscal year. The County's financial position is the product of several financial transactions including the net result of activities, the acquisition of capital assets, and the depreciation of capital assets. The following are significant current year transactions that had an impact on the Statement of Net Assets.

- The principal retirement of \$9.0 million of bonds and the issuance of \$43.5 million of revenue bonds.
- The net addition of \$26.8 million of land, construction in progress, infrastructure and building improvements.



**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)**

**Changes in net assets.** The County's total revenues for the current fiscal year were \$132.8 million. The total cost of all programs and services was \$106.6 million. The following table presents a summary of the changes in net assets for the fiscal years ended June 30, 2010 and June 30, 2009.

|   | 2010<br>Governmental<br>Activities | 2009<br>Governmental<br>Activities<br>(as restated) | 2010<br>Business-type<br>Activities | 2009<br>Business-type<br>Activities<br>(as restated) | 2010<br>Total       | 2009<br>Total<br>(as restated) |
|---|------------------------------------|---|-------------------------------------|--|---------------------|--------------------------------|
| <b>Revenues:</b>                            |                                    |   |                                     |  |                     |                                |
| Program revenues:                           |                                    |   |                                     |  |                     |                                |
| Charges for services                        | \$ 11,058,103                      | \$ 21,428,894                                       | \$ 1,878,836                        | \$ 2,349,365   | \$12,936,939        | \$ 23,778,259                  |
| Operating grants and contributions          | 10,508,920                         | 12,357,297  | 924,216                             | 793,685  | 11,433,136          | 13,150,982                     |
| Capital grants and contributions            | 1,622,059                          | 3,619,750   |                                     | 2,435,730  | 1,622,059           | 6,055,480                      |
| General revenues:                           |                                    |   |                                     |  |                     |                                |
| Property taxes, levied for general purposes | 44,629,160                         | 38,946,256  |                                     |  | 44,629,160          | 38,946,256                     |
| Property taxes, levied for debt service     | 13,033,227                         | 13,644,415  |                                     |  | 13,033,227          | 13,644,415                     |
| Gross receipts taxes                        | 42,920,336                         | 41,464,519  |                                     |  | 42,920,336          | 41,464,519                     |
| Other taxes                                 | 2,029,969                          | 2,050,446   |                                     |  | 2,029,969           | 2,050,446                      |
| Investment income                           | 4,115,458                          | 5,560,567   | 29,894                              | 69,993   | 4,145,352           | 5,630,560                      |
| <b>Total revenues</b>                       | <u>129,917,232</u>                 | <u>139,072,144</u>                                  | <u>2,832,946</u>                    | <u>5,648,773</u>                                     | <u>132,750,178</u>  | <u>144,720,917</u>             |
| <b>Expenses:</b>                            |                                    |   |                                     |  |                     |                                |
| General government                          | 25,172,987                         | 20,430,292  |                                     |  | 25,172,987          | 20,430,292                     |
| Public safety                               | 40,389,110                         | 46,475,476  |                                     |  | 40,389,110          | 46,475,476                     |
| Culture and recreation                      | 1,433,402                          | 967,360   |                                     |  | 1,433,402           | 967,360                        |
| Public works                                | 3,654,201                          | 591,807   |                                     |  | 3,654,201           | 591,807                        |
| Highways and streets                        | 7,496,148                          | 10,612,531  |                                     |  | 7,496,148           | 10,612,531                     |
| Health and welfare                          | 16,840,758                         | 21,718,445  |                                     |  | 16,840,758          | 21,718,445                     |
| Interest on long-term debt                  | 8,135,830                          | 7,546,977   |                                     |  | 8,135,830           | 7,546,977                      |
| Home sales                                  |                                    |   |                                     | 54,342   |                     | 54,342                         |
| Regional planning authority                 |                                    |   | 91,508                              | 114,275  | 91,508              | 114,275                        |
| Utilities                                   |                                    |   | 2,295,463                           | 1,947,173  | 2,295,463           | 1,947,173                      |
| Housing services                            |                                    |   | 1,072,978                           | 1,369,185  | 1,072,978           | 1,369,185                      |
| <b>Total expenses</b>                       | <u>103,122,436</u>                 | <u>108,342,888</u>                                  | <u>3,459,949</u>                    | <u>3,484,975</u>                                     | <u>106,582,385</u>  | <u>111,827,863</u>             |
| <b>Transfers</b>                            | <u>(54,111,862)</u>                | <u>(36,787,138)</u>                                 | <u>54,111,862</u>                   | <u>36,787,138</u>                                    |                     |                                |
| <b>Changes in net assets</b>                | <u>\$ (27,317,066)</u>             | <u>\$ (6,057,882)</u>                               | <u>\$53,484,859</u>                 | <u>\$ 38,950,936</u>                                 | <u>\$26,167,793</u> | <u>\$ 32,893,054</u>           |

Total revenues decreased \$9.2 million or 7 percent primarily as a result of increased gross receipt tax collections of \$1.46 million, increased property tax collections (general purposes) of \$5.6 million and decreased charges for services of \$10.4 million. Charges for services revenues decreased \$10.4 million primarily as a result of removing the County's reliance on other third party funding sources to fully fund all health operations and in FY 2010 eliminated such funding. The County will be seeking funding mechanisms to sustain our growing health operations and future budgeting plans will limit growth of current health programs and/or result in reduced health programs as they will be funded solely by gross receipt tax collections. Investment income, and all grants and contributions witnessed decreases largely due to the current economy.

Governmental activities expenses decreased \$5.4 million primarily as a result of the elimination of third party funding for all health programs and necessitated cuts to maintain a balanced budget, decreased funding available for

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)**

road projects and maintenance, and reduced expenditures for the public safety component. The County initiated cost saving measures that included smart buying practices, reduced travel, reductions to take-home vehicles and cell phones and lastly a freeze on positions, all of which are contributing to the decreased expenses.

**Governmental and Business-type activities.** The following table presents the cost of the eleven (11) major County functional activities. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and County's taxpayers by each of these functions.

|                                 | 2010                 |                        | 2009                 |                        |
|---------------------------------|----------------------|------------------------|----------------------|------------------------|
|                                 | Total Expenses       | Net (Expense)/ Revenue | Total Expenses       | Net (Expense)/ Revenue |
| <b>Governmental Activities</b>  |                      |                        |                      |                        |
| General government              | \$ 25,172,987        | \$(19,133,054)         | \$ 20,430,292        | \$(13,730,415)         |
| Public safety                   | 40,389,110           | (30,093,218)           | 46,475,476           | (32,372,694)           |
| Culture and recreation          | 1,433,402            | (1,429,402)            | 967,360              | (911,546)              |
| Public works                    | 3,654,201            | (3,654,201)            | 591,807              | (579,307)              |
| Highways and streets            | 7,496,148            | (7,410,799)            | 10,612,531           | (6,536,701)            |
| Health and welfare              | 16,840,758           | (10,076,850)           | 21,718,445           | (11,635,404)           |
| Interest on long-term debt      | 8,135,830            | (8,135,830)            | 7,546,977            | (7,546,977)            |
| <b>Total</b>                    | <u>\$103,122,436</u> | <u>\$(79,933,354)</u>  | <u>\$108,342,888</u> | <u>\$(73,313,044)</u>  |
| <b>Business-type Activities</b> |                      |                        |                      |                        |
| Home sales                      | \$                   | \$                     | \$ 54,342            | \$ (54,342)            |
| Regional planning authority     | 91,508               | (48,475)               | 114,275              | (43,328)               |
| Utilities                       | 2,295,463            | (388,259)              | 1,947,173            | 2,548,661              |
| Housing services                | 1,072,978            | (220,163)              | 1,369,185            | (375,626)              |
| <b>Total</b>                    | <u>\$ 3,459,949</u>  | <u>\$ ( 656,897)</u>   | <u>\$ 3,484,975</u>  | <u>\$ 2,075,365</u>    |

- The cost of all governmental activities this year was \$103.1 million; the decrease of \$5.2 million from the prior year was primarily due to the elimination of third party funding for all health programs and corresponding cuts, decreased funding available for road projects and maintenance, and reduced expenditures for the public safety component. The County initiated cost saving measures that included smart buying practices, reduced travel, reductions to take-home vehicles and cell phones and lastly a freeze on positions, all of which are contributing to the decreased expenses.
- The cost of all business-type activities this year was \$3.5 million, a decrease of \$25,026 from the prior year.
- Charges for services and contributions subsidized certain governmental programs and business-type programs with revenues of \$26.0 million.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Concl'd)**

- Net cost of governmental activities of \$79.9 million was financed by general revenues, which are made up of primarily property taxes and gross receipts taxes of \$100.6 million.

**FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS**

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The financial performance of the County as a whole is reflected in its governmental funds. As the County completed the year, its governmental funds reported a combined fund balance of \$213.1 million, a decrease of \$13.1 million. The General Fund is the principal operating fund of the County. The General Fund's fund balance decreased \$35,649 to \$44.2 million at year end.

**Proprietary Funds.** Net assets of the Enterprise Fund increased \$53.5 million to \$143.0 million at year end primarily due to the acquisition of water rights totaling \$6.8 million from various sellers and acquired 333.3 acre feet. The County issued Gross Receipts Tax Revenue Bonds for \$12.0 million to allow for the acquisition of additional water rights in order to prepare for the completion of the Buckman Direct Diversion (BDD) project and also with the mindset of developing the County's water utility operations. The construction of the BDD Project is nearing completion. The BDD project will be on-line and fully operational by May 2011. The project budget is \$218 million and the County paid the City a total of \$31 million in FY 2010. The County also installed a bulk water system off of N.M. 14 near the county jail. This new system will allow county residents to purchase water at any time and should result in reduced costs for the County. The County also expended funds towards the upgrade to the Valle Vista Waste Water Treatment Facility.

**BUDGETARY HIGHLIGHTS**

There were several amendments to the County's fiscal year 2009-10 operating budget. A statement reporting the original and final budget amounts compared to the County's actual financial activity for the General Fund is provided in this report as a basic financial statement. The significant variances are summarized as follows.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**BUDGETARY HIGHLIGHTS (Concl'd)**

- The favorable variance of \$1.0 million in gross receipts tax as the County imposed budget reductions during the fiscal year based on proposed legislative changes that did not materialize. The proposed legislative changes were specific to the food and medical tax exemptions. Additionally, the County received an equalization payment of \$273,845, which provides additional funds to counties with per capita gross receipts below the statewide average. This is the first time the County has qualified for an equalization payment.
- The favorable variance of \$14.8 million in capital outlay was the result of several items. The first item was a \$5.0 million increase to a capital contingency set-aside for this recessionary economy to accommodate any unforeseen capital emergencies or a catastrophic downturn in revenue collections. Thankfully no emergencies arose and revenue sustained at the budget levels, which and resulted in a positive variance. Second, the General Fund was reimbursed \$4.3 million for water right acquisitions funded in the previous fiscal year. Thirdly, a total of \$2.9 million was budgeted for the Judicial Center Complex and did not materialize as the environmental clean-up is still in process. Lastly, potential water rights acquisitions were budgeted at \$4.0 million of which \$2.0 million was unspent.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** At year end, the County had invested \$284.7 million in capital assets, including buildings, water system, facilities, vehicles, computers, equipment, and infrastructure assets. This amount represents a net decrease prior to depreciation of \$71.5 million. Total depreciation expense for the current fiscal year was \$7.8 million. The following schedule presents capital asset balances for the fiscal years ended June 30, 2010 and June 30, 2009.

| <u>Governmental Activities</u>    | As of<br>June 30, 2010 | As of<br>June 30, 2009 |
|-----------------------------------|------------------------|------------------------|
| Land                              | \$ 34,985,605          | \$ 28,935,735          |
| Buildings and improvements        | 94,329,984             | 89,838,769             |
| Infrastructure                    | 37,970,743             | 34,101,394             |
| Equipment and vehicles            | 46,461,994             | 44,447,878             |
| Furniture and fixtures            | 1,487,761              | 1,464,286              |
| Construction in progress          | 21,257,535             | 11,988,126             |
| Right of way land                 | 5,465,283              | 5,465,283              |
| Less: Accumulated depreciation    | <u>(87,725,777)</u>    | <u>(81,788,059)</u>    |
| <b>Total</b>                      | <u>\$ 154,233,128</u>  | <u>\$ 134,453,412</u>  |
|                                   |                        |                        |
| <u>Business-type Activities</u>   | As of<br>June 30, 2010 | As of<br>June 30, 2009 |
| Land                              | \$ 2,047,140           | \$ 2,047,140           |
| Buildings and improvements        | 6,654,219              | 6,595,491              |
| Water systems                     | 14,001,670             | 4,823,988              |
| Vehicles, furniture and equipment | 1,103,054              | 1,037,945              |
| Construction in progress          | 82,231,629             | 46,912,510             |
| Water rights                      | 31,539,221             | 23,649,563             |
| Less: Accumulated depreciation    | <u>(7,082,454)</u>     | <u>(6,283,706)</u>     |
| <b>Total</b>                      | <u>\$ 130,494,479</u>  | <u>\$ 78,782,931</u>   |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
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YEAR ENDED JUNE 30, 2010**

**CAPITAL ASSETS AND DEBT ADMINISTRATION (Concl'd)**

The estimated cost to complete current construction projects is \$61.0 million.

Additional information on the County's capital assets can be found in Note 5.

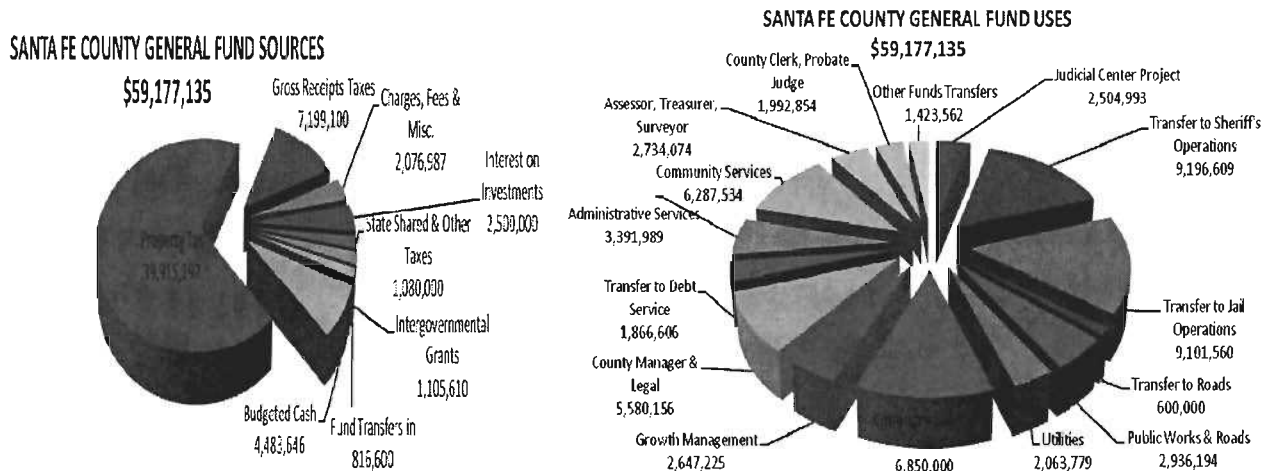
**Debt Administration.** At year end, the County had \$222.1 million in long-term debt outstanding. The following table presents a summary of the County's outstanding long-term debt for the fiscal years ended June 30, 2010 and June 30, 2009.

|                       | <b>Governmental Activities</b> |                       |
|-----------------------|--------------------------------|-----------------------|
|                       | 2010                           | 2009                  |
| Bonds payable         | \$ 123,180,000                 | \$ 131,500,000        |
| Revenue bonds payable | 98,960,000                     | 58,010,000            |
| <b>Total</b>          | <b>\$ 222,140,000</b>          | <b>\$ 189,510,000</b> |

State statutes currently limit the amount of general obligation debt a County may issue to 4 percent of its total assessed valuation for general purposes. The current debt limitation for general purposes for the County is \$268.4 million. State statute currently does not limit the amount of general obligation debt a County may issue for a Water and Wastewater system.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

**Credit Ratings.** On March 8, 2010, Moody's Investor Services reviewed and assigned a Aa2 rating to the Santa Fe County's Capital Outlay Gross Receipts Tax (Joint Water Project Allocation) Revenue Bonds, Series 2010A and Capital Outlay Gross Receipts Tax (County-Only Water Project Allocation) Revenue Bonds, Series 2010B. Such a rating was assigned given that the County's restricted revenues provide satisfactory debt service coverage, the County has a large and diverse tax base and the County maintains solid financial operations with strong reserves.



**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES (Cont'd)**

The Board of County Commissioners and the management considered many factors and conducted significant research during the development of the fiscal year 2010-2011 budget. Ultimately, the General Fund was budgeted with the use of approximately \$4.5 million in cash, a decrease in budgeted cash of about \$5.5 million from FY 2010. This reduction was realized because of a number of factors including a \$1.8 million reduction in capital purchases and set-asides, a \$2.6 million reduction in operating transfers out mostly for jail debt service which is being funded from the correctional gross receipts tax in FY 2011, a \$.8 million reduction in debt service for the 2008 Series GRT bond, and \$.4 million reduction in the Judicial Complex project which is funded from the cash accumulated from the 1/16<sup>th</sup> gross receipts tax.

Beginning in FY 2009 and continuing through FY 2010 and into FY 2011 the County has been struggling to combat the "great recession" by a variety of cost cutting measures. The hope of the County's governing body and management has been to reduce budgets in a manner that will result in a minimal impact to staff. As of the FY 2011 budget this hope has been realized, but not without an impact to the cash reserves. The cash reserves have historically been allowed to accumulate in order to sustain County operations through economic downturns. In FY 2011 these "rainy day" funds are being tapped. Realizing that cash reserves will eventually deplete, during FY 2011 the Board of County Commissioners will be reviewing program priorities and potentially re-defining its vision of "core government" which will be used as a road map for the FY 2012 budget.

The objectives set for the fiscal year include the following:

- The FY 2011 budget cycle began with a grim picture of the financial future of Santa Fe County and the economy as a whole. The warning bells were sounded at mid-year regarding revenue projections and the need for a significant use of cash reserves to maintain a "status quo" level of service in FY 2011. In response to these factors the County took action to reduce operating budgets by freezing positions, reducing the salaries of upper level staff, developing new revenue generating initiatives, and cutting operating expenses. The Board of County Commissioners maintains a stated goal of riding out this financial storm without a significant impact to services or staff livelihood.
- The County has seen declining revenue collections in one of its primary revenue sources, Gross Receipt Taxes. The County has witnessed that the major industries affected by this recessed economy are the construction, tourism and retail industries and the County forecasted and budgeted a 10% downturn in Gross Receipt Taxes in FY 2010 and projected another 5% downturn in the FY 2011 budget. This resulted in an additional decrease of \$1,950,000 in projected Gross Receipt Taxes for FY 2010. S.A.V.E. (Santa Fe County Accountability, Value and Efficiency) Initiative audited certain routine expenditures and successfully reduced cell phone costs, reduced the amount of take-home vehicles and also focused on reducing energy consumption, which resulted in more than \$2.0 million in savings. This initiative will continue to find innovative ways of saving money and generating new revenue while sustaining adequate spending that impacts ongoing operations.
- The County eliminated the Commissioners community funds in FY 2011 for a total budget cut of \$92,500. In addition, the County reduced significantly, the General Fund capital package and the emergency contingency funds resulting in a total reduction of \$1.8 million. Other measures such as eliminating the student intern program, reducing contractual services, cutting travel, reorganizing work flows at satellite offices, to name a few resulted in a combined savings of \$1.2 million.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2010**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES (Concl'd)**

- The County has continued to fund wage adjustments for Corrections, Fire and Sheriff's employees based on current negotiated bargaining agreements. However, non-bargaining unit employees did not receive cost of living adjustments (COLA) for the last two fiscal years. The merit pool was cut in FY 2010 and was not funded in FY 2011.

The US Census Bureau population estimate for 2009 is 147,532, which includes the City of Santa Fe. This estimate reflects a population percentage *increase* in the period from April, 2000 to June, 2009 of 14.1% -- larger than the State as a whole which has an estimated 10.5% increase during that same period. In 2008, total employment was 73,480 persons. Santa Fe's cost of living is above the national average, with a cost of living index of 97.6 in 2009. Wages stayed around the national average, but above the average wages for the State of New Mexico. The median household income in Santa Fe County was \$55,461 in 2008, compared to the state median of \$43,719. The median price for a home for Santa Fe County was \$319,700. Population estimates for Santa Fe County projected through the year 2035 indicate a slow and steady growth rate, however the rate of growth will not be as high as the State as a whole. As of 2008, Santa Fe's population had a median age of 41 years.

Still, Santa Fe County's economy is driven by tourism and recreation. Like other regions of the State and country, these two sectors of the economy have been hard hit by the "great recession" which started in FY 2008, as have the construction and real estate sectors.

All of these indicators were considered when preparing the fiscal year 2011 budget. The General Fund budget totals \$59,177,136 a decrease of 6 percent from FY 2010. Gross receipt taxes are expected to decline by 5% percent and property tax revenue estimates were increased by 5 percent. Budgeted expenditures in the General Fund also decreased 6 percent in FY 2011. This decrease is the result of decreases in contingencies and set-asides of \$1.8 million, reductions in debt service payment funded through the 1/16<sup>th</sup> gross receipt tax, budget cuts and a hiring freeze and a reduction in the support required for the Corrections Department.

The County's plan will focus on long-term financial planning to ensure sustainable budgets, economic development and the prioritization of core services in the event of programmatic cuts and lay-offs. The County will explore regional cost sharing efforts as well. Looking forward, the County will be affected by slowed revenue collections and increased general fund support to jail and health operations. Additionally, the County will have to focus strongly on the Adult and Juvenile facilities, fire operations, health operations and the regional emergency communications center and their potential threat to General Fund cash reserves. The county adopted a balanced budget for fiscal 2011 with minimal impact to staff and programs. The county does anticipate a decreasing change in reserve levels at year-end.

**CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Finance Department, Santa Fe County, 102 Grant Avenue, Santa Fe, New Mexico 87501 or visit our website at [www.santafecounty.nm.us](http://www.santafecounty.nm.us).

## **BASIC FINANCIAL STATEMENTS**



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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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**STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF NET ASSETS  
JUNE 30, 2010**

|   | Governmental<br>Activities | Business-type<br>Activities | Total                 |
|---|----------------------------|-----------------------------|-----------------------|
| <b><u>ASSETS</u></b>                            |                            |                             |                       |
| Current assets:                                 |                            |                             |                       |
| Cash and investments                            | \$ 204,721,730             | \$ 12,352,153               | \$ 217,073,883        |
| Receivables                                     | 6,908,817                  | 733,315                     | 7,642,132             |
| Long-term receivables                           | 14,236,604                 |                             | 14,236,604            |
| Taxes receivable                                | 13,871,554                 |                             | 13,871,554            |
| <b>Total current assets</b>                     | <b>239,738,705</b>         | <b>13,085,468</b>           | <b>252,824,173</b>    |
| Noncurrent assets:                              |                            |                             |                       |
| Cash and investments - restricted               | 2,842,418                  |                             | 2,842,418             |
| Long-term receivables                           |                            | 96,275                      | 96,275                |
| Deferred charges                                | 1,504,530                  |                             | 1,504,530             |
| Land  | 34,985,605                 | 2,047,140                   | 37,032,745            |
| Buildings and improvements                      | 94,329,984                 | 6,654,219                   | 100,984,203           |
| Water system                                    |                            | 13,854,670                  | 13,854,670            |
| Infrastructure                                  | 37,970,743                 |                             | 37,970,743            |
| Equipment and vehicles                          | 46,461,994                 | 499,730                     | 46,961,724            |
| Furniture and fixtures                          | 1,487,761                  | 479,441                     | 1,967,202             |
| Construction in progress                        | 21,257,535                 | 82,231,629                  | 103,489,164           |
| Water rights                                    |                            | 31,539,221                  | 31,539,221            |
| Right of way land                               | 5,465,283                  |                             | 5,465,283             |
| Accumulated depreciation                        | (87,725,777)               | (6,811,571)                 | (94,537,348)          |
| <b>Total noncurrent assets</b>                  | <b>158,580,076</b>         | <b>130,590,754</b>          | <b>289,170,830</b>    |
| <b>Total assets</b>                             | <b>398,318,781</b>         | <b>143,676,222</b>          | <b>541,995,003</b>    |
| <b><u>LIABILITIES</u></b>                       |                            |                             |                       |
| Current liabilities:                            |                            |                             |                       |
| Accounts payable                                | 1,158,122                  | 162,682                     | 1,320,804             |
| Accrued payroll                                 | 1,599,168                  | 45,054                      | 1,644,222             |
| Due to other governments                        |                            | 71,334                      | 71,334                |
| Unearned revenue                                | 1,804,954                  | 248,500                     | 2,053,454             |
| Deposits held for others                        | 123,729                    | 174,149                     | 297,878               |
| Other liabilities                               | 128,630                    | 4,820                       | 133,450               |
| Accrued interest payable                        | 3,035,544                  |                             | 3,035,544             |
| Compensated absences payable                    | 3,076,716                  |                             | 3,076,716             |
| Bonds payable                                   | 9,215,000                  |                             | 9,215,000             |
| <b>Total current liabilities</b>                | <b>20,141,863</b>          | <b>706,539</b>              | <b>20,848,402</b>     |
| Noncurrent liabilities:                         |                            |                             |                       |
| Deferred bond items                             | 2,740,678                  |                             | 2,740,678             |
| Non-current portion of long-term obligations    | 219,755,719                |                             | 219,755,719           |
| <b>Total non-current liabilities</b>            | <b>222,496,397</b>         |                             | <b>222,496,397</b>    |
| <b>Total liabilities</b>                        | <b>242,638,260</b>         | <b>706,539</b>              | <b>243,344,799</b>    |
| <b><u>NET ASSETS</u></b>                        |                            |                             |                       |
| Invested in capital assets, net of related debt | 87,213,314                 | 130,494,479                 | 217,707,793           |
| Restricted for:                                 |                            |                             |                       |
| Restricted for debt service                     | 18,348,113                 |                             | 18,348,113            |
| Restricted for capital outlay                   | 29,720,999                 |                             | 29,720,999            |
| Unrestricted                                    | 20,398,095                 | 12,475,204                  | 32,873,299            |
| <b>Total net assets</b>                         | <b>\$ 155,680,521</b>      | <b>\$ 142,969,683</b>       | <b>\$ 298,650,204</b> |

**The notes to the financial statements are an integral part of this statement.**

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2010

| Functions/Programs                                | Expenses              | Program Revenues     |                                    | Governmental Activities | Net (Expense) Revenue and Changes in Net Assets |
|---|-----------------------|----------------------|------------------------------------|-------------------------|---|
|   |                       | Charges for Services | Operating Grants and Contributions |                         |   |
| <b>Primary Government</b>                         |                       |                      |                                    |                         |   |
| Governmental activities:                          |                       |                      |                                    |                         |   |
| General government                                | \$ 25,172,987         | \$ 2,445,628         | \$ 2,395,971                       | \$ 1,198,334            | \$ (19,133,054)                                 |
| Public safety                                     | 40,389,110            | 5,921,693            | 4,374,199                          |                         | (30,093,218)                                    |
| Culture and recreation                            | 1,433,402             |                      | 4,000                              |                         | (1,429,402)                                     |
| Public works                                      | 3,654,201             |                      |                                    |                         | (3,654,201)                                     |
| Highways and streets                              | 7,496,148             | 7,699                | 69,549                             | 8,101                   | (7,410,799)                                     |
| Health and welfare                                | 16,840,758            | 2,683,083            | 3,665,201                          | 415,624                 | (10,076,850)                                    |
| Interest on long-term debt                        | 8,135,830             |                      |                                    |                         | (8,135,830)                                     |
| <b>Total governmental activities</b>              | <b>103,122,436</b>    | <b>11,058,103</b>    | <b>10,508,920</b>                  | <b>1,622,059</b>        | <b>(79,933,354)</b>                             |
| Business-type activities:                         |                       |                      |                                    |                         |   |
| Regional planning authority                       | 91,508                | 43,033               |                                    |                         |   |
| Utilities   | 2,295,463             | 1,452,315            | 454,889                            |                         |   |
| Housing services                                  | 1,072,978             | 383,488              | 469,327                            |                         |   |
| <b>Total business-type activities</b>             | <b>3,459,949</b>      | <b>1,878,836</b>     | <b>924,216</b>                     |                         |   |
| <b>Total primary government</b>                   | <b>\$ 106,582,385</b> | <b>\$ 12,936,939</b> | <b>\$ 11,433,136</b>               | <b>\$ 1,622,059</b>     | <b>(79,933,354)</b>                             |
| <b>General revenues:</b>                          |                       |                      |                                    |                         |   |
| Taxes:  |                       |                      |                                    |                         |   |
|   |                       |                      |                                    |                         | 44,629,160                                      |
|   |                       |                      |                                    |                         | 13,033,227                                      |
|   |                       |                      |                                    |                         | 42,920,336                                      |
|   |                       |                      |                                    |                         | 2,029,969                                       |
|   |                       |                      |                                    |                         | 4,115,458                                       |
|   |                       |                      |                                    |                         | (54,111,862)                                    |
|   |                       |                      |                                    |                         | <b>52,616,288</b>                               |
| <b>Transfers</b>                                  |                       |                      |                                    |                         |   |
|   |                       |                      |                                    |                         | (27,317,066)                                    |
| <b>Changes in net assets</b>                      |                       |                      |                                    |                         |   |
|   |                       |                      |                                    |                         | 182,997,587                                     |
| <b>Net assets, beginning of year, as restated</b> |                       |                      |                                    |                         |   |
|   |                       |                      |                                    |                         | <b>\$ 155,680,521</b>                           |

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes  
in Net Assets

| Business-type<br>Activities | Totals                |
|-----------------------------|-----------------------|
| \$                          | \$ (19,133,054)       |
|                             | (30,093,218)          |
|                             | (1,429,402)           |
|                             | (3,654,201)           |
|                             | (7,410,799)           |
|                             | (10,076,850)          |
|                             | (8,135,830)           |
|                             | <u>(79,933,354)</u>   |
|                             |                       |
| (48,475)                    | (48,475)              |
| (388,259)                   | (388,259)             |
| (220,163)                   | (220,163)             |
| <u>(656,897)</u>            | <u>(656,897)</u>      |
| <u>(656,897)</u>            | <u>(80,590,251)</u>   |
|                             |                       |
|                             | 44,629,160            |
|                             | 13,033,227            |
|                             | 42,920,336            |
|                             | 2,029,969             |
| 29,894                      | 4,145,352             |
| <u>54,111,862</u>           |                       |
| <u>54,141,756</u>           | <u>106,758,044</u>    |
|                             |                       |
| 53,484,859                  | 26,167,793            |
|                             |                       |
| <u>89,484,824</u>           | <u>272,482,411</u>    |
|                             |                       |
| <u>\$ 142,969,683</u>       | <u>\$ 298,650,204</u> |

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**FUND FINANCIAL STATEMENTS**



**STATE OF NEW MEXICO  
SANTA FE COUNTY  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2010**

|   | <u>General</u>       | <u>Developer Fees</u> | <u>Fire Operations</u> |
|---|----------------------|-----------------------|------------------------|
| <b><u>ASSETS</u></b>                        |                      |                       |                        |
| Cash and investments                        | \$ 42,695,468        | \$ 1,879,474          | \$ 5,352,176           |
| Cash and investments - restricted           |                      |                       |                        |
| Receivables                                 | 2,020,545            | 14,337,304            | 2,062,133              |
| Taxes receivable                            | 6,145,824            |                       | 1,388,570              |
| Due from other funds                        | 1,020,896            |                       |                        |
| <b>Total assets</b>                         | <u>\$ 51,882,733</u> | <u>\$ 16,216,778</u>  | <u>\$ 8,802,879</u>    |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                      |                       |                        |
| Liabilities:                                |                      |                       |                        |
| Accounts payable                            | \$ 354,080           | \$                    | \$ 52,619              |
| Accrued payroll                             | 539,918              | 6,250                 | 232,923                |
| Due to other funds                          |                      |                       |                        |
| Deferred revenue                            | 6,768,764            | 14,297,304            | 2,060,776              |
| Deposits held for others                    |                      |                       |                        |
| Other liabilities                           | 13,659               | 40,000                | 125                    |
| <b>Total liabilities</b>                    | <u>7,676,421</u>     | <u>14,343,554</u>     | <u>2,346,443</u>       |
| Fund balances (deficits):                   |                      |                       |                        |
| Reserved for encumbrances                   | 2,850,794            | 39                    | 600,409                |
| Contingency                                 | 1,815,290            |                       |                        |
| Unreserved:                                 |                      |                       |                        |
| Undesignated                                | 39,540,228           | 1,873,185             | 5,856,027              |
| Unreserved reported in:                     |                      |                       |                        |
| Special revenue funds                       |                      |                       |                        |
| Capital projects funds                      |                      |                       |                        |
| Debt service funds                          |                      |                       |                        |
| <b>Total fund balances</b>                  | <u>44,206,312</u>    | <u>1,873,224</u>      | <u>6,456,436</u>       |
| <b>Total liabilities and fund balances</b>  | <u>\$ 51,882,733</u> | <u>\$ 16,216,778</u>  | <u>\$ 8,802,879</u>    |

**The notes to the financial statements are an integral part of this statement.**

| Law<br>Enforcement<br>Operations | Corrections<br>Operations | Debt Service         | Capital Outlay<br>GRT | GO Bond Series<br>2007 | GRT Bond<br>Series 2008 |
|----------------------------------|---------------------------|----------------------|-----------------------|------------------------|-------------------------|
| \$ 202,582                       | \$ 7,714,324              | \$ 12,044,202        | \$ 26,258,311         | \$ 12,654,035          | \$ 30,060,861           |
| 269,745                          | 217,528                   |                      |                       |                        |                         |
|                                  |                           | 1,462,766            | 1,563,178             |                        |                         |
| <u>\$ 472,327</u>                | <u>\$ 7,931,852</u>       | <u>\$ 13,506,968</u> | <u>\$ 27,821,489</u>  | <u>\$ 12,654,035</u>   | <u>\$ 30,060,861</u>    |
| \$ 35,885                        | \$ 260,658                | \$ 2,935             | \$ 52,550             | \$ 49,372              | \$                      |
| 218,022                          | 397,523                   |                      |                       |                        |                         |
| 141,414                          | 220,044                   | 1,283,327            |                       |                        |                         |
|                                  | 15,732                    |                      |                       |                        |                         |
| <u>395,321</u>                   | <u>893,957</u>            | <u>1,286,262</u>     | <u>52,550</u>         | <u>49,372</u>          |                         |
| 138,833                          | 1,043,854                 |                      | 2,432,549             | 10,250,708             | 25,910,193              |
| (61,827)                         | 5,994,041                 | 12,220,706           | 25,336,390            | 2,353,955              | 4,150,668               |
| <u>77,006</u>                    | <u>7,037,895</u>          | <u>12,220,706</u>    | <u>27,768,939</u>     | <u>12,604,663</u>      | <u>30,060,861</u>       |
| <u>\$ 472,327</u>                | <u>\$ 7,931,852</u>       | <u>\$ 13,506,968</u> | <u>\$ 27,821,489</u>  | <u>\$ 12,654,035</u>   | <u>\$ 30,060,861</u>    |

(Continued)

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2010  
(Concluded)**

|   | Capital GRT<br>Bond Series<br>2010A | Non-Major<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|---|-------------------------------------|------------------------------------|--------------------------------|
| <b><u>ASSETS</u></b>                        |                                     |                                    |                                |
| Cash and investments                        | \$ 6,488,758                        | \$ 59,371,539                      | \$ 204,721,730                 |
| Cash and investments - restricted           |                                     | 2,842,418                          | 2,842,418                      |
| Receivables                                 |                                     | 2,238,166                          | 21,145,421                     |
| Taxes receivable                            |                                     | 3,311,216                          | 13,871,554                     |
| Due from other funds                        |                                     |                                    | 1,020,896                      |
| <b>Total assets</b>                         | <b>\$ 6,488,758</b>                 | <b>\$ 67,763,339</b>               | <b>\$ 243,602,019</b>          |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                                     |                                    |                                |
| Liabilities:                                |                                     |                                    |                                |
| Accounts payable                            | \$                                  | \$ 350,023                         | \$ 1,158,122                   |
| Accrued payroll                             |                                     | 204,532                            | 1,599,168                      |
| Due to other funds                          |                                     | 1,020,896                          | 1,020,896                      |
| Deferred revenue                            |                                     | 1,655,663                          | 26,427,292                     |
| Deposits held for others                    |                                     | 123,729                            | 123,729                        |
| Other liabilities                           |                                     | 59,114                             | 128,630                        |
| <b>Total liabilities</b>                    |                                     | <b>3,413,957</b>                   | <b>30,457,837</b>              |
| Fund balances (deficits):                   |                                     |                                    |                                |
| Reserved for encumbrances                   | 40,031                              | 9,168,561                          | 52,435,971                     |
| Contingency                                 |                                     |                                    | 1,815,290                      |
| Unreserved:                                 |                                     |                                    |                                |
| Undesignated                                | 6,448,727                           |                                    | 103,712,100                    |
| Unreserved reported in:                     |                                     |                                    |                                |
| Special revenue funds                       |                                     | 28,530,071                         | 28,530,071                     |
| Capital projects funds                      |                                     | 21,813,323                         | 21,813,323                     |
| Debt service funds                          |                                     | 4,837,427                          | 4,837,427                      |
| <b>Total fund balances</b>                  | <b>6,488,758</b>                    | <b>64,349,382</b>                  | <b>213,144,182</b>             |
| <b>Total liabilities and fund balances</b>  | <b>\$ 6,488,758</b>                 | <b>\$ 67,763,339</b>               | <b>\$ 243,602,019</b>          |

**The notes to the financial statements are an integral part of this statement.**

STATE OF NEW MEXICO  
SANTA FE COUNTY  
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2010

**Total governmental fund balances** **\$ 213,144,182**

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

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

|                               |                     |             |
|-------------------------------|---------------------|-------------|
| Governmental capital assets   | \$ 241,958,905      |             |
| Less accumulated depreciation | <u>(87,725,777)</u> | 154,233,128 |

Some revenues will not be available to pay for current period expenditures and, therefore, are deferred in the governmental funds.

|                      |                |            |
|----------------------|----------------|------------|
| Property taxes       | 6,794,312      |            |
| Mortgages            | 14,297,304     |            |
| Charges for services | 3,134,972      |            |
| Intergovernmental    | <u>395,750</u> | 24,622,338 |

Deferred charges related to the issuance of debt are amortized over the life of the associated debt in the government-wide statements. 1,504,530

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

|   |                    |                      |
|---|--------------------|----------------------|
| Deferred bond issuance items                    | (2,740,678)        |                      |
| Bonds payable                                   | (223,805,000)      |                      |
| Accrued interest payable                        | (3,035,544)        |                      |
| Compensated absences payable                    | (3,076,716)        |                      |
| Pollution remediation                           | (3,200,000)        |                      |
| Landfill closure and post closure costs payable | <u>(1,965,719)</u> | <u>(237,823,657)</u> |

**Net assets of governmental activities** **\$ 155,680,521**

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2010**

|  | General       | Developer Fees | Fire Operations |
|--|---------------|----------------|-----------------|
| <b>Revenues:</b>   |               |                |                 |
| Property tax   | \$ 42,422,144 | \$             | \$              |
| Gross receipts tax                                       | 7,820,495     |                | 7,906,288       |
| Other taxes and assessments                              | 1,012,028     |                |                 |
| Charges for services and fees                            | 1,797,439     | 70,208         | 759,634         |
| Other  | 71,962        |                | 41,247          |
| Interest earnings  | 2,607,879     | 25,843         |                 |
| Intergovernmental  | 2,041,235     |                | 828,728         |
| <b>Total revenues</b>                                    | 57,773,182    | 96,051         | 9,535,897       |
| <b>Expenditures:</b>                                     |               |                |                 |
| Current -  |               |                |                 |
| General government                                       | 20,447,002    |                |                 |
| Public safety  |               |                | 8,638,618       |
| Culture and recreation                                   | 819,119       |                |                 |
| Public works   | 3,611,603     |                |                 |
| Highways and streets                                     | 1,003,183     |                |                 |
| Health and welfare                                       | 803,650       | 245,311        |                 |
| Capital outlay   | 8,722,524     |                | 590,167         |
| Debt service -   |               |                |                 |
| Principal retirement                                     |               |                |                 |
| Interest and fiscal charges                              |               |                |                 |
| Bond issuance costs                                      |               |                |                 |
| <b>Total expenditures</b>                                | 35,407,081    | 245,311        | 9,228,785       |
| <b>Excess (deficiency) of revenues over expenditures</b> | 22,366,101    | (149,260)      | 307,112         |
| <b>Other financing sources (uses):</b>                   |               |                |                 |
| Transfer in  | 5,600,880     |                |                 |
| Issuance of general obligation bonds                     |               |                |                 |
| Issuance of revenue bonds                                |               |                |                 |
| Premium on sale of bonds                                 |               |                |                 |
| Payment to refunded bond escrow agent                    |               |                |                 |
| Transfer out   | (28,002,630)  |                | (585,746)       |
| <b>Total other financing sources (uses)</b>              | (22,401,750)  |                | (585,746)       |
| <b>Changes in fund balances</b>                          | (35,649)      | (149,260)      | (278,634)       |
| <b>Fund balances, beginning of year, as restated</b>     | 44,241,961    | 2,022,484      | 6,735,070       |
| <b>Fund balances, end of year</b>                        | \$ 44,206,312 | \$ 1,873,224   | \$ 6,456,436    |

**The notes to the financial statements are an integral part of this statement.**

| Law Enforcement<br>Operations | Corrections<br>Operations | Debt Service  | Capital Outlay<br>GRT | GO Bond Series<br>2007 | GRT Bond Series<br>2008 |
|-------------------------------|---------------------------|---------------|-----------------------|------------------------|-------------------------|
| \$                            | \$                        | \$ 12,521,922 | \$ 8,971,812          | \$                     | \$                      |
| 37,243                        | 4,002,033                 |               | 53,958                |                        |                         |
| 50,600                        | 44,281                    |               |                       | 160,657                | 743,192                 |
| 1,396,199                     | 154,268                   |               |                       |                        |                         |
| 1,484,042                     | 271,295                   |               |                       | 160,657                | 743,192                 |
|                               | 4,471,877                 | 12,521,922    | 9,025,770             | 160,657                | 743,192                 |
| 9,143,383                     | 18,161,561                |               |                       |                        |                         |
| 946,915                       | 63,818                    |               | 20,704,055            | 3,428,122              |                         |
|                               |                           | 6,385,000     |                       |                        |                         |
|                               |                           | 5,314,291     |                       |                        |                         |
|                               |                           | 166,818       |                       |                        |                         |
| 10,090,298                    | 18,225,379                | 11,866,109    | 20,704,055            | 3,428,122              |                         |
| (8,606,256)                   | (13,753,502)              | 655,813       | (11,678,285)          | (3,267,465)            | 743,192                 |
| 8,683,262                     | 16,404,562                | 5,558         | 2,699,048             |                        |                         |
|                               |                           | 13,505,000    |                       |                        |                         |
|                               |                           | 541,234       |                       |                        |                         |
|                               |                           | (13,899,584)  |                       |                        |                         |
|                               | (2,244,480)               |               | (782,608)             |                        | (694,223)               |
| 8,683,262                     | 14,160,082                | 152,208       | 1,916,440             |                        | (694,223)               |
| 77,006                        | 406,580                   | 808,021       | (9,761,845)           | (3,267,465)            | 48,969                  |
|                               | 6,631,315                 | 11,412,685    | 37,530,784            | 15,872,128             | 30,011,892              |
| \$ 77,006                     | \$ 7,037,895              | \$ 12,220,706 | \$ 27,768,939         | \$ 12,604,663          | \$ 30,060,861           |

(Continued)

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2010  
(Concluded)**

|  | Capital GRT Bond<br>Series 2010A | Non-Major<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|----------------------------------|------------------------------------|--------------------------------|
| <b>Revenues:</b>   |                                  |                                    |                                |
| Property tax   | \$                               | \$ 1,516,855                       | \$ 56,460,921                  |
| Gross receipts tax                                       |                                  | 18,221,741                         | 42,920,336                     |
| Other taxes and assessments                              |                                  | 1,018,877                          | 2,030,905                      |
| Charges for services and fees                            |                                  | 856,264                            | 7,522,821                      |
| Other  |                                  | 41,886                             | 253,334                        |
| Interest earnings  | 16,563                           | 356,456                            | 4,115,458                      |
| Intergovernmental  |                                  | 10,397,024                         | 14,934,481                     |
| <b>Total revenues</b>                                    | <u>16,563</u>                    | <u>32,409,103</u>                  | <u>128,238,256</u>             |
| <b>Expenditures:</b>                                     |                                  |                                    |                                |
| Current -  |                                  |                                    |                                |
| General government                                       |                                  | 1,175,085                          | 21,622,087                     |
| Public safety  |                                  | 1,206,711                          | 37,150,273                     |
| Culture and recreation                                   |                                  | 558,501                            | 1,377,620                      |
| Public works   |                                  | 42,598                             | 3,654,201                      |
| Highways and streets                                     |                                  | 5,348,447                          | 6,351,630                      |
| Health and welfare                                       |                                  | 15,466,821                         | 16,515,782                     |
| Capital outlay   | 15,828,446                       | 26,970,364                         | 77,254,411                     |
| Debt service -   |                                  |                                    |                                |
| Principal retirement                                     |                                  | 2,590,000                          | 8,975,000                      |
| Interest and fiscal charges                              |                                  | 3,669,688                          | 8,983,979                      |
| Bond issuance costs                                      | 306,610                          | 260,886                            | 734,314                        |
| <b>Total expenditures</b>                                | <u>16,135,056</u>                | <u>57,289,101</u>                  | <u>182,619,297</u>             |
| <b>Excess (deficiency) of revenues over expenditures</b> | <u>(16,118,493)</u>              | <u>(24,879,998)</u>                | <u>(54,381,041)</u>            |
| <b>Other financing sources (uses):</b>                   |                                  |                                    |                                |
| Transfer in  |                                  | 14,323,175                         | 47,716,485                     |
| Issuance of general obligation bonds                     |                                  |                                    | 13,505,000                     |
| Issuance of revenue bonds                                | 21,215,000                       | 22,285,000                         | 43,500,000                     |
| Premium on sale of bonds                                 | 1,392,251                        | 956,884                            | 2,890,369                      |
| Payment to refunded bond escrow agent                    |                                  |                                    | (13,899,584)                   |
| Transfer out   |                                  | (20,176,708)                       | (52,486,395)                   |
| <b>Total other financing sources (uses)</b>              | <u>22,607,251</u>                | <u>17,388,351</u>                  | <u>41,225,875</u>              |
| <b>Changes in fund balances</b>                          | <u>6,488,758</u>                 | <u>(7,491,647)</u>                 | <u>(13,155,166)</u>            |
| <b>Fund balances, beginning of year, as restated</b>     |                                  | 71,841,029                         | 226,299,348                    |
| <b>Fund balances, end of year</b>                        | <u>\$ 6,488,758</u>              | <u>\$ 64,349,382</u>               | <u>\$ 213,144,182</u>          |

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
SANTA FE COUNTY  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2010

**Net changes in fund balances - total governmental funds** **\$ (13,155,166)**

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

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 as depreciation expense.

|                                 |                    |            |
|---------------------------------|--------------------|------------|
| Expenditures for capital assets | 26,752,414         |            |
| Less current year depreciation  | <u>(6,972,698)</u> | 19,779,716 |

Revenues in the governmental funds that provide current financial resources are not included in the Statement of Activities because they were recognized in a prior period.

|                       |                |           |
|-----------------------|----------------|-----------|
| Property taxes        | 1,201,466      |           |
| Mortgages             | 1,488,459      |           |
| Charges for services  | 1,792,553      |           |
| Intergovernmental     | (2,803,502)    |           |
| Deferred bond premium | <u>144,246</u> | 1,823,222 |

Issuance of debt provides current financial resources to governmental funds, but the issuance increases long-term liabilities in the Statement of Net Assets. (57,005,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 22,710,000

Governmental funds report the effect of issuance costs, premium, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. (1,781,639)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

|  |              |                |
|--|--------------|----------------|
| Compensated absences payable                 | (190,136)    |                |
| Amortization of deferred bond issuance items | (85,164)     |                |
| Accrued interest on long-term debt           | 579,235      |                |
| Lanfill closure and post closure             | <u>7,866</u> | <u>311,801</u> |

**Change in net assets in governmental activities** **\$ (27,317,066)**

**The notes to the financial statements are integral part of this statement.**



STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND  
YEAR ENDED JUNE 30, 2010

|  | Original<br>Budget   | Final Budget         | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|--|----------------------|----------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>   |                      |                      |                     |                                      |
| Property tax   | \$ 37,780,000        | \$ 37,780,000        | \$ 42,316,635       | \$ 4,536,635                         |
| Gross receipts tax   | 7,578,000            | 6,820,216            | 7,864,775           | 1,044,559                            |
| Other taxes and assessments                                  | 1,130,500            | 1,130,500            | 1,377,940           | 247,440                              |
| Charges for services and fees                                | 1,579,494            | 1,580,894            | 1,797,439           | 216,545                              |
| Other  | 70,000               | 70,000               | 71,962              | 1,962                                |
| Interest earnings  | 2,500,000            | 2,500,000            | 2,607,879           | 107,879                              |
| Intergovernmental  | 1,576,527            | 1,625,206            | 1,989,605           | 364,399                              |
| <b>Total revenues</b>  | <u>52,214,521</u>    | <u>51,506,816</u>    | <u>58,026,235</u>   | <u>6,519,419</u>                     |
| <b>Cash balance carryforward</b>                             | <u>9,987,294</u>     | <u>28,517,772</u>    |                     |                                      |
| <b>Total</b>   | <u>\$ 62,201,815</u> | <u>\$ 80,024,588</u> |                     |                                      |
| <b>Expenditures:</b>   |                      |                      |                     |                                      |
| Current -  |                      |                      |                     |                                      |
| General government   | \$ 23,619,499        | \$ 24,547,400        | 23,297,796          | 1,249,604                            |
| Culture and recreation                                       | 1,032,346            | 1,018,639            | 819,119             | 199,520                              |
| Public works   | 4,223,817            | 4,082,411            | 3,611,603           | 470,808                              |
| Highways and streets   | 1,141,015            | 1,144,450            | 1,003,183           | 141,267                              |
| Health and welfare   | 1,055,889            | 1,405,546            | 803,650             | 601,896                              |
| Capital outlay   | 8,814,855            | 23,489,503           | 8,722,524           | 14,766,979                           |
| <b>Total expenditures</b>                                    | <u>39,887,421</u>    | <u>55,687,949</u>    | <u>38,257,875</u>   | <u>17,430,074</u>                    |
| <b>Other financing sources (uses):</b>                       |                      |                      |                     |                                      |
| Transfer in  | 950,000              | 5,600,881            | 5,600,880           | (1)                                  |
| Transfer out   | (23,264,394)         | (29,944,602)         | (28,002,630)        | 1,941,972                            |
| <b>Total other financing sources (uses)</b>                  | <u>(22,314,394)</u>  | <u>(24,343,721)</u>  | <u>(22,401,750)</u> | <u>1,941,971</u>                     |
| <b>Change in fund balance - Budgetary basis</b>              |                      |                      | (2,633,390)         |                                      |
| <b>Reconciliation to change in fund balance -GAAP basis:</b> |                      |                      |                     |                                      |
| Revenue accruals, net of prior year amounts                  |                      |                      | (253,053)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures  |                      |                      | <u>2,850,794</u>    |                                      |
| <b>Change in fund balance - GAAP basis</b>                   |                      |                      | <u>\$ (35,649)</u>  |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - DEVELOPER FEES FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              | 70,208             | 70,208                               |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              | 25,843             | 25,843                               |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       |                    |              | 96,051             | 96,051                               |
| <b>Cash balance carryforward</b>                            | 228,449            | 711,979      |                    |                                      |
| <b>Total</b>  | \$ 228,449         | \$ 711,979   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  | 228,449            | 711,979      | 245,350            | 466,629                              |
| Capital outlay  |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   | 228,449            | 711,979      | 245,350            | 466,629                              |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (149,299)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              | 39                 |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (149,260)       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - FIRE OPERATIONS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget  | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|---------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |               |                    |                                      |
| Property tax  | \$                 | \$            | \$                 | \$                                   |
| Gross receipts tax  | 8,100,000          | 8,004,746     | 7,938,027          | (66,719)                             |
| Other taxes and assessments                                 |                    |               |                    |                                      |
| Charges for services and fees                               | 700,000            | 700,000       | 813,632            | 113,632                              |
| Other   |                    | 38,718        | 41,247             | 2,529                                |
| Interest earnings   |                    |               |                    |                                      |
| Intergovernmental   | 785,880            | 1,283,193     | 852,735            | (430,458)                            |
| <b>Total revenues</b>                                       | 9,585,880          | 10,026,657    | 9,645,641          | (381,016)                            |
| <b>Cash balance carryforward</b>                            | 608,731            | 1,524,625     |                    |                                      |
| <b>Total</b>  | \$ 10,194,611      | \$ 11,551,282 |                    |                                      |
| <b>Expenditures:</b>  |                    |               |                    |                                      |
| Current -   |                    |               |                    |                                      |
| General government  | \$                 | \$            |                    |                                      |
| Public safety   | 9,683,795          | 10,010,518    | 9,239,027          | 771,491                              |
| Culture and recreation                                      |                    |               |                    |                                      |
| Public works  |                    |               |                    |                                      |
| Highways and streets  |                    |               |                    |                                      |
| Health and welfare  |                    |               |                    |                                      |
| Capital outlay  | 510,816            | 955,018       | 590,167            | 364,851                              |
| <b>Total expenditures</b>                                   | 10,194,611         | 10,965,536    | 9,829,194          | 1,136,342                            |
| <b>Other financing sources (uses):</b>                      |                    |               |                    |                                      |
| Transfer in   |                    |               |                    |                                      |
| Transfer out  | (608,731)          | (585,746)     | (585,746)          |                                      |
| <b>Total other financing sources (uses)</b>                 | (608,731)          | (585,746)     | (585,746)          |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |               | (769,299)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |               |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |               | (109,744)          |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |               | 600,409            |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |               | \$ (278,634)       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - LAW ENFORCEMENT OPERATIONS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget        | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|---------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                     |                    |                                      |
| Property tax  | \$                 | \$                  | \$                 | \$                                   |
| Gross receipts tax  |                    |                     |                    |                                      |
| Other taxes and assessments                                 |                    |                     |                    |                                      |
| Charges for services and fees                               |                    | 319                 | 37,243             | 36,924                               |
| Other   |                    | 25,579              |                    | (25,579)                             |
| Interest earnings   |                    |                     | 50,600             | 50,600                               |
| Intergovernmental   | 741,403            | 1,874,751           | 1,267,868          | (606,883)                            |
| <b>Total revenues</b>                                       | <u>741,403</u>     | <u>1,900,649</u>    | <u>1,355,711</u>   | <u>(544,938)</u>                     |
| <b>Cash balance carryforward</b>                            |                    | <u>206,508</u>      |                    |                                      |
| <b>Total</b>  | <u>\$ 741,403</u>  | <u>\$ 2,107,157</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                     |                    |                                      |
| Current -   |                    |                     |                    |                                      |
| General government  | \$                 | \$                  |                    |                                      |
| Public safety   | 10,245,390         | 11,114,302          | 9,282,216          | 1,832,086                            |
| Culture and recreation                                      |                    |                     |                    |                                      |
| Public works  |                    |                     |                    |                                      |
| Highways and streets  |                    |                     |                    |                                      |
| Health and welfare  |                    |                     |                    |                                      |
| Capital outlay  | 2,400              | 996,457             | 946,915            | 49,542                               |
| <b>Total expenditures</b>                                   | <u>10,247,790</u>  | <u>12,110,759</u>   | <u>10,229,131</u>  | <u>1,881,628</u>                     |
| <b>Other financing sources (uses):</b>                      |                    |                     |                    |                                      |
| Transfer in   | 9,506,387          | 10,003,603          | 8,683,262          | (1,320,341)                          |
| Transfer out  |                    |                     |                    |                                      |
| <b>Total other financing sources (uses)</b>                 | <u>9,506,387</u>   | <u>10,003,603</u>   | <u>8,683,262</u>   | <u>1,320,341</u>                     |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                     | (190,158)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                     |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                     | 128,331            |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                     | <u>138,833</u>     |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                     | <u>\$ 77,006</u>   |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CORRECTIONS OPERATIONS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget   | Final Budget        | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|----------------------|---------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                      |                     |                    |                                      |
| Property tax  | \$                   | \$                  | \$                 | \$                                   |
| Gross receipts tax  |                      |                     |                    |                                      |
| Other taxes and assessments                                 |                      |                     |                    |                                      |
| Charges for services and fees                               | 7,770,250            | 4,467,075           | 4,002,033          | (465,042)                            |
| Other   | 100,000              | 100,000             | 44,281             | (55,719)                             |
| Interest earnings   | 125,000              | 125,000             | 154,268            | 29,268                               |
| Intergovernmental   | 80,000               | 131,805             | 271,295            | 139,490                              |
| <b>Total revenues</b>                                       | <u>8,075,250</u>     | <u>4,823,880</u>    | <u>4,471,877</u>   | <u>(352,003)</u>                     |
| <b>Cash balance carryforward</b>                            | <u>2,844,243</u>     | <u>3,614,159</u>    |                    |                                      |
| <b>Total</b>  | <u>\$ 10,919,493</u> | <u>\$ 8,438,039</u> |                    |                                      |
| <b>Expenditures:</b>  |                      |                     |                    |                                      |
| Current -   |                      |                     |                    |                                      |
| General government  | \$                   | \$                  |                    |                                      |
| Public safety   | 22,068,813           | 21,922,745          | 19,205,415         | 2,717,330                            |
| Culture and recreation                                      |                      |                     |                    |                                      |
| Public works  |                      |                     |                    |                                      |
| Highways and streets  |                      |                     |                    |                                      |
| Health and welfare  |                      |                     |                    |                                      |
| Capital outlay  | 421,000              | 675,376             | 63,818             | 611,558                              |
| <b>Total expenditures</b>                                   | <u>22,489,813</u>    | <u>22,598,121</u>   | <u>19,269,233</u>  | <u>3,328,888</u>                     |
| <b>Other financing sources (uses):</b>                      |                      |                     |                    |                                      |
| Transfer in   | 11,570,320           | 16,781,947          | 16,404,562         | (377,385)                            |
| Transfer out  |                      | (2,621,865)         | (2,244,480)        | 377,385                              |
| <b>Total other financing sources (uses)</b>                 | <u>11,570,320</u>    | <u>14,160,082</u>   | <u>14,160,082</u>  |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                      |                     | (637,274)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                      |                     |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                      |                     |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                      |                     | <u>1,043,854</u>   |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                      |                     | <u>\$ 406,580</u>  |                                      |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
JUNE 30, 2010**

|   | Enterprise Funds    |                                   |                      |                     |                      |
|---|---------------------|-----------------------------------|----------------------|---------------------|----------------------|
|   | Home Sales          | Regional<br>Planning<br>Authority | Utilities            | Housing<br>Services | Total                |
| <b><u>ASSETS</u></b>                    |                     |                                   |                      |                     |                      |
| Current assets:                         |                     |                                   |                      |                     |                      |
| Cash and investments                    | \$ 4,861,697        | \$ 198,279                        | \$ 6,160,454         | \$ 1,131,723        | \$ 12,352,153        |
| Accounts receivable                     |                     | 341                               | 562,597              | 170,377             | 733,315              |
| <b>Total current assets</b>             | <u>4,861,697</u>    | <u>198,620</u>                    | <u>6,723,051</u>     | <u>1,302,100</u>    | <u>13,085,468</u>    |
| Noncurrent assets:                      |                     |                                   |                      |                     |                      |
| Long-term receivables                   | 96,275              |                                   |                      |                     | 96,275               |
| Land                                    |                     |                                   | 1,347,625            | 699,515             | 2,047,140            |
| Buildings and improvements              |                     |                                   | 19,740               | 6,634,479           | 6,654,219            |
| Water system                            |                     |                                   | 13,854,670           |                     | 13,854,670           |
| Equipment and vehicles                  |                     |                                   | 499,730              |                     | 499,730              |
| Furniture and fixtures                  |                     | 7,650                             |                      | 471,791             | 479,441              |
| Construction in progress                |                     |                                   | 82,231,629           |                     | 82,231,629           |
| Water rights                            |                     |                                   | 31,539,221           |                     | 31,539,221           |
| Accumulated depreciation                |                     | (5,182)                           | (2,692,830)          | (4,113,559)         | (6,811,571)          |
| <b>Total noncurrent assets</b>          | <u>96,275</u>       | <u>2,468</u>                      | <u>126,799,785</u>   | <u>3,692,226</u>    | <u>130,590,754</u>   |
| <b>Total assets</b>                     | <u>\$ 4,957,972</u> | <u>\$ 201,088</u>                 | <u>\$133,522,836</u> | <u>\$ 4,994,326</u> | <u>\$143,676,222</u> |
| <b><u>LIABILITIES</u></b>               |                     |                                   |                      |                     |                      |
| Current liabilities:                    |                     |                                   |                      |                     |                      |
| Accounts payable                        | \$                  | \$ 463                            | \$ 71,161            | \$ 91,058           | \$ 162,682           |
| Accrued payroll                         |                     |                                   | 29,942               | 15,112              | 45,054               |
| Due to other governments                |                     |                                   | 48,573               | 22,761              | 71,334               |
| Unearned revenue                        | 96,275              |                                   | 152,225              |                     | 248,500              |
| Deposits held for others                |                     |                                   | 127,053              | 47,096              | 174,149              |
| Other liabilities                       |                     |                                   |                      | 4,820               | 4,820                |
| <b>Total liabilities</b>                | <u>96,275</u>       | <u>463</u>                        | <u>428,954</u>       | <u>180,847</u>      | <u>706,539</u>       |
| <b><u>NET ASSETS</u></b>                |                     |                                   |                      |                     |                      |
| Invested in capital assets              |                     | 2,468                             | 126,799,785          | 3,692,226           | 130,494,479          |
| Unrestricted                            | 4,861,697           | 198,157                           | 6,294,097            | 1,121,253           | 12,475,204           |
| <b>Total net assets</b>                 | <u>4,861,697</u>    | <u>200,625</u>                    | <u>133,093,882</u>   | <u>4,813,479</u>    | <u>142,969,683</u>   |
| <br>                                    |                     |                                   |                      |                     |                      |
| <b>Total liabilities and net assets</b> | <u>\$ 4,957,972</u> | <u>\$ 201,088</u>                 | <u>\$133,522,836</u> | <u>\$ 4,994,326</u> | <u>\$143,676,222</u> |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2010

|   | Enterprise Funds |                                   |               |                     | Total         |
|---|------------------|-----------------------------------|---------------|---------------------|---------------|
|   | Home Sales       | Regional<br>Planning<br>Authority | Utilities     | Housing<br>Services |               |
| <b>Operating revenues:</b>                                      |                  |                                   |               |                     |               |
| Charges for services  | \$               | \$ 43,033                         | \$ 1,440,441  | \$ 383,488          | \$ 1,866,962  |
| <b>Total operating revenues</b>                                 |                  | 43,033                            | 1,440,441     | 383,488             | 1,866,962     |
| <b>Operating expenses:</b>                                      |                  |                                   |               |                     |               |
| Cost of sales and services                                      |                  | 91,508                            | 1,657,430     | 843,915             | 2,592,853     |
| Administration  |                  |                                   |               | 42,190              | 42,190        |
| Depreciation  |                  |                                   | 638,033       | 186,873             | 824,906       |
| <b>Total operating expenses</b>                                 |                  | 91,508                            | 2,295,463     | 1,072,978           | 3,459,949     |
| <b>Operating loss</b>   |                  | (48,475)                          | (855,022)     | (689,490)           | (1,592,987)   |
| <b>Nonoperating revenues (expenses):</b>                        |                  |                                   |               |                     |               |
| Other   |                  |                                   | 11,874        |                     | 11,874        |
| Interest earnings   |                  |                                   | 23,612        | 6,282               | 29,894        |
| Intergovernmental   |                  |                                   | 454,889       | 469,327             | 924,216       |
| <b>Total nonoperating revenues (expenses)</b>                   |                  |                                   | 490,375       | 475,609             | 965,984       |
| <b>Income (loss) before capital contributions and transfers</b> |                  | (48,475)                          | (364,647)     | (213,881)           | (627,003)     |
| <b>Contributed capital</b>                                      |                  |                                   | 49,239,927    | 102,025             | 49,341,952    |
| <b>Transfer in</b>  |                  | 38,050                            | 4,850,942     |                     | 4,888,992     |
| <b>Transfer out</b>   |                  |                                   | (119,082)     |                     | (119,082)     |
| <b>Changes in net assets</b>                                    |                  | (10,425)                          | 53,607,140    | (111,856)           | 53,484,859    |
| <b>Total net assets, beginning of year, as restated</b>         | 4,861,697        | 211,050                           | 79,486,742    | 4,925,335           | 89,484,824    |
| <b>Total net assets, end of year</b>                            | \$ 4,861,697     | \$ 200,625                        | \$133,093,882 | \$ 4,813,479        | \$142,969,683 |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2010

|   | Enterprise Funds    |                                   |                     |                     | Total                 |
|---|---------------------|-----------------------------------|---------------------|---------------------|-----------------------|
|   | Home Sales          | Regional<br>Planning<br>Authority | Utilities           | Housing<br>Services |                       |
| <b><u>Increase (Decrease) in Cash and Cash Equivalents</u></b>  |                     |                                   |                     |                     |                       |
| Cash flows from operating activities:   |                     |                                   |                     |                     |                       |
| Cash received from customers  | \$                  | \$ 62,780                         | \$ 1,382,208        | \$ 252,274          | \$ 1,697,262          |
| Cash payments to suppliers for goods and services   |                     | (52,388)                          | (783,938)           | (223,927)           | (1,060,253)           |
| Cash payments to employees for services   |                     | (42,022)                          | (838,386)           | (575,602)           | (1,456,010)           |
| <b>Net cash provided by (used for) operating activities</b>   |                     | <b>(31,630)</b>                   | <b>(240,116)</b>    | <b>(547,255)</b>    | <b>(819,001)</b>      |
| Cash flows from noncapital and related financing activities:  |                     |                                   |                     |                     |                       |
| Operating grants received   |                     |                                   | 618,988             | 469,327             | 1,088,315             |
| Interfund transfers   |                     | 38,050                            | 4,731,860           |                     | 4,769,910             |
| <b>Net cash provided by (used for) noncapital financing activities</b>  |                     | <b>38,050</b>                     | <b>5,350,848</b>    | <b>469,327</b>      | <b>5,858,225</b>      |
| Cash flows from capital and related financing activities:   |                     |                                   |                     |                     |                       |
| Capital grants received   |                     |                                   |                     | 22,811              | 22,811                |
| Acquisition of capital assets   |                     |                                   | (3,216,296)         |                     | (3,216,296)           |
| <b>Net cash provided by (used) for capital and related financing activities</b>                                     |                     |                                   | <b>(3,216,296)</b>  | <b>22,811</b>       | <b>(3,193,485)</b>    |
| Cash flows from investing activities:   |                     |                                   |                     |                     |                       |
| Investment income   |                     |                                   | 23,612              | 6,282               | 29,894                |
| <b>Net cash provided by investing activities</b>  |                     |                                   | <b>23,612</b>       | <b>6,282</b>        | <b>29,894</b>         |
| <b>Net increase (decrease) in cash and cash equivalents</b>   |                     | <b>6,420</b>                      | <b>1,918,048</b>    | <b>(48,835)</b>     | <b>1,875,633</b>      |
| <b>Cash and cash equivalents, beginning of year</b>   | <b>4,861,697</b>    | <b>191,859</b>                    | <b>4,242,406</b>    | <b>1,180,558</b>    | <b>10,476,520</b>     |
| <b>Cash and cash equivalents, end of year</b>   | <b>\$ 4,861,697</b> | <b>\$ 198,279</b>                 | <b>\$ 6,160,454</b> | <b>\$ 1,131,723</b> | <b>\$ 12,352,153</b>  |
| <b><u>Reconciliation of Operating Income (Loss) to<br/>Net Cash Provided by (Used for) Operating Activities</u></b> |                     |                                   |                     |                     |                       |
| <b>Operating income (loss)</b>  | <b>\$</b>           | <b>\$ (48,475)</b>                | <b>\$ (855,022)</b> | <b>\$ (689,490)</b> | <b>\$ (1,592,987)</b> |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:           |                     |                                   |                     |                     |                       |
| Depreciation  |                     |                                   | 638,033             | 186,873             | 824,906               |
| Change in assets and liabilities:   |                     |                                   |                     |                     |                       |
| (Increase) decrease in receivables  |                     | 19,747                            | (140,129)           | (116,787)           | (237,169)             |
| Increase (decrease) in accounts payable   |                     | (198)                             | (23,975)            | 82,797              | 58,624                |
| Increase (decrease) in accrued payroll and employee benefits  |                     | (2,704)                           | 10,508              | (1,041)             | 6,763                 |
| Increase (decrease) in due to other governments   |                     |                                   | 48,573              | 22,761              | 71,334                |
| Increase (decrease) in deposits held for others   |                     |                                   | 81,896              | (37,188)            | 44,708                |
| Increase (decrease) in other liabilities  |                     |                                   |                     | 4,820               | 4,820                 |
| <b>Total adjustments</b>  |                     | <b>16,845</b>                     | <b>614,906</b>      | <b>142,235</b>      | <b>773,986</b>        |
| <b>Net cash provided by (used for) operating activities</b>   | <b>\$</b>           | <b>\$ (31,630)</b>                | <b>\$ (240,116)</b> | <b>\$ (547,255)</b> | <b>\$ (819,001)</b>   |

**Non-cash capital and financing activities**

The County Special Revenue Funds paid \$79,214 for capital assets for the Housing Services Fund. In addition, the County Capital Projects Funds paid \$49,239,927 for capital asset and water rights additions for the Utilities Fund.



STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
JUNE 30, 2010

|  | <u>Agency</u>               |
|--|-----------------------------|
| <b><u>ASSETS</u></b>                     |                             |
| Cash and investments                     | \$ 3,936,551                |
| Taxes receivable                         | <u>10,682,496</u>           |
| <b>Total assets</b>                      | <b><u>\$ 14,619,047</u></b> |
| <br>                                     |                             |
| <b><u>LIABILITIES</u></b>                |                             |
| Due to other governments                 | 10,682,496                  |
| Deposits held for others                 | 607,648                     |
| Taxes paid in advance                    | 969,267                     |
| Undistributed taxes to other governments | <u>2,359,636</u>            |
| <b>Total liabilities</b>                 | <b><u>\$ 14,619,047</u></b> |

**The notes to the financial statements are an integral part of this statement.**

**STATE OF NEW MEXICO**  
**SANTA FE COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Santa Fe County (County) was established by the laws of the Territory of New Mexico of 1852, under provisions of the act now referred to as Section 4-26-1 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 (police, fire), highways and streets, sanitation, health and social services, low rent housing assistance, culture-recreation, public improvements, planning and zoning, and general administration services.

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The County's significant accounting policies are described below.

**A. Reporting Entity**

The County's major operations sheriff and fire protection, collection of and distribution of property taxes, parks and recreation, planning and zoning, certain health and social services, general administration services, low income housing assistance, jail operations and the utilities division.

The financial reporting entity consists of a primary government and its component units. The County is a primary government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, component units combined with the County for financial statement presentation purposes, and the County, are not included in any other governmental reporting entity. Consequently, the County's financial statements include only the financial activity of those organizational entities for which its elected governing body is financially accountable.

**Blended Component Unit** – Blended component units, although legally separate entities, are, in substance, part of the County's operations. The Rancho Viejo Improvement District (District) is a blended component unit of the County as there is not a separate governing body for the District and per the debt offering statement the County's Commissioners became the governing body. The funds from the debt benefited the County and accordingly the Rancho Viejo Improvement District fund is blended with the County's financial statements.

During July 1996, the Housing Authority's Board resigned and day to day operations became a County responsibility. The Authority's operations are included in the financial statements as County enterprise and special revenue funds. The Santa Fe County Housing Authority Enterprise Fund is now known as Housing Services Enterprise Fund (Housing Services).

In fiscal year 2008, the County accepted all operational and managerial responsibility of the Regional Emergency Communication Center (RECC). The RECC's operations are included in the financial statements as a County special revenue fund, Emergency Communications Operations because the financial statements are material to the County, the County accepted all responsibility for operations and management and the RECC does not have separate corporate powers that would distinguish it as being legally separate from the County.

**STATE OF NEW MEXICO  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) present financial information about the County as a whole. The reported information includes all of the nonfiduciary activities of the County. For the most part, the effect of internal activity has been removed from these statements. These statements distinguish between governmental and business-type activities of the County. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments 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, investment income and other items not included among program revenues, but are reported instead as general revenues.

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

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

**Government-wide Financial Statements** – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. In addition, the fiduciary fund financial statements are reported on the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule the effect of internal activity has been eliminated from the government-wide financial statements, however the effect of interfund services provided and used between functions are reported as expenses and program revenues at amounts approximating their exchange value. The County does not allocate indirect expenses to functions in the statement of activities.

**STATE OF NEW MEXICO  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**Fund Financial Statements** – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. In addition, derived tax revenues, such as gross receipts and gasoline taxes, are recognized as revenues when the underlying exchange transaction has occurred. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, gross receipts taxes, state shared taxes, charges for services, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Miscellaneous revenue is not susceptible to accrual because generally they are not measurable until received.

Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. Deferred revenue also arise when resources are received by the County before it has legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

Property taxes recognized are net of estimated refunds and uncollectible amounts. Delinquent property taxes have been recorded as deferred revenue. Receivables that will not be collected within the available period have also been reported as deferred revenue on the governmental fund financial statements.

**STATE OF NEW MEXICO**  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

Customer contributions owed to the Utilities Department for the extension of the water system to their property is recorded as revenue when the customer begins to receive water service. Customer contributions owed to the Utilities Department are recorded as notes receivable and deferred revenue if water service has not yet been extended to the customer. Mortgage receivables owed to the Housing Services Fund when the homeowner purchased the property under the Home Sales program is not owed unless the homeowner sells or refinances the property. These mortgages represent the deferred profit from the sale of the property. Ten percent of the mortgage balance is reduced each year the homeowner owns the property. Deferred revenue is recorded until the homeowner sells the property and the mortgage receivable is paid off.

The County reports the following major governmental funds.

General Fund – This fund accounts all financial activities except those required to be accounted for in other funds. It is funded primarily through property, gross receipts and other miscellaneous taxes.

Developer Fees Fund – This fund accounts for funds contributed by Las Campanas Limited Partnership and others for affordable housing programs and other projects. The fund was created by the Board of County Commissioners. In prior years this fund had received approximately \$2.0 million in payments from the private Las Campanas housing development project and the Affordable Housing program, which assists low income persons in the purchase of homes. Current revenue is from interest on the cash balance of this fund and developer funds to assist the affordable housing program. Mortgages funded by developers as part of an affordable housing program are recorded to this fund.

Fire Operations Fund – This fund account for the containment of the Emergency Communications and Emergency Medical Services Gross Receipts Tax and fire-dedicated revenue and expenses associated with operation of the County Fire Department.

Law Enforcement Operations Fund – This fund accounts for the operation of the County Sherriff, including grants pertaining thereto. Non-grant funding comes through a transfer from the General Fund. This fund was established in fiscal year 2010 to isolate the operations of the Sherriff's Office in its own fund. Prior to fiscal year 2010 the revenues and expenditures were recorded in the General Fund.

Corrections Operations Fund – This fund accounts for the funding and expense of the County Jail and Juvenile Facility, through charges for care of prisoners from outside jurisdictions, the care of Santa Fe County jail and Juvenile inmates, and General Fund transfers. This fund was previously identified as the Jail Facility Fund prior years.

**STATE OF NEW MEXICO  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

Debt Service Fund – To establish and account for the pledged property taxes and payment of principal and interest related to the County's General Obligation Bonds.

Capital Outlay GRT Fund – This fund accounts for a fund that receives a 1/4 cent gross receipt tax to be used for various capital projects.

GO Bond Series 2007 Fund – This fund accounts for the issuance of a bond in the amount of \$25.0 million to be used for the District Courthouse project. This capital project fund contains the proceeds of this bond. The debt on this bond is paid with property taxes through the General Obligation Bond Debt Service Fund.

GRT Bond Series 2008 Fund – This fund accounts for the issuance of a bond in the amount of \$30,000,000 to be used for the construction of the Judicial Complex. This capital project fund bond is paid with gross receipts taxes.

Capital GRT Bond Series 2010A – This fund accounts for the issuance of a bond in the amount of \$21,215,000 to be used for construction of the Buckman Direct Diversion Project.

The County reports the following major proprietary funds.

Home Sales Fund – This enterprise fund is used to account for the construction and sales of housing to eligible buyers of affordable housing.

Regional Planning Authority Fund – This enterprise fund is used to account for the funding and expense of the Regional Planning Authority, created by agreement between the City of Santa Fe and Santa Fe County.

Utilities Fund – This enterprise fund is used to account for the funding and expense of the Water and Wastewater utilities of Santa Fe County.

Housing Services Fund – This enterprise fund is used to account for the funding and expense of the County's Public Housing Authority. Revenue for this fund is derived from housing rentals and Housing and Urban Development (HUD) grants and subsidies.

**STATE OF NEW MEXICO  
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NOTES TO FINANCIAL STATEMENTS  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

Additionally, the County reports the following fund type:

Fiduciary Funds – The Fiduciary Funds are agency funds which account for resources held by the County on behalf of the Municipal Court operated at County Hall. In addition, the County Treasurer Fund accounts for collections and payment to the County and other recipient entities of property taxes, interest and penalties billed and collected by the County on their behalf.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

The principal operating revenues of the County's enterprise funds are charges to customers for sales and services. Operating expenses for this fund include sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**D. Cash and Investments**

For purposes of the Statement of Cash Flows, the County considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents at year end were cash in bank and investments held by the County.

New Mexico Statutes Annotated (NMSA) authorizes the County to invest public monies in the State Treasurer's Local Government Investment Pool, interest-bearing savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of New Mexico, counties, cities, school districts, and special districts as specified by statute.

**STATE OF NEW MEXICO**  
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**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

The State of New Mexico local government investment pool is a pool that is not registered with the United States Securities Exchange Commission. Section 6-10-101, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the local government investment pool is voluntary. The investment in the State of New Mexico local government investment pool approximates the value of the participant's pool share.

A significant portion of the cash and investments of funds of the County is pooled for investment purposes. Equity in pooled cash and investments includes amounts in demand deposit accounts, money market accounts, certificates of deposit, U.S. Treasury securities, and repurchase agreements secured by collateral with a market value greater than 102% of the value of the agreement. The securities are held by a third party in the County's name. The market value of the repurchase agreements approximate cost at June 30, 2010. Interest earned is allocated to the applicable County funds based on the County's policy of allocating interest to those funds which are required by law or by debt covenants. The remaining interest income is recorded in the General Fund.

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest investment contracts with a remaining maturity of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

Certain resources set aside for the repayment of debt are classified as cash and investments – restricted on the statement of net assets/balance sheet, because their use is limited by applicable bond covenants. A trust account, recorded in the Debt Service Fund, is used to segregate resources accumulated for future debt service payments.



**STATE OF NEW MEXICO**  
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**JUNE 30, 2010**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**E. Investment Income**

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments.

**F. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” All receivables are shown net of allowance for uncollectibles.

The County is responsible for assessing, collecting and distributing property taxes for its own operational and debt service purposes and for certain outside entities. Unpaid property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and are payable in two installments no later than December 10 and May 10. Collections and remittance of property taxes are accounted for in the County Treasurer's Agency Fund. Amounts are recognized as revenue in the applicable governmental fund types under accounting principles generally accepted in the United States. The property taxes receivable for the General Fund and for the Debt Service Fund in the governmental fund financial statements are net of an allowance for uncollectible. Refunds related to the settlement of property tax protests are only recorded when the case is completed.

**G. Inventory**

Inventories on hand at year end were immaterial and therefore not included on the fund or government-wide financial statements.

**STATE OF NEW MEXICO  
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NOTES TO FINANCIAL STATEMENTS  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**H. Capital Assets**

Capital assets, which include land and improvements; buildings and improvements; plant; vehicles, furniture, and equipment; construction in progress; computer software; and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), 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 \$1,000 or more and an estimated useful life of more than one year. Effective July 1, 2006, State law requires capitalization of assets greater than \$5,000. Such assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Such assets, including infrastructure, have higher limits that must be met before they are capitalized.

Governmental capital assets of the County are depreciated using the straight-line method over the following estimated useful lives:

| Assets                            | Years |
|-----------------------------------|-------|
| Buildings and structures          | 40    |
| Improvements other than buildings | 25-40 |
| Infrastructure                    | 25-30 |
| Machinery and equipment           | 3-10  |
| Furniture and fixtures            | 5     |

All additions to the infrastructure have been capitalized. The Utilities Fund consists of engineering costs and other expenses to plan and build a water system. Depreciation expense is recorded by the Utilities Fund over the estimated 50 year life of the water system. Proprietary capital assets of the County are depreciated using the straight-line method over the following estimated useful lives:

| Assets                            | Utilities | Housing Services |
|-----------------------------------|-----------|------------------|
| Water system and buildings        | 50 years  | 40 years         |
| Furniture, vehicles, other assets | 3-5 years | 5 years          |

**STATE OF NEW MEXICO  
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NOTES TO FINANCIAL STATEMENTS  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**I. Compensated Absences**

The County's employee vacation and sick leave policies generally provide for granting vacation and sick leave with pay. Amounts of vested or accumulated vacation leave for governmental fund types are reported in the government-wide financial statements. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees, in accordance with the provisions of governmental accounting. No liability is recorded for nonvesting accumulating sick leave benefits that are estimated, will be taken as "terminal leave" prior to retirement, or converted to annual leave during continued employment.

**J. Long-term Obligations**

In the government-wide financial statements and proprietary fund types, long-term debt and other long-term obligations are reported as liabilities on the statement of net assets. Bond premiums and discounts, as well as issuance costs, and the difference between the reacquisition price and the net carrying amount of the old debt, are deferred and amortized over the life of the bonds using the straight line method over the term of the related debt.

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

**K. Net Assets Restriction and Fund Balance Reservations**

In the government-wide financial statements only restrictions imposed by external sources or enabling legislation are identified as restricted net assets.

In the fund financial statements, governmental funds report reservations or designations of fund balance for amounts that are not available for expenditures or identified for use of a specific purpose by the County.

**STATE OF NEW MEXICO  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**L. Interfund Activity**

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the Statement of Activities. Interfund transfers in the fund statements are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds.

**M. Budgets**

Budgets are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). Appropriations of funds unused or overspent during the fiscal year may be carried over into the next fiscal year by budgeting those amounts in the subsequent year's budget. For the current fiscal year actual to budget comparisons, the actual amounts are reported on the budgetary basis, which is considered to differ from the modified accrual basis for governmental fund types and accrual basis for the enterprise funds.

Differences between the budgetary basis and GAAP include the following:

1. The budget includes encumbrances (unperformed contracts for goods or services). GAAP does not include encumbrances.
2. The budget does not include certain liabilities, receivables, and depreciation expense for enterprise funds. The GAAP basis financial statements do include these transactions.

Annual appropriated budgets are adopted for the general, special revenue, debt service, capital project and the enterprise funds. Department heads and elected officials are required to complete budget request forms for each organizational unit. The Board of County Commissioners reviews the budget package and the amended budget is then adopted and approved by resolution. The Finance Department prepares the adopted budget for submission to the Local Government Division (LGD) of the Department of Finance and Administration (DFA) by June 1, for interim approval. Before July 1, DFA grants interim approval of the budget. The County's final annual budget document, which incorporates any changes recommended by DFA/LGD is prepared and submitted to DFA/LGD by July 31. During September, the County's final annual budget is reviewed and certified by DFA/LGD. After the annual budget is adopted, the following types of adjustments must be approved by the governing body through a resolution and submitted to DFA for review and approval: 1) budget increases, 2) transfers of budget or cash between funds, and 3) budget decreases.

**STATE OF NEW MEXICO  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concl'd)**

Additionally, it is County policy to prepare an internal budget adjustment request form for the following: Transfers within organizational units (between expenditure categories) and transfers between organizational units (same department and same fund).

Organizational unit budgets are monitored by the Finance Department to ensure that DFA and County policy are being followed. Additionally, a mid-year budget review is conducted which may include a hearing with the County Manager, Finance Department staff, and department heads and elected officials. During the hearing, department goals and objectives and budget status are reviewed. This review may result in budget adjustments. The legal level of budgetary control is the fund level. Expenditures may not legally exceed budgeted appropriations at the fund level except for the following funds, whose legal level of budgetary authority is at the program or district level: Emergency Medical Services and Fire Districts. The following funds were not budgeted in fiscal year 2010; Recreation, NMFA Debt Service, Rancho Viejo Improvement District, Equipment Loan Proceeds, Bond Proceeds Fire Tax and Home Sales. The only activity recorded by the Rancho Viejo Improvement fund is the collection of property tax and the payment of debt service, therefore no budget was prepared. The other funds were not budgeted due to the low volume of transactions.

**N. Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting is used for purchase orders, contracts, and other commitments for the expenditures of moneys to reserve that portion of the applicable appropriation, as an extension of formal budgetary integration. In governmental fund types, encumbrances outstanding at year-end are reported as reservations of fund balances in governmental funds and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

**O. Estimates**

The preparation of the 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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**STATE OF NEW MEXICO  
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**NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Individual Deficit Fund Balances** – At year end, the Special Appropriations and Other Projects Fund, a non-major fund, reported a deficit in fund balance of \$553,081.

The deficit arose because of operations during the year. Additional revenues received in fiscal year 2010-11 are expected to eliminate the deficit.

**NOTE 3 – CASH AND INVESTMENTS**

At year end, the carrying amount of the County's deposits was \$186,481,463 and the bank balance was \$189,951,468. The difference represents outstanding checks, deposits, and other reconciling items.

***Custodial Credit Risk – Deposits.*** Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. The County has a deposit policy for custodial credit risk; which follows New Mexico law. All deposits with financial institutions must be collateralized in an amount not less than 50% of the uninsured balance. The County's agreement with its sole depository requires pledged collateral of 102% of the public money in each account. No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). At year end, \$188,102,468 of the County's bank balance was exposed to custodial credit risk as uninsured and collateralized with securities held by the pledging financial institution's trust department.

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**NOTE 3 – CASH AND INVESTMENTS**

The pledged collateral by bank at year end consists of the following.

|                                  |                      |
|----------------------------------|----------------------|
| Deposits                         | \$189,951,468        |
| Less FDIC coverage               | <u>1,849,000</u>     |
| Total unsecured public funds     | 188,102,468          |
| 50% collateral requirement       | 94,051,234           |
| Pledged securities, fair value   | <u>194,172,627</u>   |
| Pledged in excess of requirement | <u>\$100,121,393</u> |

At year end the County's investments consisted of the following.

| Investment Type                        | Fair Value           | Investment Maturities (in Years) |                     |                     |                   |
|--|----------------------|----------------------------------|---------------------|---------------------|-------------------|
|  |                      | Less than 1                      | 1-5                 | 6-10                | More than 10      |
| Money market - investments             | \$ 3,950,331         | \$ 3,950,331                     | \$                  | \$                  | \$                |
| State Treasurer's Investment Pool      | 1,565,205            | 1,565,205                        |                     |                     |                   |
| CD - marketable                        | 2,766,000            | 100,000                          | 2,566,000           | 100,000             |                   |
| Repurchase agreements                  | 2,675,505            |                                  |                     | 2,249,600           | 425,905           |
| U.S. Agencies:                         |                      |                                  |                     |                     |                   |
| Federal National Mortgage Association  | 11,429,951           |                                  | 10,704,017          | 725,934             |                   |
| Federal Home Loan Mortgage Corporation | 5,000,000            |                                  | 5,000,000           |                     |                   |
| Federal Home Loan Bank                 | 9,984,397            |                                  | 8,987,825           | 996,572             |                   |
| Total                                  | <u>\$ 37,371,389</u> | <u>\$ 5,615,536</u>              | <u>\$27,257,842</u> | <u>\$ 4,072,106</u> | <u>\$ 425,905</u> |

**STATE OF NEW MEXICO  
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**NOTE 3 – CASH AND INVESTMENTS (Concl'd)**

**Interest Rate Risk.** The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The weighted average maturity of the State Treasurer's local government investment pool was 50 days at year end.

**Credit Quality Risk.** The County has an investment policy that would further limit its investment choices. All of the County's investments in U.S. Agencies in the preceding table were rated Aaa by Moody's Investors Service and AAA by Standard & Poor's. The *New MexiGROW* Local Government Investment Pool (LGIP), a government investment pool is rated AAAM by Standard & Poor's and is authorized by the New Mexico State statute.

**Custodial Credit Risk - Investments.** To control custody risk State law and the County adopted Investment Policy requires all securities and all collateral for time and demand deposits as well as repurchase agreement collateral be transferred delivery versus payment and held by an independent party required to provide original safekeeping receipts. Repurchase agreements must be collateralized to 102%.

The County's investment in the New Mexico State Treasurer's Investment Pool represents a proportionate interest in the Pool's portfolio. The County's portion is not identified with specific investments and is not subject to custodial risk; however, separately issued financial statements of the Office of the State Treasurer disclose the collateral pledged to secure the State Treasurer's cash and investments. The most recent report may be obtained by contacting the Office of the State Treasurer, P.O. Box 608, Santa Fe, New Mexico 87504-0608.

**Concentration of Credit Risk** – Investments in securities of any issues, other than U.S. Treasury Securities, mutual funds, local government investment pool, that represent 5% or more of the total investments at year end are as follows.

|  | Amount       | % of<br>Investments |
|--|--------------|---------------------|
| Repurchase Agreements                  | \$ 2,675,505 | 5.6%                |
| U.S. Agencies                          |              |                     |
| Federal National Mortgage Association  | 11,429,951   | 24.1%               |
| Federal Home Loan Mortgage Corporation | 5,000,000    | 10.5%               |
| Federal Home Loan Bank                 | 9,984,397    | 21.0%               |



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**NOTE 4 – RECEIVABLES**

Governmental receivable balances, net of allowance for uncollectible accounts, as of year end for the County's individual major governmental funds and non-major governmental funds in the aggregate, were as follows.

|                      | General<br>Fund     | Developer<br>Fees Fund | Fire<br>Operations<br>Fund | Law<br>Enforcement<br>Operations<br>Fund | Corrections<br>Operations<br>Fund | Non-Major<br>Governmental<br>Funds |
|----------------------|---------------------|------------------------|----------------------------|--|-----------------------------------|------------------------------------|
| Charges for services | \$ 1,077,218        | \$ 100,700             | \$ 2,062,133               | \$ 31,027                                | \$ 217,528                        | \$ 709,786                         |
| Accounts             |                     |                        |                            |  |                                   | 289,353                            |
| Intergovernmental    | 786,649             |                        |                            | 223,372                                  |                                   | 1,233,726                          |
| Other                | 156,678             |                        |                            | 15,346                                   |                                   | 5,301                              |
| Mortgages            |                     | 14,236,604             |                            |  |                                   |                                    |
| Net receivables      | <u>\$ 2,020,545</u> | <u>\$14,337,304</u>    | <u>\$ 2,062,133</u>        | <u>\$ 269,745</u>                        | <u>\$ 217,528</u>                 | <u>\$ 2,238,166</u>                |

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows.

|   | Unavailable         | Unearned           |
|---|---------------------|--------------------|
| Delinquent property taxes receivable (General Fund)                 | \$ 5,504,332        | \$                 |
| Intergovernmental receivables (General Fund)                        |                     | 764,472            |
| Charges for services receivables (General Fund)                     | 499,960             |                    |
| Mortgages receivable (Developer Fees Fund)                          | 14,297,304          |                    |
| Charges for services receivables (Fire Operations Fund)             | 2,060,776           |                    |
| Charges for services receivables (Law Enforcement Operations Fund)  | 141,414             |                    |
| Charges for services receivables (Corrections Operations Fund)      | 220,044             |                    |
| Delinquent property taxes receivable (Debt Service Fund)            | 1,283,327           |                    |
| Delinquent property taxes receivable (Non-Major Governmental Funds) | 6,653               |                    |
| Charges for services receivable (Non-Major Governmental Funds)      | 212,778             |                    |
| Intergovernmental receivables (Non-Major Governmental Funds)        | 395,750             | 1,040,482          |
| Total deferred revenue for governmental funds                       | <u>\$24,622,338</u> | <u>\$1,804,954</u> |

**STATE OF NEW MEXICO  
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**NOTE 5 – CAPITAL ASSETS**

A summary of capital asset activity for the current fiscal year follows.

| Governmental Activities                      | Beginning<br>Balance  | Increase             | Decrease           | Ending<br>Balance     |
|--|-----------------------|----------------------|--------------------|-----------------------|
| Capital assets, not being depreciated:       |                       |                      |                    |                       |
| Land   | \$ 28,935,735         | \$ 6,049,870         | \$                 | \$ 34,985,605         |
| Right of way land                            | 5,465,283             |                      |                    | 5,465,283             |
| Construction in progress                     | 11,988,126            | 9,269,409            |                    | 21,257,535            |
| Total capital assets, not being depreciated  | <u>46,389,144</u>     | <u>15,319,279</u>    |                    | <u>61,708,423</u>     |
| Capital assets, being depreciated:           |                       |                      |                    |                       |
| Buildings and improvements                   | 89,838,769            | 4,505,221            | 14,006             | 94,329,984            |
| Infrastructure                               | 34,101,394            | 3,869,349            |                    | 37,970,743            |
| Equipment and vehicles                       | 44,447,878            | 3,033,301            | 1,019,185          | 46,461,994            |
| Furniture and fixtures                       | 1,464,286             | 25,264               | 1,789              | 1,487,761             |
| Total capital assets being depreciated       | <u>169,852,327</u>    | <u>11,433,135</u>    | <u>1,034,980</u>   | <u>180,250,482</u>    |
| Less accumulated depreciation for:           |                       |                      |                    |                       |
| Buildings and improvements                   | (29,380,068)          | (2,833,340)          | (14,006)           | (32,199,402)          |
| Infrastructure                               | (14,973,559)          | (216,184)            |                    | (15,189,743)          |
| Equipment and vehicles                       | (36,610,021)          | (3,734,984)          | (1,019,185)        | (39,325,820)          |
| Furniture and fixtures                       | (824,411)             | (188,190)            | (1,789)            | (1,010,812)           |
| Total accumulated depreciation               | <u>(81,788,059)</u>   | <u>(6,972,698)</u>   | <u>(1,034,980)</u> | <u>(87,725,777)</u>   |
| Total capital assets, being depreciated, net | <u>88,064,268</u>     | <u>4,460,437</u>     |                    | <u>92,524,705</u>     |
| Governmental activities capital assets, net  | <u>\$ 134,453,412</u> | <u>\$ 19,779,716</u> | <u>\$</u>          | <u>\$ 154,233,128</u> |

Governmental capital expenditures by function were as follows:

|                        |                     |
|------------------------|---------------------|
| General government     | \$56,470,438        |
| Public safety          | 2,782,550           |
| Culture and recreation | 7,096,040           |
| Public works           | 3,630,384           |
| Highways and streets   | 6,965,827           |
| Health and welfare     | 227,306             |
| Housing                | 81,866              |
| Total                  | <u>\$77,254,411</u> |

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**NOTE 5 – CAPITAL ASSETS (Cont'd)**

| <u>Business-type Activities</u>              | <u>Beginning<br/>Balance</u> | <u>Increase</u>     | <u>Decrease</u>    | <u>Ending<br/>Balance</u> |
|--|------------------------------|---------------------|--------------------|---------------------------|
| Capital assets, not being depreciated:       |                              |                     |                    |                           |
| Land   | \$ 2,047,140                 | \$                  | \$                 | \$ 2,047,140              |
| Water rights                                 | 23,649,563                   | 7,889,658           |                    | 31,539,221                |
| Construction in progress                     | 46,912,510                   | 44,496,801          | 9,177,682          | 82,231,629                |
| Total capital assets, not being depreciated  | <u>72,609,213</u>            | <u>52,386,459</u>   | <u>9,177,682</u>   | <u>115,817,990</u>        |
| Capital assets, being depreciated:           |                              |                     |                    |                           |
| Buildings and improvements                   | 6,595,491                    | 58,728              |                    | 6,654,219                 |
| Water system                                 | 4,823,988                    | 9,177,682           | 147,000            | 13,854,670                |
| Vehicles, furniture and equipment            | 1,037,945                    | 91,267              | 150,041            | 979,171                   |
| Total capital assets being depreciated       | <u>12,457,424</u>            | <u>9,327,677</u>    | <u>297,041</u>     | <u>21,488,060</u>         |
| Less accumulated depreciation for:           |                              |                     |                    |                           |
| Buildings and improvements                   | (3,518,750)                  | (167,300)           |                    | (3,686,050)               |
| Water systems                                | (2,010,991)                  | (603,419)           | (147,000)          | (2,467,410)               |
| Vehicles, furniture and equipment            | (753,965)                    | (54,187)            | (150,041)          | (658,111)                 |
| Total accumulated depreciation               | <u>(6,283,706)</u>           | <u>(824,906)</u>    | <u>(297,041)</u>   | <u>(6,811,571)</u>        |
| Total capital assets, being depreciated, net | <u>6,173,718</u>             | <u>8,502,771</u>    |                    | <u>14,676,489</u>         |
| Business-type activities capital assets, net | <u>\$78,782,931</u>          | <u>\$60,889,230</u> | <u>\$9,177,682</u> | <u>\$ 130,494,479</u>     |

Depreciation expense was charged to functions/programs as follows.

|   |                    |
|---|--------------------|
| Governmental Activities:                              |                    |
| General government                                    | \$2,335,853        |
| Public safety   | 3,137,715          |
| Health and welfare                                    | 313,771            |
| Culture and recreation                                | 55,782             |
| Highways and streets                                  | <u>1,129,577</u>   |
| Total depreciation expense – governmental activities  | <u>\$6,972,698</u> |
| Business-Type Activities:                             |                    |
| Utilities   | \$ 638,033         |
| Housing services                                      | <u>186,873</u>     |
| Total depreciation expense – business-type activities | <u>\$ 824,906</u>  |

**Construction Commitments** – At year end, the County had contractual commitments related to capital projects for the construction of the Buckman Direct Diversion and other various projects. At year end the County had spent \$103.5 million on the projects and had estimated remaining contractual commitments of \$35.7 million. These projects are being funded with bond proceeds.

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**NOTE 6 –OPERATING LEASES**

The County leases equipment and office space under the provisions of long-term lease agreements classified as operating leases for accounting purposes. Rental expenditures under the terms of the operating leases totaled \$572,794 for the current fiscal year. The operating leases are subject to future appropriation and, as such, cancelable by the County at the end of a fiscal year. The future minimum rental payments required under the operating leases at year end, were as follows.

| Year Ending June 30:            |    | \$                  |
|---------------------------------|----|---------------------|
| 2011                            | \$ | 463,274             |
| 2012                            |    | 127,433             |
| 2013                            |    | 50,550              |
| 2014                            |    | 35,806              |
| 2015                            |    | 36,636              |
| 2016-20                         |    | 196,888             |
| 2021-25                         |    | 223,505             |
| 2026-30                         |    | 53,206              |
| 2031                            |    | <u>1,200</u>        |
| Total minimum payments required |    | <u>\$ 1,188,498</u> |

**NOTE 7 – LANDFILL CLOSURE AND POSTCLOSURE COSTS**

State and federal laws and regulations require the County to place a final cover on the County-operated landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be incurred after the date the landfill stops accepting waste, the County reports these closure and postclosure care costs as a liability as of each balance sheet date. The County closed the landfill during fiscal year 1997. The \$1,965,719 reported as landfill closure and postclosure care liability at year end represents management's estimate based on an expert hired to estimate the costs for standard monitoring and compliance to 2027.

Annual ground water monitoring has demonstrated the County is in compliance with ground water contamination. The County is required to perform monitoring of the ground water every five years. The County estimates it will not expend any significant monies for postclosure costs in the next fiscal year. Current year expenditures of \$7,866 were paid by the General Fund. These amounts are based on what it would cost to perform all closure and postclosure care in fiscal 2010. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

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**NOTE 8 –CONDUIT DEBT OBLIGATIONS**

The County has issued Project Revenue Bonds to provide assistance for the El Castillo Retirement Residences Project. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. At year end, there were two series of Project Revenue Bonds outstanding, with an aggregate principal amount payable of \$12,735,000.

The County issued \$3,000,000 multi-family Housing Revenue Bonds in August 1998 to provide assistance for the construction of the Villa Grande Apartments. The bonds are secured by the revenues and mortgage of the property. At year end, the amount of bonds outstanding were \$2,930,000.

The County issued \$7,400,000 of tax-exempt variable rate and \$2,650,00 of taxable fixed rate Education Facility Revenue Bonds in April 2008 to provide assistance for building an elementary school for the Archdiocese of Santa Fe. The bonds are secured by Education Facility Revenues. At year end, the amount of bonds outstanding were \$9,925,000.

Total conduit debt outstanding at June 30, 2010 was \$25,590,000. The County is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

**NOTE 9 –BONDS PAYABLE**

Bonds payable at year end consisted of the following outstanding general obligation and revenue bonds. The bonds are both callable and noncallable with interest payable semiannually. Property taxes or gross receipts taxes as applicable from the respective debt service funds are used to pay bonded debt.

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**NOTE 9 – BONDS PAYABLE (Cont'd)**

Revenue and general obligation bonds outstanding as reported in governmental-type activities at yearend were as follows.

| <u>Purpose</u>   | <u>Original<br/>Amount Issued</u> | <u>Interest<br/>Rates</u> | <u>Maturity</u> | <u>Outstanding<br/>Principal<br/>June 30, 2010</u> | <u>Due Within<br/>One Year</u> |
|--|-----------------------------------|---------------------------|-----------------|--|--------------------------------|
| <b>Governmental activities:</b>                                  |                                   |                           |                 |  |                                |
| <b>General Obligation Bonds:</b>                                 |                                   |                           |                 |  |                                |
| GOB Open Space Series 1999                                       | \$ 12,000,000                     | 5.65%                     | 07/01/10        | \$ 755,000   | \$ 755,000                     |
| GOB Open Space Series 2001                                       | 8,000,000                         | 4.0% to 4.5%              | 7/1/10-17       | 4,390,000  | 550,000                        |
| GOB Roads, Public Works,<br>Water Series 2005                    | 20,000,000                        | 4.0% to 4.375%            | 7/1/10-26       | 11,450,000   | 250,000                        |
| GOB Refunding 97 GOB<br>Series 2005A                             | 8,490,000                         | 3.25% to 4.192%           | 7/1/10-17       | 6,480,000  | 835,000                        |
| GOB Judicial Center<br>Series 2007A                              | 25,000,000                        | 4% to 5%                  | 7/1/10-27       | 21,300,000   | 500,000                        |
| GOB Roads, Water Series 2007B                                    | 20,000,000                        | 4% to 5.5%                | 7/1/10-28       | 17,800,000   | 500,000                        |
| GOB Buckman Direct Diversion<br>Water 2008                       | 32,500,000                        | 3% to 4.25%               | 7/1/10-25       | 30,500,000   | 1,600,000                      |
| GOB Road, Fire, Water, Op,<br>Transfer Stations 2009             | 17,000,000                        | 3% to 4.3%                | 7/1/10-25       | 17,000,000   | 750,000                        |
| 2010 Series - Refund 2001 and<br>1999 Series                     | 13,505,000                        | 2.125% to 3%              | 7/1/10-19       | 13,505,000   | 935,000                        |
| Rancho Viejo Improvement<br>District                             | 1,950,000                         | 7.25%                     | 7/1/10-29       | <u>1,665,000</u>                                   | <u>45,000</u>                  |
| <b>Total</b>   |                                   |                           |                 | <u>124,845,000</u>                                 | <u>6,720,000</u>               |
| <b>Revenue Bonds:</b>  |                                   |                           |                 |  |                                |
| Correctional System 1997   | 30,000,000                        | 4.1% to 6.0%              | 7/1/10-27       | 23,875,000   | 895,000                        |
| Sheriff's Facility - 1997A                                       | 6,000,000                         | 4.1% to 6.0%              | 7/1/10-27       | 4,490,000  | 170,000                        |
| Subordinate Judicial Center –<br>2008                            | 30,000,000                        | 3.5% to 5%                | 7/1/10-33       | 27,360,000   | 140,000                        |
| 2009 Series Capital Outlay GRT -<br>Water Rights                 | 12,090,000                        | 2% to 4%                  | 7/1/10-29       | 11,825,000   | 440,000                        |
| 2010A Series Capital Outlay<br>GRT - Buckman Direct<br>Diversion | 21,215,000                        | 2% to 5%                  | 7/1/10-30       | 21,215,000   | 585,000                        |
| 2010B Series Capital Outlay<br>GRT - Buckman Direct<br>Diversion | 10,195,000                        | 2% to 4.25%               | 7/1/10-30       | <u>10,195,000</u>                                  | <u>265,000</u>                 |
| <b>Total</b>   |                                   |                           |                 | <u>\$ 98,960,000</u>                               | <u>\$ 2,495,000</u>            |
| <b>Grand Total</b>   |                                   |                           |                 | <u>\$ 223,805,000</u>                              | <u>\$ 9,215,000</u>            |

**STATE OF NEW MEXICO  
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**NOTE 9 –BONDS PAYABLE (Concl'd)**

Annual debt service requirements to maturity on revenue and refunding bonds for governmental activities at year end are summarized as follows.

| Year ending June 30: | <u>Governmental Activities</u> |                      |
|----------------------|--------------------------------|----------------------|
|                      | <u>Principal</u>               | <u>Interest</u>      |
| 2011                 | \$ 9,215,000                   | \$ 9,434,319         |
| 2012                 | 11,080,000                     | 9,100,819            |
| 2013                 | 8,865,000                      | 8,768,537            |
| 2014                 | 9,105,000                      | 8,447,554            |
| 2015                 | 9,255,000                      | 8,116,242            |
| 2016-20              | 55,610,000                     | 34,366,991           |
| 2021-25              | 67,815,000                     | 21,324,323           |
| 2026-30              | 45,135,000                     | 6,690,816            |
| 2031-33              | 7,725,000                      | 793,250              |
| Total                | <u>\$223,805,000</u>           | <u>\$107,042,851</u> |

During the year ended June 30, 2010, the District issued \$13,505,000 in refunding bonds, with an effective interest rate of 2.79 percent, to advance refund \$13,735,000 of outstanding general obligation bonds, with an average interest rate of 4.77 percent. The net proceeds of \$13,971,636, which includes \$598,698 of bond premium, (after payment of \$166,798 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent, to provide for all future debt service payments of the refunded general obligation bonds. As a result, the refunded general obligation bonds are considered to be defeased, and the liability for those bonds has been removed from the government-wide financial statements. The reacquisition price exceeded the net carrying amount of the old debt by \$236,636. This amount is reported as deferred charges and amortized over the new debt's life. This advance refunding was undertaken to reduce total debt service payments over the next 8 years by \$1,284,663.

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the defeased bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At year end, \$6,480,000 of defeased bonds were still outstanding.

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**NOTE 9 – BONDS PAYABLE (Concl'd)**

**Pledged revenues – governmental activities.** The County has pledged future gross receipts tax revenues to repay outstanding revenue bonds of \$99.0 million as of June 30, 2010. Proceeds from the original bond issuances provided financing for the acquisition and construction of major capital facilities and water systems. The bonds are paid solely from the County's gross receipts tax and are payable through 2030. Total annual principal and interest payments for all gross receipts tax revenue bonds are expected to require less than 10% of gross revenues. Total principal and interest to be paid on the bonds is \$121.0 million. The current total gross receipts tax revenues were \$42.9 million and the total principal and interest paid on the bonds was \$3.8 million, or 9% of gross revenues.

**NOTE 10 – CHANGES IN LONG-TERM LIABILITIES**

Long-term liability activity for the current fiscal year was as follows.

|   | Beginning<br>Balance<br>(as restated) | Additions            | Reductions           | Ending<br>Balance    | Due Within<br>One Year |
|---|---------------------------------------|----------------------|----------------------|----------------------|------------------------|
| <b>Governmental Activities:</b>         |                                       |                      |                      |                      |                        |
| General obligation bonds                | \$ 129,795,000                        | \$ 13,505,000        | \$ 20,120,000        | \$123,180,000        | \$ 6,675,000           |
| Revenue bonds                           | 58,010,000                            | 43,500,000           | 2,550,000            | 98,960,000           | 2,495,000              |
| Component unit - Rancho Viejo           |                                       |                      |                      |                      |                        |
| Improvement District                    | 1,705,000                             |                      | 40,000               | 1,665,000            | 45,000                 |
| Landfill closure and post closure costs | 1,973,585                             |                      | 7,866                | 1,965,719            |                        |
| Compensated absences                    | 2,886,580                             | 2,747,969            | 2,557,833            | 3,076,716            | 3,076,716              |
| Pollution remediation                   | 3,200,000                             |                      |                      | 3,200,000            |                        |
| <b>Total</b>                            | <u>\$ 197,570,165</u>                 | <u>\$ 59,752,969</u> | <u>\$ 25,275,699</u> | <u>\$232,047,435</u> | <u>\$ 12,291,716</u>   |

**NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

**Due to/from other funds** – At year end, two non-major governmental funds were involved in borrowing arrangements with the General Fund due to the existence of a negative cash balance. All interfund balances are expected to be paid within one year.



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**NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (Concl'd)**

**Interfund transfers:**

| Transfers out                | Transfer in         |                            |                        |                 |
|------------------------------|---------------------|----------------------------|------------------------|-----------------|
|                              | General             | Law Enforcement Operations | Corrections Operations | Debt Service    |
| General                      | \$                  | \$ 8,529,262               | \$ 10,455,818          | \$              |
| Fire Operations              |                     |                            |                        |                 |
| Corrections Operations       |                     |                            |                        |                 |
| Capital Outlay GRT           |                     |                            |                        |                 |
| GRT Bond Series 2008         |                     |                            |                        |                 |
| Non-Major Governmental Funds | 5,600,880           | 154,000                    | 5,948,744              | 5,558           |
| Utilities                    |                     |                            |                        |                 |
| <b>Total</b>                 | <b>\$ 5,600,880</b> | <b>\$ 8,683,262</b>        | <b>\$ 16,404,562</b>   | <b>\$ 5,558</b> |

| Transfers out                | Transfer in         |                              |                             |                     |                      |
|------------------------------|---------------------|------------------------------|-----------------------------|---------------------|----------------------|
|                              | Capital Outlay GRT  | Non-major Governmental Funds | Regional Planning Authority | Utilities           | Total                |
| General                      | \$                  | \$ 4,128,558                 | \$ 38,050                   | \$ 4,850,942        | \$ 28,002,630        |
| Fire Operations              |                     | 585,746                      |                             |                     | 585,746              |
| Corrections Operations       |                     | 2,244,480                    |                             |                     | 2,244,480            |
| Capital Outlay GRT           |                     | 782,608                      |                             |                     | 782,608              |
| GRT Bond Series 2008         |                     | 694,223                      |                             |                     | 694,223              |
| Non-Major Governmental Funds | 2,579,966           | 5,887,560                    |                             |                     | 20,176,708           |
| Utilities                    | 119,082             |                              |                             |                     | 119,082              |
| <b>Total</b>                 | <b>\$ 2,699,048</b> | <b>\$ 14,323,175</b>         | <b>\$ 38,050</b>            | <b>\$ 4,850,942</b> | <b>\$ 52,605,477</b> |

Interfund transfers were made by the County during the fiscal year to ensure that sufficient resources were available to cover expenditures in the applicable funds.

**STATE OF NEW MEXICO  
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**NOTE 12 – PRIOR PERIOD ADJUSTMENTS**

The July 1, 2009, government-wide net assets and the fund balances/net assets do not agree to the prior year financial statements due to the correction errors including revenue recognition, a debt service reserve fund not included in the financial statements, compensated absences balances and the forgiveness of loan debt.

|   | Statement of Activities    |                             |
|---|----------------------------|-----------------------------|
|   | Governmental<br>Activities | Business-type<br>Activities |
| Net Assets/Fund balance, June 30, 2009 as previously reported | \$ 181,062,366             | \$ 78,571,853               |
| Revenue not recognized in the prior period                    | 2,960,948                  |                             |
| Revenues recognized outside the period of availability        | (1,911,595)                |                             |
| Reserve account not recorded in the prior period              | 167,667                    |                             |
| Forgiveness of HUD related debt in prior years                |                            | 10,912,971                  |
| Compensated absence balances                                  | 718,201                    |                             |
| Net Assets/Fund balance, July 1, 2009, as restated            | \$ 182,997,587             | \$ 89,484,824               |

|   | Governmental Funds |                                   |                             |                            |  | Proprietary<br>Funds     |
|---|--------------------|-----------------------------------|-----------------------------|----------------------------|--|--------------------------|
|   | General Fund       | Corrections<br>Operations<br>Fund | Road<br>Maintenance<br>Fund | Fire<br>Operations<br>Fund | Rancho Viejo<br>Improvement<br>District Fund | Housing<br>Services Fund |
| Net Assets/Fund balance, June 30, 2009 as previously reported | \$ 42,693,597      | \$ 7,205,970                      | \$ 1,808,561                | \$ 8,072,010               | \$ 965,515                                   | \$ (5,987,636)           |
| Revenue not recognized in the prior period                    | 1,548,364          |                                   | 70,165                      |                            |  |                          |
| Revenues recognized outside the period of availability        |                    | (574,655)                         |                             | (1,336,940)                |  |                          |
| Reserve account not recorded in the prior period              |                    |                                   |                             |                            | 167,667                                      |                          |
| Forgiveness of HUD related debt in prior years                |                    |                                   |                             |                            |  | 10,912,971               |
| Compensated absence balances                                  |                    |                                   |                             |                            |  |                          |
| Net Assets/Fund balance, July 1, 2009, as restated            | \$ 44,241,961      | \$ 6,631,315                      | \$ 1,878,726                | \$ 6,735,070               | \$ 1,133,182                                 | \$ 4,925,335             |

**STATE OF NEW MEXICO**  
**SANTA FE COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**NOTE 13 – CONTINGENT LIABILITIES**

**Compliance** – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures/expenses that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

**Lawsuits** – The County is a defendant in a number of lawsuits as of June 30, 2010. It is the opinion of management and County counsel that the amount of losses resulting from these litigations at June 30, 2010, would not be material to the financial position of the County.

**NOTE 14 – JOINT POWERS AGREEMENTS**

**Santa Fe Solid Waste Management Agency** - Under authorization of the New Mexico State Statute 11-1-1, Santa Fe County joined City of Santa Fe to undertake their powers to dispose of solid waste as mandated by state and federal regulations and provide a more efficient and cost-effective method of solid waste disposal to the County and City citizens.

The County and the City established the Santa Fe Solid Waste Management Agency (Agency) through a Joint Powers Agreement in February 1995, as a public entity separate from the County or the City. The agreement delegated to the Agency the power to plan for, operate, construct, maintain, repair, replace, or expand the facility. The County Commission and the City Council approve the annual budget. The Agency has the authority to adopt revenue bond ordinances so long as such an ordinance is duly ratified by the governing bodies of the County and the City. A five member staff advisory committee was established by the agreement and is comprised of the finance directors from the County and the City, the County public works department director, the City utilities department director and the Agency director. A five member citizens' advisory committee was also established. The Agency is charged to comply with all laws, rules and regulations for operations under the permit issued from the New Mexico Environment Department. The Board of Directors for the Agency consists of four members who are appointed by the Board of County Commissioners and four members who are appointed by the City Mayor with the approval of the City Council. The Board meets at least quarterly.

The start-up costs, design, land acquisition and construction were funded by equal contributions from the County and City. The contributions and commitments from each entity to date is approximately \$5.8 million. The County did not contribute any funds to the Agency in the 2010 fiscal year. A final reconciliation has been done to ensure costs have been split equally between the County and City. The facility opened in May of 1997.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

**NOTE 14 – JOINT POWERS AGREEMENTS (Cont'd)**

The facility is to be self-supporting for operations, equipment, future construction, debt service, accumulation of a reserve fund and all other costs through fees charged to the County, the City, and other private users. The land for the facility was purchased by the County and transferred to the Agency. The facility itself belongs to the Agency. The Agency has adopted its rate ordinance for use of the facility. If, for any reason, revenues are insufficient to pay costs of operations, the Agency Board must notify the County and City in order to negotiate steps that are reasonable and prudent in light of existing circumstances to ensure that any deficits accumulated or incurred by the Agency are not allowed to impair the operation, integrity or credit worthiness of the Agency. A bond issue was authorized in December 1996, by the Agency in the amount of \$6,260,000 to provide funds for the equipment required for the facility and the construction of the second landfill cell.

The Agency has its own financial statements as a separate entity, audited on an annual basis. Complete financial statements for the Agency may be obtained at the Santa Fe Solid Waste Management Agency, 165 Caja Del Rio Road, Santa Fe, New Mexico 87502-6189.

Closure of the facility must be approved by the governing bodies of the County and City. Upon closure and sale of the facility, any proceeds remaining after settling all obligations will be split equally between the County and City.

**Buckman Direct Diversion (BDD) Water Project** – The City of Santa Fe and the County have established a joint powers agreement for the Buckman Direct Diversion (BDD) water project. The BDD, estimated at \$216.3 million, will be the largest, single capital project for which the two local governments address meeting the current and future needs of an adequate water supply within the area. The Buckman Surface Diversion will provide full access to the San Juan/Chama water rights and/or other native Rio Grande water rights currently held by the City and County. The proposed system will route Rio Grande surface water directly from the river through a conveyance system to a new water treatment facility where water will be conveyed to the various users. Costs incurred to date have been recorded to the Utilities Department enterprise fund as additions to water rights and the water system. There were approximately \$31 million of current fiscal year costs capitalized.

**North Central Regional Transit District (District)** – The County and the City of Espanola, County of Los Alamos, Pueblo of Nambe, Pueblo of Pojoaque, County of Rio Arriba, Pueblo of San Ildefonso, Pueblo of San Juan, Pueblo of Santa Clara, City of Santa Fe, and Pueblo of Tesuque have entered into an intergovernmental contract to create the North Central Regional Transit District (District) under the Regional Transit District Act, Chapter 13, Article 25, Sections 1-18, NMSA 1978. The purpose of the District is to finance, construct, operate, maintain and promote an efficient, sustainable and regional multi-modal transportation system.

**STATE OF NEW MEXICO**  
**SANTA FE COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**NOTE 14 – JOINT POWERS AGREEMENTS (Concl'd)**

The District was created as a public entity separate from the cities, counties and pueblos. The original boundaries consist of Governmental Units located within or containing the boundaries of Los Alamos, Rio Arriba or Santa Fe Counties. The Board of Directors consists of one director from each District and will serve without compensation. The County's share of expenses for the year ended June 30, 2010 was approximately \$3.2 million.

**NOTE 15 – RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God. The County belongs to the New Mexico County Insurance Authority (NMCIA), a public entity risk pool currently operating as a common risk management and insurance program for its member counties. The County pays an annual premium to NMCIA for all of its general and workers' compensation insurance coverage. The agreement for formation of the NMCIA provides that NMCIA will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of amounts that range from \$150,000 for property to \$300,000 for other liability claims.

The County carries commercial insurance for all other risks of loss including property, liability, and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**NOTE 16 – PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION**

*Plan Description.* Substantially all of the full-time employees of the County participate in a public employee retirement system authorized under the Public Employees' Retirement Act (Chapter 10, Article II NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit public employee retirement plan. The plan provides for retirement, disability benefits, survivor benefits and cost of living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information. 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](http://www.pera.state.nm.us).

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

**NOTE 16 – PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Concl'd)**

*Funding Policy.* Plan members (other than police and fire) are required to contribute 13.15% of their gross salary; police are required to contribute 16.30% and fire are required to contribute 16.20% of their gross salary. The County is required to contribute 18.50% for police, 21.25% for all fire and 9.15% for all other plan members. The contribution requirements of the 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 2010, 2009, and 2008 were \$7.8 million, \$8.8 million and \$7.6 million, respectively, which were equal to the amount of the required contributions for each year.

**NOTE 17 – POSTEMPLOYMENT BENEFITS – STATE RETIREE HEALTHCARE PLAN**

*Plan Description.* The County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment 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 the 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 postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

**NOTE 17 – POSTEMPLOYMENT BENEFITS – STATE RETIREE HEALTHCARE PLAN (Concl'd)**

*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](http://www.nmrhca.state.nm.us).

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2010, the statute required each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute 0.65% of their salary. In the fiscal years ending June 30, 2011 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

| <u>Fiscal Year</u> | <u>Employer<br/>Contribution Rate</u> | <u>Employee<br/>Contribution Rate</u> |
|--------------------|---------------------------------------|---------------------------------------|
| 2011               | 1.666%                                | 0.833%                                |
| 2012               | 1.834                                 | 0.917                                 |
| 2013               | 2.000                                 | 1.000                                 |

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

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

The County's contributions to the RHCA for the years ended June 30, 2010, 2009 and 2008 were \$469,969, \$459,432 and \$413,934, respectively, which equal the required contributions for each year.

**NOTE 18 – SUBSEQUENT EVENTS**

In November 2010, management became aware of the misuse of County property for personal benefit by an elected official. The County is currently in the process of determining the potential financial impact, however, management does not believe the misuse is material to the financial position of the County.

**SUPPLEMENTARY INFORMATION**



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**OTHER MAJOR GOVERNMENT FUNDS  
SCHEDULES OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL**

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget   | Final Budget         | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|----------------------|----------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                      |                      |                    |                                      |
| Property tax  | \$ 11,692,076        | \$ 11,686,518        | \$ 12,501,355      | \$ 814,837                           |
| Gross receipts tax  |                      |                      |                    |                                      |
| Interest earnings   |                      |                      |                    |                                      |
| <b>Total revenues</b>                                       | <u>11,692,076</u>    | <u>11,686,518</u>    | <u>12,501,355</u>  | <u>814,837</u>                       |
| <b>Cash balance carryforward</b>                            |                      | 7,215                |                    |                                      |
| <b>Total</b>  | <u>\$ 11,692,076</u> | <u>\$ 11,693,733</u> |                    |                                      |
| <b>Expenditures:</b>  |                      |                      |                    |                                      |
| Debt service -  |                      |                      |                    |                                      |
| Principal retirement  | \$ 6,385,000         | \$ 6,385,000         | 6,385,000          |                                      |
| Interest and fiscal charges                                 | 5,307,076            | 5,314,291            | 5,314,291          |                                      |
| Bond issuance costs   |                      | 97,923               | 92,220             | 5,703                                |
| <b>Total expenditures</b>                                   | <u>11,692,076</u>    | <u>11,797,214</u>    | <u>11,791,511</u>  | <u>5,703</u>                         |
| <b>Other financing sources (uses):</b>                      |                      |                      |                    |                                      |
| Transfer in   |                      | 5,558                | 5,558              |                                      |
| Issuance of general obligation bonds                        |                      | 97,923               | 13,505,000         | 13,407,077                           |
| Premium on sale of bonds                                    |                      |                      | 541,234            | 541,234                              |
| Payment to bond escrow agent                                |                      |                      | (13,899,584)       | (13,899,584)                         |
| Transfer out  |                      |                      |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                      | <u>103,481</u>       | <u>152,208</u>     | <u>48,727</u>                        |
| <b>Change in fund balance - Budgetary basis</b>             |                      |                      | 862,052            |                                      |
| <b>Reconciliation to change in fund balance GAAP basis:</b> |                      |                      |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                      |                      | 20,567             |                                      |
| Adjustment for costs related to refunding transaction       |                      |                      | <u>(74,598)</u>    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                      |                      | <u>\$ 808,021</u>  |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CAPITAL OUTLAY GRT FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget  | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|---------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |               |                    |                                      |
| Gross receipts tax  | \$ 9,000,000       | \$ 8,835,500  | \$ 9,015,472       | \$ 179,972                           |
| Other taxes and assessments                                 |                    |               |                    |                                      |
| Other   |                    | 5,430         | 53,958             | 48,528                               |
| Interest earnings   |                    |               |                    |                                      |
| Intergovernmental   |                    |               |                    |                                      |
| <b>Total revenues</b>                                       | 9,000,000          | 8,840,930     | 9,069,430          | (228,500)                            |
| <b>Cash balance carryforward</b>                            | 3,492,211          | 32,256,275    |                    |                                      |
| <b>Total</b>  | \$ 12,492,211      | \$ 41,097,205 |                    |                                      |
| <b>Expenditures:</b>  |                    |               |                    |                                      |
| Capital outlay  | \$ 12,492,211      | \$ 43,013,646 | 23,189,150         | 19,824,496                           |
| Debt service -  |                    |               |                    |                                      |
| Bond issuance costs   |                    |               |                    |                                      |
| <b>Total expenditures</b>                                   | 12,492,211         | 43,013,646    | 23,189,150         | 19,824,496                           |
| <b>Other financing sources (uses):</b>                      |                    |               |                    |                                      |
| Transfer in   |                    | 2,699,049     | 2,699,048          | (1)                                  |
| Issuance of revenue bonds                                   |                    |               |                    |                                      |
| Premium on sale of bonds                                    |                    |               |                    |                                      |
| Transfer out  |                    | (782,608)     | (782,608)          |                                      |
| <b>Total other financing sources (uses)</b>                 |                    | 1,916,441     | 1,916,440          | (1)                                  |
| <b>Change in fund balance- Budgetary basis</b>              |                    |               | (12,203,280)       |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |               |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |               | (43,660)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |               | 2,485,095          |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |               | \$ (9,761,845)     |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GO BOND SERIES 2007 FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget         | Non-GAAP<br>Actual    | Variance -<br>Positive<br>(Negative) |
|---|---------------------|----------------------|-----------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                      |                       |                                      |
| Gross receipts tax  | \$                  | \$                   | \$                    | \$                                   |
| Other taxes and assessments                                 |                     |                      |                       |                                      |
| Other   |                     |                      |                       |                                      |
| Interest earnings   |                     |                      | 160,657               | 160,657                              |
| Intergovernmental   |                     |                      |                       |                                      |
| <b>Total revenues</b>                                       |                     |                      | <u>160,657</u>        | <u>160,657</u>                       |
| <b>Cash balance carryforward</b>                            | <u>3,036,518</u>    | <u>15,806,482</u>    |                       |                                      |
| <b>Total</b>  | <u>\$ 3,036,518</u> | <u>\$ 15,806,482</u> |                       |                                      |
| <b>Expenditures:</b>  |                     |                      |                       |                                      |
| Capital outlay  | \$ 3,036,518        | \$ 15,806,482        | 13,728,202            | 2,078,280                            |
| Debt service -  |                     |                      |                       |                                      |
| Bond issuance costs   |                     |                      |                       |                                      |
| <b>Total expenditures</b>                                   | <u>3,036,518</u>    | <u>15,806,482</u>    | <u>13,728,202</u>     | <u>2,078,280</u>                     |
| <b>Other financing sources (uses):</b>                      |                     |                      |                       |                                      |
| Transfer in   |                     |                      |                       |                                      |
| Issuance of revenue bonds                                   |                     |                      |                       |                                      |
| Premium on sale of bonds                                    |                     |                      |                       |                                      |
| Transfer out  |                     |                      |                       |                                      |
| <b>Total other financing sources (uses)</b>                 |                     |                      |                       |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                     |                      | (13,567,545)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                      |                       |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                      | <u>10,300,080</u>     |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                      |                       |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                      | <u>\$ (3,267,465)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GRT BOND SERIES 2008 FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget         | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|---------------------|----------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                      |                    |                                      |
| Gross receipts tax  | \$                  | \$                   | \$                 | \$                                   |
| Other taxes and assessments                                 |                     |                      |                    |                                      |
| Other   |                     |                      |                    |                                      |
| Interest earnings   |                     | 694,223              | 743,192            | 48,969                               |
| Intergovernmental   |                     |                      |                    |                                      |
| <b>Total revenues</b>                                       |                     | <u>694,223</u>       | <u>743,192</u>     | <u>48,969</u>                        |
| <b>Cash balance carryforward</b>                            | <u>4,410,027</u>    | <u>30,320,220</u>    |                    |                                      |
| <b>Total</b>  | <u>\$ 4,410,027</u> | <u>\$ 31,014,443</u> |                    |                                      |
| <b>Expenditures:</b>  |                     |                      |                    |                                      |
| Capital outlay  | \$ 4,410,027        | \$ 30,320,220        | 25,910,193         | 4,410,027                            |
| Debt service -  |                     |                      |                    |                                      |
| Bond issuance costs   |                     |                      |                    |                                      |
| <b>Total expenditures</b>                                   | <u>4,410,027</u>    | <u>30,320,220</u>    | <u>25,910,193</u>  | <u>4,410,027</u>                     |
| <b>Other financing sources (uses):</b>                      |                     |                      |                    |                                      |
| Transfer in   |                     |                      |                    |                                      |
| Issuance of revenue bonds                                   |                     |                      |                    |                                      |
| Premium on sale of bonds                                    |                     |                      |                    |                                      |
| Transfer out  |                     | (694,223)            | (694,223)          |                                      |
| <b>Total other financing sources (uses)</b>                 |                     | <u>(694,223)</u>     | <u>(694,223)</u>   |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                     |                      | (25,861,224)       |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                      |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                      | 25,910,193         |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                      | <u>25,910,193</u>  |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                      | <u>\$ 48,969</u>   |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CAPITAL GRT BOND SERIES 2010A FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                     |                                      |
| Gross receipts tax  | \$                 | \$                | \$                  | \$                                   |
| Other taxes and assessments                                 |                    |                   |                     |                                      |
| Other   |                    |                   |                     |                                      |
| Interest earnings   |                    |                   | 16,563              | 16,563                               |
| Intergovernmental   |                    |                   |                     |                                      |
| <b>Total revenues</b>                                       |                    |                   | <u>16,563</u>       | <u>16,563</u>                        |
| <b>Cash balance carryforward</b>                            |                    |                   |                     |                                      |
| <b>Total</b>  | <u>\$</u>          | <u>\$</u>         |                     |                                      |
| <b>Expenditures:</b>  |                    |                   |                     |                                      |
| Capital outlay  | \$                 | \$ 22,415,971     | 15,868,477          | 6,547,494                            |
| Debt service -  |                    |                   |                     |                                      |
| Bond issuance costs   |                    |                   | 306,610             | (306,610)                            |
| <b>Total expenditures</b>                                   |                    | <u>22,415,971</u> | <u>16,175,087</u>   | <u>6,240,884</u>                     |
| <b>Other financing sources (uses):</b>                      |                    |                   |                     |                                      |
| Transfer in   |                    |                   |                     |                                      |
| Issuance of revenue bonds                                   |                    | 22,415,971        | 21,215,000          | (1,200,971)                          |
| Premium on sale of bonds                                    |                    |                   | 1,392,251           | 1,392,251                            |
| Transfer out  |                    |                   |                     |                                      |
| <b>Total other financing sources (uses)</b>                 |                    | <u>22,415,971</u> | <u>22,607,251</u>   | <u>191,280</u>                       |
| <b>Change in fund balance- Budgetary basis</b>              |                    |                   | 6,448,727           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                     |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   |                     |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   | <u>40,031</u>       |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ 6,488,758</u> |                                      |

**MAJOR PROPRIETARY FUNDS  
SCHEDULES OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL**



STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL  
REGIONAL PLANNING AUTHORITY FUND  
FOR THE YEAR ENDED JUNE 30, 2010

|  | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|--|--------------------|-------------------|--------------------|--------------------------------------|
| <b>Operating revenues:</b>   |                    |                   |                    |                                      |
| Charges for services   | \$ 85,000          | \$ 80,550         | \$ 62,781          | \$ (17,769)                          |
| <b>Total operating revenues</b>                                      | <u>85,000</u>      | <u>80,550</u>     | <u>62,781</u>      | <u>(17,769)</u>                      |
| <b>Cash balance carryforward</b>                                     | <u>3,000</u>       | <u>46,937</u>     |                    |                                      |
| <b>Total</b>   | <u>\$ 88,000</u>   | <u>\$ 127,487</u> |                    |                                      |
| <b>Operating expenses:</b>   |                    |                   |                    |                                      |
| Cost of sales and services   | \$ 173,000         | \$ 208,037        | 92,850             | 115,187                              |
| Administration   |                    |                   |                    |                                      |
| <b>Total operating expenses</b>                                      | <u>173,000</u>     | <u>208,037</u>    | <u>92,850</u>      | <u>115,187</u>                       |
| <b>Operating loss</b>  |                    |                   | <u>(30,069)</u>    |                                      |
| <b>Nonoperating revenues (expenses):</b>                             |                    |                   |                    |                                      |
| Other  |                    |                   |                    |                                      |
| Interest earnings  |                    |                   |                    |                                      |
| Intergovernmental  |                    |                   |                    |                                      |
| <b>Total nonoperating revenues (expenses)</b>                        |                    |                   |                    |                                      |
| <b>Net income (loss) before capital contributions and transfers:</b> |                    |                   | (30,069)           |                                      |
| Contributed Capital  |                    |                   |                    |                                      |
| Transfer in  |                    |                   | 38,050             |                                      |
| Transfer out   |                    |                   |                    |                                      |
| <b>Change in fund net assets</b>                                     |                    |                   | 7,981              |                                      |
| <b>Reconciliation to change in fund net assets -GAAP basis:</b>      |                    |                   |                    |                                      |
| To record contributed capital not recorded as budgetary revenue      |                    |                   |                    |                                      |
| To record revenue accruals, net of prior year amounts                |                    |                   |                    |                                      |
| Depreciation expense not recorded as budgetary expenditures          |                    |                   |                    |                                      |
| To record revenue accruals, net of prior year amounts                |                    |                   |                    |                                      |
| Revenue accruals, net of prior year amounts                          |                    |                   | (19,748)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures          |                    |                   | <u>1,342</u>       |                                      |
| <b>Change in fund net assets - GAAP basis</b>                        |                    |                   | <u>\$ (10,425)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL  
UTILITIES FUND  
FOR THE YEAR ENDED JUNE 30, 2010

|  | Original<br>Budget  | Final Budget        | Non-GAAP<br>Actual   | Variance -<br>Positive<br>(Negative) |
|--|---------------------|---------------------|----------------------|--------------------------------------|
| <b>Operating revenues:</b>   |                     |                     |                      |                                      |
| Charges for services   | \$ 1,622,565        | \$ 1,622,565        | \$ 1,601,653         | \$ (20,912)                          |
| <b>Total operating revenues</b>                                      | <u>1,622,565</u>    | <u>1,622,565</u>    | <u>1,601,653</u>     | <u>(20,912)</u>                      |
| <b>Cash balance carryforward</b>                                     | <u>118,187</u>      | <u>1,598,158</u>    |                      |                                      |
| <b>Total</b>   | <u>\$ 1,740,752</u> | <u>\$ 3,220,723</u> |                      |                                      |
| <b>Operating expenses:</b>   |                     |                     |                      |                                      |
| Cost of sales and services   | \$ 4,078,078        | \$ 8,223,886        | 5,019,384            | 3,204,502                            |
| Administration   |                     |                     |                      |                                      |
| <b>Total operating expenses</b>                                      | <u>4,078,078</u>    | <u>8,223,886</u>    | <u>5,019,384</u>     | <u>3,204,502</u>                     |
| <b>Operating loss</b>  |                     |                     | <u>(3,417,731)</u>   |                                      |
| <b>Nonoperating revenues (expenses):</b>                             |                     |                     |                      |                                      |
| Other  | 16,898              | 16,898              | 11,874               | (5,024)                              |
| Interest earnings  | 13,928              | 13,928              | 23,612               | 9,684                                |
| Intergovernmental  | 2,306,500           | 240,477             | 372,524              | 132,047                              |
| <b>Total nonoperating revenues (expenses)</b>                        | <u>2,337,326</u>    | <u>271,303</u>      | <u>408,010</u>       | <u>136,707</u>                       |
| <b>Net income (loss) before capital contributions and transfers:</b> |                     |                     | (3,009,721)          |                                      |
| Contributed Capital  |                     |                     |                      |                                      |
| Transfer in  |                     |                     | 4,850,942            |                                      |
| Transfer out   |                     |                     | <u>(119,082)</u>     |                                      |
| <b>Change in fund net assets</b>                                     |                     |                     | 1,722,139            |                                      |
| <b>Reconciliation to change in fund net assets -GAAP basis:</b>      |                     |                     |                      |                                      |
| Contributed capital not recorded as budgetary revenue                |                     |                     | 49,239,927           |                                      |
| Depreciation expense not recorded as budgetary expenditures          |                     |                     | (638,033)            |                                      |
| Capital outlay expensed for budgetary purposes                       |                     |                     | 3,217,313            |                                      |
| Revenue accruals, net of prior year amounts                          |                     |                     | (78,847)             |                                      |
| Outstanding encumbrances recorded as budgetary expenditures          |                     |                     | <u>144,641</u>       |                                      |
| <b>Change in fund net assets - GAAP basis</b>                        |                     |                     | <u>\$ 53,607,140</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL  
HOUSING SERVICES FUND  
FOR THE YEAR ENDED JUNE 30, 2010

|  | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|--|--------------------|-------------------|---------------------|--------------------------------------|
| <b>Operating revenues:</b>   |                    |                   |                     |                                      |
| Charges for services   | \$                 | \$                | \$ 383,488          | \$ 383,488                           |
| <b>Total operating revenues</b>                                      |                    |                   | <u>383,488</u>      | <u>383,488</u>                       |
| <b>Cash balance carryforward</b>                                     | <u>301,157</u>     | <u>301,157</u>    |                     |                                      |
| <b>Total</b>   | <u>\$ 301,157</u>  | <u>\$ 362,497</u> |                     |                                      |
| <b>Operating expenses:</b>   |                    |                   |                     |                                      |
| Cost of sales and services   | \$ 1,004,157       | \$ 1,002,036      | 880,357             | 121,679                              |
| Administration   |                    | 63,176            | 42,190              | 20,986                               |
| <b>Total operating expenses</b>                                      | <u>1,004,157</u>   | <u>1,065,212</u>  | <u>922,547</u>      | <u>142,665</u>                       |
| <b>Operating loss</b>  |                    |                   | <u>(539,059)</u>    |                                      |
| <b>Nonoperating revenues (expenses):</b>                             |                    |                   |                     |                                      |
| Other  |                    |                   |                     |                                      |
| Interest earnings  |                    |                   | 6,282               | 6,282                                |
| Intergovernmental  | 323,000            | 323,000           | 469,327             | 146,327                              |
| <b>Total nonoperating revenues (expenses)</b>                        | <u>323,000</u>     | <u>323,000</u>    | <u>475,609</u>      | <u>152,609</u>                       |
| <b>Net income (loss) before capital contributions and transfers:</b> |                    |                   | (63,450)            |                                      |
| Contributed Capital  |                    |                   | 102,025             |                                      |
| Transfer in  |                    |                   |                     |                                      |
| Transfer out   |                    |                   |                     |                                      |
| <b>Change in fund net assets</b>                                     |                    |                   | <u>38,575</u>       |                                      |
| <b>Reconciliation to change in fund net assets -GAAP basis:</b>      |                    |                   |                     |                                      |
| Contributed capital not recorded as budgetary revenue                |                    |                   |                     |                                      |
| Depreciation expense not recorded as budgetary expenditures          |                    |                   | (186,873)           |                                      |
| Revenue accruals, net of prior year amounts                          |                    |                   |                     |                                      |
| Outstanding encumbrances recorded as budgetary expenditures          |                    |                   | <u>36,442</u>       |                                      |
| <b>Change in fund net assets - GAAP basis</b>                        |                    |                   | <u>\$ (111,856)</u> |                                      |

**NON-MAJOR GOVERNMENTAL FUNDS**

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE  
JUNE 30, 2010**

|   | <u>Special Revenue</u>      | <u>Debt Service</u>        | <u>Capital Projects</u>     | <u>Total<br/>Non-Major<br/>Governmental<br/>Funds</u> |
|---|-----------------------------|----------------------------|-----------------------------|---|
| <b><u>ASSETS</u></b>                        |                             |                            |                             |   |
| Cash and investments                        | \$ 28,982,219               | \$ 1,852,894               | \$ 28,536,426               | \$ 59,371,539   |
| Cash and investments - restricted           |                             | 2,842,418                  |                             | 2,842,418   |
| Receivables                                 | 599,062                     |                            | 1,639,104                   | 2,238,166   |
| Taxes receivable                            | 3,162,448                   | 148,768                    |                             | 3,311,216   |
| <b>Total assets</b>                         | <b><u>\$ 32,743,729</u></b> | <b><u>\$ 4,844,080</u></b> | <b><u>\$ 30,175,530</u></b> | <b><u>\$ 67,763,339</u></b>                           |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                             |                            |                             |   |
| Liabilities:                                |                             |                            |                             |   |
| Accounts payable                            | \$ 278,878                  | \$                         | \$ 71,145                   | \$ 350,023  |
| Accrued payroll                             | 204,532                     |                            |                             | 204,532   |
| Due to other funds                          | 94,722                      |                            | 926,174                     | 1,020,896   |
| Deferred revenue                            | 488,003                     | 6,653                      | 1,161,007                   | 1,655,663   |
| Deposits held for others                    | 123,729                     |                            |                             | 123,729   |
| Other liabilities                           | 12,733                      |                            | 46,381                      | 59,114  |
| <b>Total liabilities</b>                    | <b><u>1,202,597</u></b>     | <b><u>6,653</u></b>        | <b><u>2,204,707</u></b>     | <b><u>3,413,957</u></b>                               |
| Fund balances:                              |                             |                            |                             |   |
| Reserved for encumbrances                   | 3,011,061                   |                            | 6,157,500                   | 9,168,561   |
| Unreserved:                                 |                             |                            |                             |   |
| Undesignated                                | 28,530,071                  | 4,837,427                  | 21,813,323                  | 55,180,821  |
| <b>Total fund balances</b>                  | <b><u>31,541,132</u></b>    | <b><u>4,837,427</u></b>    | <b><u>27,970,823</u></b>    | <b><u>64,349,382</u></b>                              |
| <b>Total liabilities and fund balances</b>  | <b><u>\$ 32,743,729</u></b> | <b><u>\$ 4,844,080</u></b> | <b><u>\$ 30,175,530</u></b> | <b><u>\$ 67,763,339</u></b>                           |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE  
YEAR ENDED JUNE 30, 2010**

|  | <u>Special Revenue</u> | <u>Debt Service</u> | <u>Capital Projects</u> | <u>Total<br/>Non-Major<br/>Governmental<br/>Funds</u> |
|--|------------------------|---------------------|-------------------------|---|
| <b>Revenues:</b>   |                        |                     |                         |   |
| Property tax   | \$ 1,179,690           | \$ 337,165          | \$                      | \$ 1,516,855  |
| Gross receipts tax                                       | 17,409,326             | 812,415             |                         | 18,221,741  |
| Other taxes and assessments                              | 1,017,941              |                     | 936                     | 1,018,877   |
| Charges for services and fees                            | 856,264                |                     |                         | 856,264   |
| Other  | 21,015                 |                     | 20,871                  | 41,886  |
| Interest earnings  | 12,718                 | 29,207              | 314,531                 | 356,456   |
| Intergovernmental  | 6,387,087              |                     | 4,009,937               | 10,397,024  |
| <b>Total revenues</b>                                    | <u>26,884,041</u>      | <u>1,178,787</u>    | <u>4,346,275</u>        | <u>32,409,103</u>                                     |
| <b>Expenditures:</b>                                     |                        |                     |                         |   |
| Current -  |                        |                     |                         |   |
| General government                                       | 1,175,085              |                     |                         | 1,175,085   |
| Public safety  | 1,206,711              |                     |                         | 1,206,711   |
| Culture and recreation                                   | 558,501                |                     |                         | 558,501   |
| Public works   | 42,598                 |                     |                         | 42,598  |
| Highways and streets                                     | 5,348,447              |                     |                         | 5,348,447   |
| Health and welfare                                       | 15,466,821             |                     |                         | 15,466,821  |
| Capital outlay   | 2,318,263              |                     | 24,652,101              | 26,970,364  |
| Debt service -   |                        |                     |                         |   |
| Principal retirement                                     |                        | 2,590,000           |                         | 2,590,000   |
| Interest and fiscal charges                              |                        | 3,669,688           |                         | 3,669,688   |
| Bond issuance costs                                      |                        |                     | 260,886                 | 260,886   |
| <b>Total expenditures</b>                                | <u>26,116,426</u>      | <u>6,259,688</u>    | <u>24,912,987</u>       | <u>57,289,101</u>                                     |
| <b>Excess (deficiency) of revenues over expenditures</b> | <u>767,615</u>         | <u>(5,080,901)</u>  | <u>(20,566,712)</u>     | <u>(24,879,998)</u>                                   |
| <b>Other financing sources (uses):</b>                   |                        |                     |                         |   |
| Transfer in  | 8,651,417              | 5,671,758           |                         | 14,323,175  |
| Issuance of revenue bonds                                |                        |                     | 22,285,000              | 22,285,000  |
| Premium on sale of bonds                                 |                        |                     | 956,884                 | 956,884   |
| Transfer out   | (12,058,383)           | (920,000)           | (7,198,325)             | (20,176,708)  |
| <b>Total other financing sources (uses)</b>              | <u>(3,406,966)</u>     | <u>4,751,758</u>    | <u>16,043,559</u>       | <u>17,388,351</u>                                     |
| <b>Change in fund balances</b>                           | <u>(2,639,351)</u>     | <u>(329,143)</u>    | <u>(4,523,153)</u>      | <u>(7,491,647)</u>                                    |
| <b>Fund balances, beginning of year, as restated</b>     | 34,180,483             | 5,166,570           | 32,493,976              | 71,841,029  |
| <b>Fund balances, end of year</b>                        | <u>\$ 31,541,132</u>   | <u>\$ 4,837,427</u> | <u>\$ 27,970,823</u>    | <u>\$ 64,349,382</u>                                  |

## NON-MAJOR SPECIAL REVENUE FUNDS

The following non-major special revenue funds are maintained by the County.

**Corrections** – To account for corrections fees levied by the Magistrate courts (e.g. a \$10 fee associated with a speeding or seat belt violation) are distributed to the County. This revenue is utilized in the local corrections system. These funds are to be used for the operation of the County jail and other costs related to housing County prisoners. See Section 33-3c25, NMSA 1978 Compilation.

**Regional Transit** – To account for a 1/8% gross receipts tax imposed on 7/1/09 in support of the North Central Regional Transit District. Funds are remitted in their entirety to the District and 50% is dedicated to the Rail Runner, 14% of the remaining 50% is used for administrative costs of the District and the balance is used for Santa Fe County mass transit projects.

**Property Valuation** – To establish and account for a one-percent administrative charge assessed against the property tax collections of all taxing entities in the County. This revenue is utilized by the Assessor in property valuations. See NMSA Compilation Section 7, Article 38-38-1.

**Road Maintenance** – To establish and account for revenues consisting of half of the vehicle registration fees in the County (the other half goes to municipalities), and a 21 cent per gallon gasoline tax, both collected and distributed to the County by the State of New Mexico. Also, the federal government collects a logging fee of which 25% is distributed to school districts and the County Road Fund. However, Road Fund expenses are also funded by transfers from the General Fund. State law mandates that the Road Fund expenses are funded by transfers from the General Fund. State law mandates that the Road Fund be utilized for "the construction, reconstruction, improvement and maintenance of county roads ... " See Section 67-4-1, NMSA, 1978 Compilation

**Emergency Medical Services** – To establish and account for the Emergency Medical Services Fund Act (NMSA 1978 Chapter 24, Articles 10A&B) which makes funds available from the State general fund "to incorporated municipalities, counties, or fire districts for use in establishment of emergency medical services, in order to reduce injury and loss of life." See Section 24-10A-1, NMSA 1978 Compilation.

**Farm and Range** – To establish and account for the Farm and Range Improvement Act which directs the county commissioners to expend funds that are derived from the state's share of the 1934 Taylor Grazing Act public lands grazing district fees paid to the Bureau of Land Management. The funds may be used for the purposes of soil and water conservation, control of rodents and predatory animals, extermination of poisonous noxious weeds, and construction and maintenance of secondary roads within the County. See Section 6-11 -6, NMSA, 1978 Compilation.

**Fire Protection** – To establish and account for revenues of the Fire Protection Fund are derived from County-levied Fire Protection fees, and fees on property and motor vehicle insurance businesses, which are collected by the State. Fire Protection Fund distributions to the County must be used for maintenance of fire departments, the purchase, construction, maintenance, repair and operation of fire stations and substations, fire apparatus, and equipment, and the payment of insurance premiums on fire stations, substations, and fire fighters. See Section 59A-53-5, NMSA, 1978 Compilation.

**Law Enforcement Protection** – To account for revenues derived from 10% of fees, licenses, penalties, and taxes from life, general casualty, and title insurance business pursuant to the New Mexico Insurance Code (Chapter 59A NMSA 1978). A distribution of this revenue is made to the County on the basis of population and the number of full-time certified County police officers. Proceeds from this fund may be spent on law enforcement equipment, advanced law enforcement training, and as a match to federal law enforcement grants.

**Lodgers Tax** – To establish and account for a four percent (4%) Hotel/Motel occupancy tax as the source of revenue to the two Lodgers Tax funds. Fifty percent (50%) of the proceeds from the first three percent (3%) and 100% of the next one percent (1%) of the occupancy tax is used for advertising tourist attractions in Santa Fe County. Fifty percent (50%) of the proceeds from the first three percent (3%) of the occupancy tax is designated to equip, furnish, and improve tourist facilities and to administer the tax. Established pursuant to Santa Fe County Lodgers' Occupancy Tax ordinance.

**Fire Impact Fees** – To establish and account for fees charged for new development, review, inspection, and permit required applications pursuant to Santa Fe County Fire Code, ordinance 1998-11. The proceeds are primarily used for capital improvements and facility expansion.

**Recreation** – To account for one cent of a 21 cent per pack state cigarette tax designated for "County and municipal recreation funds." The fund is designated for "operating recreational facilities, including salaries of instructors and other employees." See Section 7-12-15, NMSA, 1978 Compilation.

**Clerk Recording** – To account for the fee for recording deeds, mortgages, contracts, liens, bills of sale, power of attorney, mining location, transcript of judgment, etc. is \$9 for the first page and \$2 for each subsequent page. Of this fee, \$4 of the \$9 for the first page is designated as an equipment recording fee and is received into this fund. New Mexico law stipulates that this fund is designated "for the purchase of equipment associated with recording, filing, maintaining or reproducing documents." See Section 14-8-12.2 NSMA 1978 Compilation.

**Correctional GRT** – To account for a 1/8 cent County-wide gross receipts tax approved by the voters in 2004. This fund handles the receipt of the corrections gross receipts tax. Proceeds from this fund are transferred to the Jail Enterprise fund for the operation of the Adult Detention Facility.

**Indigent Hospital** – To establish and account for a 1/8 cent Gross Receipts Tax levied in the entire County and received into this fund is dedicated to providing payment for the Sole Community Provider Program.

**Indigent Services** – To account for hospital care, ambulance services or other health care services to indigent people living in the County. In addition, the fund provides revenues to match federal funds to the State Medicaid program. See Section 7-20-2, NMSA, 1978 Compilation.

**Economic Development** – To establish and account for services in support of economic diversification, transition, and development programs within Santa Fe County. As per the Department of Energy's Economic Development Community Assistance Program pursuant to Section 3161 of the 1993 Defense Appropriations Act.



## NON-MAJOR SPECIAL REVENUE FUNDS (Concl'd)

**Federal Forfeiture** – To establish and account for money from federal seizures associated with anti-drug law enforcement activities received in this fund and spent by the Sheriff's Office on these activities. Revenue in this fund is not anticipated in the initial budget, but receipts occur during the fiscal year. Established by the County to account for federal forfeiture monies required by federal statute.

**Linkages** – To account for a rental assistance program specific to families with identified disabilities funded by the New Mexico Mortgage Finance Authority.

**Section 8 Vouchers Program** – To account for rent subsidies received from HUD for "vouchers" to low-income persons renting housing in the private sector. This fund was created in accordance with the HUD contract.

**EMS Health Care** – To account for the containment of health service payments received through a Memorandum of Understanding with St. Vincent's Hospital and other receipts to benefit the County's health programs and the Regional Emergency Communications Center.

**Wildlife Mountain Trails** – To account for a Resolution (2000-57) that "in all future property acquisition negotiations for Wildlife, Mountains, Trails and Historic Places Program, the County requires that participating landowners donate at least 5% of the fair market value of properties, as determined by an appraisal, in lieu of a real estate commission ..." to fund capital improvements and maintenance of properties acquired for the Program." This is paid through the title company to the County as part of the closing of the purchase of the property.

**EMS Health Hospital** – To account for a fund created to contain the 1/8 cent Gross Receipts tax dedicated to emergency services.

**VASH Voucher** – To account for the Veterans Affairs Supportive Housing Program (VASH) funded by the U.S. Department of Housing and Urban Development (HUD). The program combines rental assistance (HUD HCV) rental assistance for homeless veterans with case management and clinical services provided by Veteran Affairs at medical centers in the community.

**Alcohol Programs** – To account for state grants for DWI and alcohol education grants and programs.

**Detox Programs** – To account for federal and state grants for the construction and operation of Detox Facilities in the County.

**Emergency Communication Operations** – To account for the operation and management of the Regional Emergency Communication Center District.

**Housing Capital Improvement** – To account for the Capital Fund Program (CFP) funded by the U.S. Department of Housing and Urban Development (HUD). These monies are used to make comprehensive repairs to the existing public housing of Santa Fe County, and are applied for and granted on an annual basis. This fund was created in accordance with the grant agreement.

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**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2010**

|   | <u>Corrections</u> | <u>Regional Transit</u> | <u>Property<br/>Valuation</u> | <u>Road<br/>Maintenance</u> |
|---|--------------------|-------------------------|-------------------------------|-----------------------------|
| <b><u>ASSETS</u></b>                        |                    |                         |                               |                             |
| Cash and investments                        | \$ 191,798         | \$                      | \$ 1,135,886                  | \$ 1,798,646                |
| Receivables                                 |                    |                         | 298                           | 765                         |
| Taxes receivable                            |                    | 683,664                 |                               | 68,301                      |
| <b>Total assets</b>                         | <u>\$ 191,798</u>  | <u>\$ 683,664</u>       | <u>\$ 1,136,184</u>           | <u>\$ 1,867,712</u>         |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                    |                         |                               |                             |
| Liabilities:                                |                    |                         |                               |                             |
| Accounts payable                            | \$                 | \$                      | \$ 9,739                      | \$ 51,999                   |
| Accrued payroll                             |                    |                         | 29,037                        | 29,883                      |
| Due to other funds                          |                    |                         |                               |                             |
| Deferred revenue                            |                    |                         |                               |                             |
| Deposits held for others                    |                    |                         |                               |                             |
| Other liabilities                           |                    |                         |                               |                             |
| <b>Total liabilities</b>                    |                    |                         | <u>38,776</u>                 | <u>81,882</u>               |
| Fund balances (deficits):                   |                    |                         |                               |                             |
| Reserved for encumbrances                   |                    |                         | 13,880                        | 117,854                     |
| Unreserved:                                 |                    |                         |                               |                             |
| Undesignated                                | 191,798            | 683,664                 | 1,083,528                     | 1,667,976                   |
| <b>Total fund balances</b>                  | <u>191,798</u>     | <u>683,664</u>          | <u>1,097,408</u>              | <u>1,785,830</u>            |
| <b>Total liabilities and fund balances</b>  | <u>\$ 191,798</u>  | <u>\$ 683,664</u>       | <u>\$ 1,136,184</u>           | <u>\$ 1,867,712</u>         |

| Emergency<br>Medical Services | Farm and Range  | Fire Protection               | Law<br>Enforcement<br>Protection | Lodgers Tax            | Fire Impact Fees    |
|-------------------------------|-----------------|-------------------------------|----------------------------------|------------------------|---------------------|
| \$ 116,285<br>520             | \$ 7,916        | \$ 8,066,325<br>690<br>12,652 | \$ 68,502<br>368                 | \$ 1,520,454<br>52,842 | \$ 3,320,769        |
| <u>\$ 116,805</u>             | <u>\$ 7,916</u> | <u>\$ 8,079,667</u>           | <u>\$ 68,870</u>                 | <u>\$ 1,573,296</u>    | <u>\$ 3,320,769</u> |
| \$ 13,711                     | \$              | \$ 90,153                     | \$ 12,380                        | \$ 40,824              | \$                  |
| <u>13,711</u>                 |                 | <u>90,153</u>                 | <u>12,380</u>                    | <u>40,824</u>          |                     |
| 31,403                        |                 | 371,688                       | 53,729                           | 46,510                 | 276,197             |
| 71,691                        | 7,916           | 7,617,826                     | 2,761                            | 1,485,962              | 3,044,572           |
| <u>103,094</u>                | <u>7,916</u>    | <u>7,989,514</u>              | <u>56,490</u>                    | <u>1,532,472</u>       | <u>3,320,769</u>    |
| <u>\$ 116,805</u>             | <u>\$ 7,916</u> | <u>\$ 8,079,667</u>           | <u>\$ 68,870</u>                 | <u>\$ 1,573,296</u>    | <u>\$ 3,320,769</u> |

(Continued)

STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2010  
(Continued)

|   | Recreation       | Clerk Recording   | Correctional<br>GRT | Indigent Hospital   |
|---|------------------|-------------------|---------------------|---------------------|
| <b><u>ASSETS</u></b>                        |                  |                   |                     |                     |
| Cash and investments                        | \$ 10,915        | \$ 401,736        | \$ 656,437          | \$ 1,962,819        |
| Receivables                                 |                  |                   |                     | 493                 |
| Taxes receivable                            |                  |                   | 780,813             | 782,088             |
| <b>Total assets</b>                         | <b>\$ 10,915</b> | <b>\$ 401,736</b> | <b>\$ 1,437,250</b> | <b>\$ 2,745,400</b> |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                  |                   |                     |                     |
| Liabilities:                                |                  |                   |                     |                     |
| Accounts payable                            | \$               | \$ 1,567          | \$                  | \$                  |
| Accrued payroll                             |                  |                   |                     | 288                 |
| Due to other funds                          |                  |                   |                     |                     |
| Deferred revenue                            |                  |                   |                     |                     |
| Deposits held for others                    |                  |                   |                     |                     |
| Other liabilities                           |                  |                   |                     |                     |
| <b>Total liabilities</b>                    |                  | <b>1,567</b>      |                     | <b>288</b>          |
| Fund balances (deficits):                   |                  |                   |                     |                     |
| Reserved for encumbrances                   |                  | 18,257            |                     | 186,767             |
| Unreserved:                                 |                  |                   |                     |                     |
| Undesignated                                | 10,915           | 381,912           | 1,437,250           | 2,558,345           |
| <b>Total fund balances</b>                  | <b>10,915</b>    | <b>400,169</b>    | <b>1,437,250</b>    | <b>2,745,112</b>    |
| <b>Total liabilities and fund balances</b>  | <b>\$ 10,915</b> | <b>\$ 401,736</b> | <b>\$ 1,437,250</b> | <b>\$ 2,745,400</b> |

| <u>Indigent Services</u> | <u>Economic Development</u> | <u>Federal Forfeiture</u> | <u>Linkages</u>   | <u>Section 8 Vouchers Program</u> | <u>EMS Health Care</u>         |
|--------------------------|-----------------------------|---------------------------|-------------------|-----------------------------------|--------------------------------|
| \$ 2,127,475             | \$ 399,081                  | \$ 84,875                 | \$ 126,179        | \$ 1,007,295<br>151,030           | \$ 2,703,659<br>25,178         |
| <u>\$ 2,127,475</u>      | <u>\$ 399,081</u>           | <u>\$ 84,875</u>          | <u>\$ 126,179</u> | <u>\$ 1,158,325</u>               | <u>\$ 2,728,837</u>            |
| \$ 654<br>6,537          | \$ 4,260                    | \$                        | \$                | \$ 424<br>6,629                   | \$ 5,137<br>21,224             |
|                          |                             |                           |                   | 35,440<br>123,729                 | 25,056                         |
| <u>7,191</u>             | <u>4,260</u>                |                           |                   | <u>166,222</u>                    | <u>12,733</u><br><u>64,150</u> |
| 411,724                  | 145,283                     |                           |                   | 3,768                             | 723,988                        |
| <u>1,708,560</u>         | <u>249,538</u>              | <u>84,875</u>             | <u>126,179</u>    | <u>988,335</u>                    | <u>1,940,699</u>               |
| <u>2,120,284</u>         | <u>394,821</u>              | <u>84,875</u>             | <u>126,179</u>    | <u>992,103</u>                    | <u>2,664,687</u>               |
| <u>\$ 2,127,475</u>      | <u>\$ 399,081</u>           | <u>\$ 84,875</u>          | <u>\$ 126,179</u> | <u>\$ 1,158,325</u>               | <u>\$ 2,728,837</u>            |

(Continued)

STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2010  
(Concluded)

|   | Wildlife<br>Mountain Trails | EMS Health<br>Hospital | VASH Voucher      | Alcohol<br>Programs |
|---|-----------------------------|------------------------|-------------------|---------------------|
| <b><u>ASSETS</u></b>                        |                             |                        |                   |                     |
| Cash and investments                        | \$ 378,049                  | \$ 587,920             | \$ 143,939        | \$ 256,884          |
| Receivables                                 |                             |                        |                   | 27,807              |
| Taxes receivable                            |                             | 782,088                |                   |                     |
| <b>Total assets</b>                         | <b>\$ 378,049</b>           | <b>\$ 1,370,008</b>    | <b>\$ 143,939</b> | <b>\$ 284,691</b>   |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                             |                        |                   |                     |
| Liabilities:                                |                             |                        |                   |                     |
| Accounts payable                            | \$                          | \$                     | \$                | \$ 39,352           |
| Accrued payroll                             | 5,265                       |                        |                   | 22,638              |
| Due to other funds                          |                             |                        |                   |                     |
| Deferred revenue                            |                             |                        |                   | 135,154             |
| Deposits held for others                    |                             |                        |                   |                     |
| Other liabilities                           |                             |                        |                   |                     |
| <b>Total liabilities</b>                    | <b>5,265</b>                |                        |                   | <b>197,144</b>      |
| Fund balances (deficits):                   |                             |                        |                   |                     |
| Reserved for encumbrances                   |                             | 186,767                |                   | 29,217              |
| Unreserved:                                 |                             |                        |                   |                     |
| Undesignated                                | 372,784                     | 1,183,241              | 143,939           | 58,330              |
| <b>Total fund balances</b>                  | <b>372,784</b>              | <b>1,370,008</b>       | <b>143,939</b>    | <b>87,547</b>       |
| <b>Total liabilities and fund balances</b>  | <b>\$ 378,049</b>           | <b>\$ 1,370,008</b>    | <b>\$ 143,939</b> | <b>\$ 284,691</b>   |

| <u>Detox Programs</u> | <u>Emergency<br/>Communication<br/>Operations</u> | <u>Housing Capital<br/>Improvement</u> | <u>Totals</u>        |
|-----------------------|---|--|----------------------|
| \$ 282,289            | \$ 1,626,086                                      | \$                                     | \$ 28,982,219        |
| 101,503               | 187,701   | 102,709                                | 599,062              |
|                       |   |  | 3,162,448            |
| <u>\$ 383,792</u>     | <u>\$ 1,813,787</u>                               | <u>\$ 102,709</u>                      | <u>\$ 32,743,729</u> |
| <br>                  |   |  |                      |
| \$ 660                | \$ 7,150  | \$ 868                                 | \$ 278,878           |
| 4,427                 | 77,232  | 1,372                                  | 204,532              |
|                       |   | 94,722                                 | 94,722               |
| 101,334               | 187,722   | 3,297                                  | 488,003              |
|                       |   |  | 123,729              |
|                       |   |  | 12,733               |
| <u>106,421</u>        | <u>272,104</u>                                    | <u>100,259</u>                         | <u>1,202,597</u>     |
| <br>                  |   |  |                      |
| 6,269                 | 39,664  | 348,096                                | 3,011,061            |
| <u>271,102</u>        | <u>1,502,019</u>                                  | <u>(345,646)</u>                       | <u>28,530,071</u>    |
| <u>277,371</u>        | <u>1,541,683</u>                                  | <u>2,450</u>                           | <u>31,541,132</u>    |
| <br>                  |   |  |                      |
| <u>\$ 383,792</u>     | <u>\$ 1,813,787</u>                               | <u>\$ 102,709</u>                      | <u>\$ 32,743,729</u> |



**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NON-MAJOR SPECIAL REVENUE FUNDS  
YEAR ENDED JUNE 30, 2010**

|  | <u>Corrections</u> | <u>Regional Transit</u> | <u>Property<br/>Valuation</u> |
|--|--------------------|-------------------------|-------------------------------|
| <b>Revenues:</b>   |                    |                         |                               |
| Property tax   | \$                 | \$                      | \$ 1,179,690                  |
| Gross receipts tax                                       |                    | 3,888,569               |                               |
| Other taxes and assessments                              |                    |                         |                               |
| Charges for services and fees                            | 311,953            |                         | 29                            |
| Other  |                    |                         |                               |
| Interest earnings  |                    |                         |                               |
| Intergovernmental  |                    |                         |                               |
| <b>Total revenues</b>                                    | <u>311,953</u>     | <u>3,888,569</u>        | <u>1,179,719</u>              |
| <b>Expenditures:</b>                                     |                    |                         |                               |
| Current -  |                    |                         |                               |
| General government                                       |                    |                         | 1,056,642                     |
| Public safety  |                    |                         |                               |
| Culture and recreation                                   |                    |                         |                               |
| Public works   |                    |                         |                               |
| Highways and streets                                     |                    | 3,204,905               |                               |
| Health and welfare                                       |                    |                         |                               |
| Capital outlay   |                    |                         | 236,366                       |
| <b>Total expenditures</b>                                |                    | <u>3,204,905</u>        | <u>1,293,008</u>              |
| <b>Excess (deficiency) of revenues over expenditures</b> | <u>311,953</u>     | <u>683,664</u>          | <u>(113,289)</u>              |
| <b>Other financing sources (uses):</b>                   |                    |                         |                               |
| Transfer in  |                    |                         | 17,174                        |
| Transfer out   | (250,000)          |                         |                               |
| <b>Total other financing sources (uses)</b>              | <u>(250,000)</u>   |                         | <u>17,174</u>                 |
| <b>Change in fund balances</b>                           | <u>61,953</u>      | <u>683,664</u>          | <u>(96,115)</u>               |
| <b>Fund balances, beginning of year, as restated</b>     | 129,845            |                         | 1,193,523                     |
| <b>Fund balances, end of year</b>                        | <u>\$ 191,798</u>  | <u>\$ 683,664</u>       | <u>\$ 1,097,408</u>           |

| <u>Road<br/>Maintenance</u> | <u>Emergency<br/>Medical Services</u> | <u>Farm and Range</u> | <u>Fire Protection</u> | <u>Law<br/>Enforcement<br/>Protection</u> | <u>Lodgers Tax</u>  |
|-----------------------------|---------------------------------------|-----------------------|------------------------|---|---------------------|
| \$                          | \$                                    | \$                    | \$                     | \$  | \$                  |
|                             |                                       |                       | 62,226                 |   | 383,718             |
| 609,222                     |                                       |                       |                        |   |                     |
| 7,699                       |                                       |                       | 2,564                  |   | 8,589               |
| 69,549                      | 119,705                               | 737                   | 1,758,272              |   | 4,000               |
| <u>686,470</u>              | <u>119,705</u>                        | <u>737</u>            | <u>1,823,062</u>       |   | <u>396,307</u>      |
|                             |                                       |                       |                        |   |                     |
| 13,878                      |                                       |                       |                        |   |                     |
|                             | 113,123                               |                       | 1,043,465              | 47,249                                    | 351,789             |
|                             |                                       |                       |                        |   |                     |
| 2,143,542                   |                                       |                       |                        |   |                     |
| 433,243                     | 65,325                                |                       | 670,627                |   |                     |
| <u>2,590,663</u>            | <u>178,448</u>                        |                       | <u>1,714,092</u>       | <u>47,249</u>                             | <u>351,789</u>      |
|                             |                                       |                       |                        |   |                     |
| (1,904,193)                 | (58,743)                              | 737                   | 108,970                | (47,249)                                  | 44,518              |
|                             |                                       |                       |                        |   |                     |
| 1,811,297                   |                                       |                       |                        |   |                     |
|                             |                                       |                       | (38,079)               |   |                     |
| <u>1,811,297</u>            |                                       |                       | <u>(38,079)</u>        |   |                     |
|                             |                                       |                       |                        |   |                     |
| (92,896)                    | (58,743)                              | 737                   | 70,891                 | (47,249)                                  | 44,518              |
|                             |                                       |                       |                        |   |                     |
| 1,878,726                   | 161,837                               | 7,179                 | 7,918,623              | 103,739                                   | 1,487,954           |
|                             |                                       |                       |                        |   |                     |
| <u>\$ 1,785,830</u>         | <u>\$ 103,094</u>                     | <u>\$ 7,916</u>       | <u>\$ 7,989,514</u>    | <u>\$ 56,490</u>                          | <u>\$ 1,532,472</u> |

(Continued)

STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NON-MAJOR SPECIAL REVENUE FUNDS  
YEAR ENDED JUNE 30, 2010  
(Continued)

|  | <u>Fire Impact Fees</u>     | <u>Recreation</u>           | <u>Clerk Recording</u>      |
|--|-----------------------------|-----------------------------|-----------------------------|
| <b>Revenues:</b>   |                             |                             |                             |
| Property tax   | \$                          | \$                          | \$                          |
| Gross receipts tax                                       |                             |                             |                             |
| Other taxes and assessments                              |                             |                             |                             |
| Charges for services and fees                            | 235,271                     |                             | 125,980                     |
| Other  |                             |                             |                             |
| Interest earnings  |                             |                             |                             |
| Intergovernmental  |                             |                             |                             |
| <b>Total revenues</b>                                    | <u>235,271</u>              | <u>                    </u> | <u>125,980</u>              |
| <b>Expenditures:</b>                                     |                             |                             |                             |
| Current -  |                             |                             |                             |
| General government                                       |                             |                             | 104,565                     |
| Public safety  |                             |                             |                             |
| Culture and recreation                                   |                             |                             |                             |
| Public works   |                             |                             |                             |
| Highways and streets                                     |                             |                             |                             |
| Health and welfare                                       |                             |                             |                             |
| Capital outlay   | 444,803                     |                             | 12,177                      |
| <b>Total expenditures</b>                                | <u>444,803</u>              | <u>                    </u> | <u>116,742</u>              |
| <b>Excess (deficiency) of revenues over expenditures</b> | <u>(209,532)</u>            | <u>                    </u> | <u>9,238</u>                |
| <b>Other financing sources (uses):</b>                   |                             |                             |                             |
| Transfer in  |                             |                             |                             |
| Transfer out   |                             |                             |                             |
| <b>Total other financing sources (uses)</b>              | <u>                    </u> | <u>                    </u> | <u>                    </u> |
| <b>Change in fund balances</b>                           | <u>(209,532)</u>            | <u>                    </u> | <u>9,238</u>                |
| <b>Fund balances, beginning of year, as restated</b>     | 3,530,301                   | 10,915                      | 390,931                     |
| <b>Fund balances, end of year</b>                        | <u>\$ 3,320,769</u>         | <u>\$ 10,915</u>            | <u>\$ 400,169</u>           |

| <u>Correctional<br/>GRT</u> | <u>Indigent Hospital</u> | <u>Indigent Services</u> | <u>Economic<br/>Development</u> | <u>Federal<br/>Forfeiture</u> | <u>Linkages</u>   |
|-----------------------------|--------------------------|--------------------------|---------------------------------|-------------------------------|-------------------|
| \$ 4,479,220                | \$ 4,489,656             | \$                       | \$                              | \$                            | \$                |
|                             |                          | 24                       |                                 | 25,001                        |                   |
|                             | 6,944                    |                          | 502                             |                               |                   |
|                             |                          |                          | 353,999                         |                               | 218,058           |
| <u>4,479,220</u>            | <u>4,496,600</u>         | <u>24</u>                | <u>354,501</u>                  | <u>25,001</u>                 | <u>218,058</u>    |
|                             |                          |                          |                                 | 2,874                         |                   |
|                             |                          |                          | 42,494                          |                               |                   |
|                             |                          |                          | 42,598                          |                               |                   |
|                             | 2,391,830                | 1,397,290                |                                 |                               | 99,904            |
|                             |                          |                          | 145,655                         | 895                           |                   |
|                             | <u>2,391,830</u>         | <u>1,397,290</u>         | <u>230,747</u>                  | <u>3,769</u>                  | <u>99,904</u>     |
| <u>4,479,220</u>            | <u>2,104,770</u>         | <u>(1,397,266)</u>       | <u>123,754</u>                  | <u>21,232</u>                 | <u>118,154</u>    |
|                             |                          | 1,578,158                | 184,796                         |                               |                   |
| <u>(5,000,000)</u>          | <u>(2,799,444)</u>       |                          |                                 |                               |                   |
| <u>(5,000,000)</u>          | <u>(2,799,444)</u>       | <u>1,578,158</u>         | <u>184,796</u>                  |                               |                   |
| <u>(520,780)</u>            | <u>(694,674)</u>         | <u>180,892</u>           | <u>308,550</u>                  | <u>21,232</u>                 | <u>118,154</u>    |
| 1,958,030                   | 3,439,786                | 1,939,392                | 86,271                          | 63,643                        | 8,025             |
| <u>\$ 1,437,250</u>         | <u>\$ 2,745,112</u>      | <u>\$ 2,120,284</u>      | <u>\$ 394,821</u>               | <u>\$ 84,875</u>              | <u>\$ 126,179</u> |

(Continued)

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NON-MAJOR SPECIAL REVENUE FUNDS  
YEAR ENDED JUNE 30, 2010  
(Continued)**

|  | Section 8<br>Vouchers<br>Program | EMS Health Care     | Wildlife<br>Mountain Trails |
|--|----------------------------------|---------------------|-----------------------------|
| <b>Revenues:</b>   |                                  |                     |                             |
| Property tax   | \$                               | \$                  | \$                          |
| Gross receipts tax                                       |                                  |                     |                             |
| Other taxes and assessments                              |                                  |                     |                             |
| Charges for services and fees                            | 75,442                           | 24,387              |                             |
| Other  | 10,292                           |                     |                             |
| Interest earnings  | 4,129                            |                     |                             |
| Intergovernmental  | 2,110,656                        | 136,341             |                             |
| <b>Total revenues</b>                                    | <u>2,200,519</u>                 | <u>160,728</u>      |                             |
| <b>Expenditures:</b>                                     |                                  |                     |                             |
| Current -  |                                  |                     |                             |
| General government                                       |                                  |                     |                             |
| Public safety  |                                  |                     |                             |
| Culture and recreation                                   |                                  |                     | 164,218                     |
| Public works   |                                  |                     |                             |
| Highways and streets                                     |                                  |                     |                             |
| Health and welfare                                       | 2,030,532                        | 1,758,814           |                             |
| Capital outlay   |                                  | 212,818             |                             |
| <b>Total expenditures</b>                                | <u>2,030,532</u>                 | <u>1,971,632</u>    | <u>164,218</u>              |
| <b>Excess (deficiency) of revenues over expenditures</b> | <u>169,987</u>                   | <u>(1,810,904)</u>  | <u>(164,218)</u>            |
| <b>Other financing sources (uses):</b>                   |                                  |                     |                             |
| Transfer in  |                                  | 1,404,400           |                             |
| Transfer out   |                                  | (1,601,363)         |                             |
| <b>Total other financing sources (uses)</b>              |                                  | <u>(196,963)</u>    |                             |
| <b>Change in fund balances</b>                           | <u>169,987</u>                   | <u>(2,007,867)</u>  | <u>(164,218)</u>            |
| <b>Fund balances, beginning of year</b>                  | 822,116                          | 4,672,554           | 537,002                     |
| <b>Fund balances, end of year</b>                        | <u>\$ 992,103</u>                | <u>\$ 2,664,687</u> | <u>\$ 372,784</u>           |

| <u>EMS Health<br/>Hospital</u> | <u>VASH Voucher</u> | <u>Alcohol<br/>Programs</u> | <u>Detox Programs</u> | <u>Emergency<br/>Communication<br/>Operations</u> | <u>Housing Capital<br/>Improvement</u> |
|--------------------------------|---------------------|-----------------------------|-----------------------|---|--|
| \$ 4,489,655                   | \$                  | \$                          | \$                    | \$  | \$                                     |
|                                |                     | 73,382                      |                       | 2,097   |  |
|                                |                     | 655                         | 58                    |   |  |
|                                | 151,371             | 826,654                     | 146,106               | 76,015  | 415,624                                |
| <u>4,489,655</u>               | <u>151,371</u>      | <u>900,691</u>              | <u>146,164</u>        | <u>78,112</u>                                     | <u>415,624</u>                         |
| 2,394,867                      | 7,432               | 1,133,314                   | 1,110,301             | 2,791,919   | 350,618                                |
|                                |                     | 4,783                       |                       | 9,705   | 81,866                                 |
| <u>2,394,867</u>               | <u>7,432</u>        | <u>1,138,097</u>            | <u>1,110,301</u>      | <u>2,801,624</u>                                  | <u>432,484</u>                         |
| 2,094,788                      | 143,939             | (237,406)                   | (964,137)             | (2,723,512)                                       | (16,860)                               |
|                                |                     | 73,100                      | 291,550               | 3,290,942   |  |
| (2,185,497)                    |                     | (184,000)                   |                       |   |  |
| <u>(2,185,497)</u>             |                     | <u>(110,900)</u>            | <u>291,550</u>        | <u>3,290,942</u>                                  |  |
| (90,709)                       | 143,939             | (348,306)                   | (672,587)             | 567,430   | (16,860)                               |
| 1,460,717                      |                     | 435,853                     | 949,958               | 974,253   | 19,310                                 |
| <u>\$ 1,370,008</u>            | <u>\$ 143,939</u>   | <u>\$ 87,547</u>            | <u>\$ 277,371</u>     | <u>\$ 1,541,683</u>                               | <u>\$ 2,450</u>                        |

(Continued)

STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NON-MAJOR SPECIAL REVENUE FUNDS  
YEAR ENDED JUNE 30, 2010  
(Concluded)

|  | Totals        |
|--|---------------|
| <b>Revenues:</b>   |               |
| Property tax   | \$ 1,179,690  |
| Gross receipts tax                                       | 17,409,326    |
| Other taxes and assessments                              | 1,017,941     |
| Charges for services and fees                            | 856,264       |
| Other  | 21,015        |
| Interest earnings  | 12,718        |
| Intergovernmental  | 6,387,087     |
| <b>Total revenues</b>                                    | 26,884,041    |
| <b>Expenditures:</b>                                     |               |
| Current -  |               |
| General government                                       | 1,175,085     |
| Public safety  | 1,206,711     |
| Culture and recreation                                   | 558,501       |
| Public works   | 42,598        |
| Highways and streets                                     | 5,348,447     |
| Health and welfare                                       | 15,466,821    |
| Capital outlay   | 2,318,263     |
| <b>Total expenditures</b>                                | 26,116,426    |
| <b>Excess (deficiency) of revenues over expenditures</b> | 767,615       |
| <b>Other financing sources (uses):</b>                   |               |
| Transfer in  | 8,651,417     |
| Transfer out   | (12,058,383)  |
| <b>Total other financing sources (uses)</b>              | (3,406,966)   |
| <b>Change in fund balances</b>                           | (2,639,351)   |
| <b>Fund balances, beginning of year, as restated</b>     | 34,180,483    |
| <b>Fund balances, end of year</b>                        | \$ 31,541,132 |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CORRECTIONS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               | 250,000            | 250,000      | 311,953            | 61,953                               |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       | 250,000            | 250,000      | 311,953            | 61,953                               |
| <b>Cash balance carryforward</b>                            |                    |              |                    |                                      |
| <b>Total</b>  | \$ 250,000         | \$ 250,000   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    |              |                    |                                      |
| Capital outlay  |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   |                    |              |                    |                                      |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  | (250,000)          | (250,000)    | (250,000)          |                                      |
| <b>Total other financing sources (uses)</b>                 | (250,000)          | (250,000)    | (250,000)          |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | 61,953             |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ 61,953          |                                      |



STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - REGIONAL TRANSIT FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget        | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|---------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                     |                    |                                      |
| Property tax  | \$                 | \$                  | \$                 | \$                                   |
| Gross receipts tax  |                    | 3,204,905           | 3,204,905          |                                      |
| Other taxes and assessments                                 |                    |                     |                    |                                      |
| Charges for services and fees                               |                    |                     |                    |                                      |
| Other   |                    |                     |                    |                                      |
| Interest earnings   |                    |                     |                    |                                      |
| Intergovernmental   |                    |                     |                    |                                      |
| <b>Total revenues</b>                                       |                    | <u>3,204,905</u>    | <u>3,204,905</u>   |                                      |
| <b>Cash balance carryforward</b>                            |                    |                     |                    |                                      |
| <b>Total</b>  | <u>\$</u>          | <u>\$ 3,204,905</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                     |                    |                                      |
| Current -   |                    |                     |                    |                                      |
| General government  | \$                 | \$                  |                    |                                      |
| Public safety   |                    |                     |                    |                                      |
| Culture and recreation                                      |                    |                     |                    |                                      |
| Public works  |                    |                     |                    |                                      |
| Highways and streets  |                    | 3,204,905           | 3,204,905          |                                      |
| Health and welfare  |                    |                     |                    |                                      |
| Capital outlay  |                    |                     |                    |                                      |
| <b>Total expenditures</b>                                   |                    | <u>3,204,905</u>    | <u>3,204,905</u>   |                                      |
| <b>Other financing sources (uses):</b>                      |                    |                     |                    |                                      |
| Transfer in   |                    |                     |                    |                                      |
| Transfer out  |                    |                     |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |                     |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                     |                    |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                     |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                     | 683,664            |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                     |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                     | <u>\$ 683,664</u>  |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - PROPERTY VALUATION FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$ 1,000,000       | \$ 1,000,000 | \$ 1,179,690       | \$ 179,690                           |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              | 29                 | 29                                   |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       | 1,000,000          | 1,000,000    | 1,179,719          | 179,719                              |
| <b>Cash balance carryforward</b>                            | 152,277            | 152,277      |                    |                                      |
| <b>Total</b>  | \$ 1,152,277       | \$ 399,525   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$ 1,091,077       | \$ 1,169,201 | 1,080,261          | 88,940                               |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    |              |                    |                                      |
| Capital outlay  | 61,200             | 247,498      | 236,366            | 11,132                               |
| <b>Total expenditures</b>                                   | 1,152,277          | 1,416,699    | 1,316,627          | 100,072                              |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    | 17,174       | 17,174             |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    | 17,174       | 17,174             |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (119,734)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              | 23,619             |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              | 23,619             |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (96,115)        |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - ROAD MAINTENANCE FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                    |                                      |
| Property tax  | \$                 | \$                | \$                 | \$                                   |
| Gross receipts tax  | 665,000            | 665,000           |                    | (665,000)                            |
| Other taxes and assessments                                 |                    |                   | 682,782            | 682,782                              |
| Charges for services and fees                               | 9,000              | 9,000             | 7,699              | (1,301)                              |
| Other   |                    |                   |                    |                                      |
| Interest earnings   |                    |                   |                    |                                      |
| Intergovernmental   | 45,000             | 45,000            | 69,549             | 24,549                               |
| <b>Total revenues</b>                                       | <u>719,000</u>     | <u>719,000</u>    | <u>760,030</u>     | <u>41,030</u>                        |
| <b>Cash balance carryforward</b>                            |                    | <u>269,277</u>    |                    |                                      |
| <b>Total</b>  | <u>\$ 719,000</u>  | <u>\$ 988,277</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                   |                    |                                      |
| Current -   |                    |                   |                    |                                      |
| General government  | \$ 76,175          | \$ 104,343        | 13,878             | 90,465                               |
| Public safety   |                    |                   |                    |                                      |
| Culture and recreation                                      |                    |                   |                    |                                      |
| Public works  |                    |                   |                    |                                      |
| Highways and streets  | 2,462,908          | 2,485,150         | 2,312,765          | 172,385                              |
| Health and welfare  |                    |                   |                    |                                      |
| Capital outlay  | 705,654            | 786,374           | 433,243            | 353,131                              |
| <b>Total expenditures</b>                                   | <u>3,244,737</u>   | <u>3,375,867</u>  | <u>2,759,886</u>   | <u>615,981</u>                       |
| <b>Other financing sources (uses):</b>                      |                    |                   |                    |                                      |
| Transfer in   | 2,525,737          | 2,387,590         | 1,811,297          | (576,293)                            |
| Transfer out  |                    |                   |                    |                                      |
| <b>Total other financing sources (uses)</b>                 | <u>2,525,737</u>   | <u>2,387,590</u>  | <u>1,811,297</u>   | <u>576,293</u>                       |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                   | (188,559)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   | (73,560)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   | <u>169,223</u>     |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ (92,896)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - EMERGENCY MEDICAL SERVICES FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                    |                                      |
| Property tax  | \$                 | \$                | \$                 | \$                                   |
| Gross receipts tax  |                    |                   |                    |                                      |
| Other taxes and assessments                                 |                    |                   |                    |                                      |
| Charges for services and fees                               |                    |                   |                    |                                      |
| Other   |                    |                   |                    |                                      |
| Interest earnings   |                    |                   |                    |                                      |
| Intergovernmental   | 134,229            | 119,703           | 119,705            | 2                                    |
| <b>Total revenues</b>                                       | <u>134,229</u>     | <u>119,703</u>    | <u>119,705</u>     | <u>2</u>                             |
| <b>Cash balance carryforward</b>                            |                    | <u>100,292</u>    |                    |                                      |
| <b>Total</b>  | <u>\$ 134,229</u>  | <u>\$ 219,995</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                   |                    |                                      |
| Current -   |                    |                   |                    |                                      |
| General government  | \$                 | \$                |                    |                                      |
| Public safety   | 126,493            | 153,551           | 153,540            | 11                                   |
| Culture and recreation                                      |                    |                   |                    |                                      |
| Public works  |                    |                   |                    |                                      |
| Highways and streets  |                    |                   |                    |                                      |
| Health and welfare  |                    |                   |                    |                                      |
| Capital outlay  | 7,736              | 66,444            | 65,325             | 1,119                                |
| <b>Total expenditures</b>                                   | <u>134,229</u>     | <u>219,995</u>    | <u>218,865</u>     | <u>1,130</u>                         |
| <b>Other financing sources (uses):</b>                      |                    |                   |                    |                                      |
| Transfer in   |                    |                   |                    |                                      |
| Transfer out  |                    |                   |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |                   |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                   | (99,160)           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   | <u>40,417</u>      |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ (58,743)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - FARM AND RANGE FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   | 700                | 700          | 737                | 37                                   |
| <b>Total revenues</b>                                       | 700                | 700          | 737                | 37                                   |
| <b>Cash balance carryforward</b>                            |                    |              |                    |                                      |
| <b>Total</b>  | \$ 700             | \$ 700       |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$ 700             | \$ 700       |                    | 700                                  |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    |              |                    |                                      |
| Capital outlay  |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   | 700                | 700          |                    | 700                                  |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | 737                |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ 737             |                                      |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - FIRE PROTECTION FUND  
YEAR ENDED JUNE 30, 2010**

|   | <u>Original<br/>Budget</u> | <u>Final Budget</u> | <u>Non-GAAP<br/>Actual</u> | <u>Variance -<br/>Positive<br/>(Negative)</u> |
|---|----------------------------|---------------------|----------------------------|---|
| <b>Revenues:</b>  |                            |                     |                            |   |
| Property tax  | \$                         | \$                  | \$                         | \$  |
| Gross receipts tax  |                            |                     | 63,354                     | 63,354  |
| Other taxes and assessments                                 |                            |                     |                            |   |
| Charges for services and fees                               |                            |                     |                            |   |
| Other   |                            |                     | 2,564                      | 2,564   |
| Interest earnings   |                            |                     |                            |   |
| Intergovernmental   | 1,596,459                  | 1,758,272           | 1,758,272                  |   |
| <b>Total revenues</b>                                       | <u>1,596,459</u>           | <u>1,758,272</u>    | <u>1,824,190</u>           | <u>65,918</u>                                 |
| <b>Cash balance carryforward</b>                            | <u>3,661,500</u>           | <u>5,492,617</u>    |                            |   |
| <b>Total</b>  | <u>\$ 5,257,959</u>        | <u>\$ 7,250,889</u> |                            |   |
| <b>Expenditures:</b>  |                            |                     |                            |   |
| Current -   |                            |                     |                            |   |
| General government  | \$                         | \$                  |                            |   |
| Public safety   | 1,391,239                  | 2,250,283           | 1,505,280                  | 745,003                                       |
| Culture and recreation                                      |                            |                     |                            |   |
| Public works  |                            |                     |                            |   |
| Highways and streets  |                            |                     |                            |   |
| Health and welfare  |                            |                     |                            |   |
| Capital outlay  | 3,866,720                  | 4,962,526           | 670,627                    | 4,291,899                                     |
| <b>Total expenditures</b>                                   | <u>5,257,959</u>           | <u>7,212,809</u>    | <u>2,175,907</u>           | <u>5,036,902</u>                              |
| <b>Other financing sources (uses):</b>                      |                            |                     |                            |   |
| Transfer in   |                            |                     |                            |   |
| Transfer out  |                            | (38,080)            | (38,079)                   | 1   |
| <b>Total other financing sources (uses)</b>                 |                            | <u>(38,080)</u>     | <u>(38,079)</u>            | <u>1</u>                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                            |                     | (389,796)                  |   |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                            |                     |                            |   |
| Revenue accruals, net of prior year amounts                 |                            |                     | (1,128)                    |   |
| Outstanding encumbrances recorded as budgetary expenditures |                            |                     | <u>461,815</u>             |   |
| <b>Change in fund balance - GAAP basis</b>                  |                            |                     | <u>\$ 70,891</u>           |   |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - LAW ENFORCEMENT PROTECTION FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   | 72,600             | 72,600       | 74,400             | 1,800                                |
| <b>Total revenues</b>                                       | 72,600             | 72,600       | 74,400             | 1,800                                |
| <b>Cash balance carryforward</b>                            |                    | 30,710       |                    |                                      |
| <b>Total</b>  | \$ 72,600          | \$ 103,310   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   | 72,600             | 103,310      | 51,245             | 52,065                               |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    |              |                    |                                      |
| Capital outlay  |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   | 72,600             | 103,310      | 51,245             | 52,065                               |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | 23,155             |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              | (74,400)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              | 3,996              |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (47,249)        |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - LODGERS TAX FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                    |                                      |
| Property tax  | \$                 | \$                | \$                 | \$                                   |
| Gross receipts tax  |                    |                   |                    |                                      |
| Other taxes and assessments                                 | 333,675            | 333,675           | 382,784            | 49,109                               |
| Charges for services and fees                               |                    |                   |                    |                                      |
| Other   |                    |                   |                    |                                      |
| Interest earnings   |                    |                   | 8,589              | 8,589                                |
| Intergovernmental   |                    | 2,850             | 4,000              | 1,150                                |
| <b>Total revenues</b>                                       | <u>333,675</u>     | <u>336,525</u>    | <u>395,373</u>     | <u>58,848</u>                        |
| <b>Cash balance carryforward</b>                            |                    | 100,317           |                    |                                      |
| <b>Total</b>  | <u>\$ 333,675</u>  | <u>\$ 436,842</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                   |                    |                                      |
| Current -   |                    |                   |                    |                                      |
| General government  | \$                 | \$                |                    |                                      |
| Public safety   |                    |                   |                    |                                      |
| Culture and recreation                                      | 333,675            | 436,842           | 436,842            |                                      |
| Public works  |                    |                   |                    |                                      |
| Highways and streets  |                    |                   |                    |                                      |
| Health and welfare  |                    |                   |                    |                                      |
| Capital outlay  |                    |                   |                    |                                      |
| <b>Total expenditures</b>                                   | <u>333,675</u>     | <u>436,842</u>    | <u>436,842</u>     |                                      |
| <b>Other financing sources (uses):</b>                      |                    |                   |                    |                                      |
| Transfer in   |                    |                   |                    |                                      |
| Transfer out  |                    |                   |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |                   |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                   | (41,469)           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   | 934                |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   | <u>85,053</u>      |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ 44,518</u>   |                                      |



STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - FIRE IMPACT FEES FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget        | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|---|--------------------|---------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                     |                     |                                      |
| Property tax  | \$                 | \$                  | \$                  | \$                                   |
| Gross receipts tax  |                    |                     |                     |                                      |
| Other taxes and assessments                                 |                    |                     |                     |                                      |
| Charges for services and fees                               |                    |                     | 235,271             | 235,271                              |
| Other   |                    |                     |                     |                                      |
| Interest earnings   |                    |                     |                     |                                      |
| Intergovernmental   |                    |                     |                     |                                      |
| <b>Total revenues</b>                                       |                    |                     | <u>235,271</u>      | <u>235,271</u>                       |
| <b>Cash balance carryforward</b>                            | <u>300,000</u>     | <u>2,396,971</u>    |                     |                                      |
| <b>Total</b>  | <u>\$ 300,000</u>  | <u>\$ 2,396,971</u> |                     |                                      |
| <b>Expenditures:</b>  |                    |                     |                     |                                      |
| Current -   |                    |                     |                     |                                      |
| General government  | \$                 | \$                  |                     |                                      |
| Public safety   |                    |                     |                     |                                      |
| Culture and recreation                                      |                    |                     |                     |                                      |
| Public works  |                    |                     |                     |                                      |
| Highways and streets  |                    |                     |                     |                                      |
| Health and welfare  |                    |                     |                     |                                      |
| Capital outlay  | <u>300,000</u>     | <u>2,396,971</u>    | <u>721,000</u>      | <u>1,675,971</u>                     |
| <b>Total expenditures</b>                                   | <u>300,000</u>     | <u>2,396,971</u>    | <u>721,000</u>      | <u>1,675,971</u>                     |
| <b>Other financing sources (uses):</b>                      |                    |                     |                     |                                      |
| Transfer in   |                    |                     |                     |                                      |
| Transfer out  |                    |                     |                     |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |                     |                     |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                     | (485,729)           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                     |                     |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                     |                     |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                     | <u>276,197</u>      |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                     | <u>\$ (209,532)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CLERK RECORDING FUND  
YEAR ENDED JUNE 30, 2010

|   | <u>Original<br/>Budget</u> | <u>Final Budget</u> | <u>Non-GAAP<br/>Actual</u> | <u>Variance -<br/>Positive<br/>(Negative)</u> |
|---|----------------------------|---------------------|----------------------------|---|
| <b>Revenues:</b>  |                            |                     |                            |   |
| Property tax  | \$                         | \$                  | \$                         | \$  |
| Gross receipts tax  |                            |                     |                            |   |
| Other taxes and assessments                                 |                            |                     |                            |   |
| Charges for services and fees                               | 150,000                    | 150,000             | 125,980                    | (24,020)                                      |
| Other   |                            |                     |                            |   |
| Interest earnings   |                            |                     |                            |   |
| Intergovernmental   |                            |                     |                            |   |
| <b>Total revenues</b>                                       | <u>150,000</u>             | <u>150,000</u>      | <u>125,980</u>             | <u>(24,020)</u>                               |
| <b>Cash balance carryforward</b>                            | <u>63,600</u>              | <u>86,966</u>       |                            |   |
| <b>Total</b>  | <u>\$ 213,600</u>          | <u>\$ 236,966</u>   |                            |   |
| <b>Expenditures:</b>  |                            |                     |                            |   |
| Current -   |                            |                     |                            |   |
| General government  | \$ 187,100                 | \$ 210,466          | 124,388                    | 86,078  |
| Public safety   |                            |                     |                            |   |
| Culture and recreation                                      |                            |                     |                            |   |
| Public works  |                            |                     |                            |   |
| Highways and streets  |                            |                     |                            |   |
| Health and welfare  |                            |                     |                            |   |
| Capital outlay  | 26,500                     | 26,500              | 12,177                     | 14,323  |
| <b>Total expenditures</b>                                   | <u>213,600</u>             | <u>236,966</u>      | <u>136,565</u>             | <u>100,401</u>                                |
| <b>Other financing sources (uses):</b>                      |                            |                     |                            |   |
| Transfer in   |                            |                     |                            |   |
| Transfer out  |                            |                     |                            |   |
| <b>Total other financing sources (uses)</b>                 |                            |                     |                            |   |
| <b>Change in fund balance - Budgetary basis</b>             |                            |                     | (10,585)                   |   |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                            |                     |                            |   |
| Revenue accruals, net of prior year amounts                 |                            |                     | 19,823                     |   |
| Outstanding encumbrances recorded as budgetary expenditures |                            |                     | <u>19,823</u>              |   |
| <b>Change in fund balance - GAAP basis</b>                  |                            |                     | <u>\$ 9,238</u>            |   |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CORRECTIONAL GRT FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  | 4,500,000          | 4,500,000    | 4,500,930          | 930                                  |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       | 4,500,000          | 4,500,000    | 4,500,930          | 930                                  |
| <b>Cash balance carryforward</b>                            | 500,000            | 500,000      |                    |                                      |
| <b>Total</b>  | \$ 5,000,000       | \$ 5,000,000 |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    |              |                    |                                      |
| Capital outlay  |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   |                    |              |                    |                                      |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  | (5,000,000)        | (5,000,000)  | (5,000,000)        |                                      |
| <b>Total other financing sources (uses)</b>                 | (5,000,000)        | (5,000,000)  | (5,000,000)        |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (499,070)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              | (21,710)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (520,780)       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - INDIGENT HOSPITAL FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  | 6,750,000          | 6,605,384    | 4,512,498          | (2,092,886)                          |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              | 6,944              | 6,944                                |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       | 6,750,000          | 6,605,384    | 4,519,442          | (2,085,942)                          |
| <b>Cash balance carryforward</b>                            | 326,950            | 1,025,694    |                    |                                      |
| <b>Total</b>  | \$ 7,076,950       | \$ 7,631,078 |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  | 7,076,950          | 4,831,634    | 2,578,597          | 2,253,037                            |
| Capital outlay  |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   | 7,076,950          | 4,831,634    | 2,578,597          | 2,253,037                            |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    | (2,799,444)  | (2,799,444)        |                                      |
| <b>Total other financing sources (uses)</b>                 |                    | (2,799,444)  | (2,799,444)        |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (858,599)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              | (22,842)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              | 186,767            |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (694,674)       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - INDIGENT SERVICES FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget                | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|---------------------|-----------------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                             |                    |                                      |
| Property tax  | \$                  | \$                          | \$                 | \$                                   |
| Gross receipts tax  |                     |                             |                    |                                      |
| Other taxes and assessments                                 |                     |                             |                    |                                      |
| Charges for services and fees                               | 1,871,550           |                             | 24                 | 24                                   |
| Other   |                     |                             |                    |                                      |
| Interest earnings   |                     |                             |                    |                                      |
| Intergovernmental   |                     |                             |                    |                                      |
| <b>Total revenues</b>                                       | <u>1,871,550</u>    | <u>                    </u> | <u>24</u>          | <u>24</u>                            |
| <b>Cash balance carryforward</b>                            | <u>259,550</u>      | <u>652,606</u>              |                    |                                      |
| <b>Total</b>  | <u>\$ 2,131,100</u> | <u>\$ 652,606</u>           |                    |                                      |
| <b>Expenditures:</b>  |                     |                             |                    |                                      |
| Current -   |                     |                             |                    |                                      |
| General government  | \$                  | \$                          |                    |                                      |
| Public safety   |                     |                             |                    |                                      |
| Culture and recreation                                      |                     |                             |                    |                                      |
| Public works  |                     |                             |                    |                                      |
| Highways and streets  |                     |                             |                    |                                      |
| Health and welfare  | 2,131,100           | 2,230,764                   | 1,809,668          | 421,096                              |
| Capital outlay  |                     |                             |                    |                                      |
| <b>Total expenditures</b>                                   | <u>2,131,100</u>    | <u>2,230,764</u>            | <u>1,809,668</u>   | <u>421,096</u>                       |
| <b>Other financing sources (uses):</b>                      |                     |                             |                    |                                      |
| Transfer in   |                     | 1,578,158                   | 1,578,158          |                                      |
| Transfer out  |                     |                             |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                     | <u>1,578,158</u>            | <u>1,578,158</u>   |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                     |                             | (231,486)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                             |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                             |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                             | <u>412,378</u>     |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                             | <u>\$ 180,892</u>  |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - ECONOMIC DEVELOPMENT FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                    |                                      |
| Property tax  | \$                 | \$                | \$                 | \$                                   |
| Gross receipts tax  |                    |                   |                    |                                      |
| Other taxes and assessments                                 |                    |                   |                    |                                      |
| Charges for services and fees                               |                    |                   | 502                | 502                                  |
| Other   |                    |                   |                    |                                      |
| Interest earnings   |                    |                   |                    |                                      |
| Intergovernmental   |                    | 368,000           | 353,999            | (14,001)                             |
| <b>Total revenues</b>                                       |                    | <u>368,000</u>    | <u>354,501</u>     | <u>(13,499)</u>                      |
| <b>Cash balance carryforward</b>                            |                    | <u>3,320</u>      |                    |                                      |
| <b>Total</b>  | <u>\$</u>          | <u>\$ 371,320</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                   |                    |                                      |
| Current -   |                    |                   |                    |                                      |
| General government  | \$                 | \$                |                    |                                      |
| Public safety   |                    |                   |                    |                                      |
| Culture and recreation                                      |                    | 42,525            | 42,494             | 31                                   |
| Public works  |                    | 264,000           | 42,598             | 221,402                              |
| Highways and streets  |                    |                   |                    |                                      |
| Health and welfare  |                    |                   |                    |                                      |
| Capital outlay  |                    | 249,591           | 295,198            | (45,607)                             |
| <b>Total expenditures</b>                                   |                    | <u>556,116</u>    | <u>380,290</u>     | <u>175,826</u>                       |
| <b>Other financing sources (uses):</b>                      |                    |                   |                    |                                      |
| Transfer in   |                    | 184,796           | 184,796            |                                      |
| Transfer out  |                    |                   |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    | <u>184,796</u>    | <u>184,796</u>     |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                   | 159,007            |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   | <u>149,543</u>     |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ 308,550</u>  |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - FEDERAL FORFEITURE FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    | 9,765        | 25,001             | 15,236                               |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       |                    | 9,765        | 25,001             | 15,236                               |
| <b>Cash balance carryforward</b>                            | 43,032             | 45,031       |                    |                                      |
| <b>Total</b>  | \$ 43,032          | \$ 54,796    |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   | 3,500              | 15,264       | 2,874              | 12,390                               |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    |              |                    |                                      |
| Capital outlay  | 39,532             | 39,532       | 895                | 38,637                               |
| <b>Total expenditures</b>                                   | 43,032             | 54,796       | 3,769              | 51,027                               |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | 21,232             |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ 21,232          |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - LINKAGES FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                    |                                      |
| Property tax  | \$                 | \$                | \$                 | \$                                   |
| Gross receipts tax  |                    |                   |                    |                                      |
| Other taxes and assessments                                 |                    |                   |                    |                                      |
| Charges for services and fees                               |                    |                   |                    |                                      |
| Other   |                    |                   |                    |                                      |
| Interest earnings   |                    |                   |                    |                                      |
| Intergovernmental   | 77,000             | 258,100           | 218,058            | (40,042)                             |
| <b>Total revenues</b>                                       | <u>77,000</u>      | <u>258,100</u>    | <u>218,058</u>     | <u>(40,042)</u>                      |
| <b>Cash balance carryforward</b>                            |                    |                   |                    |                                      |
| <b>Total</b>  | <u>\$ 77,000</u>   | <u>\$ 258,100</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                   |                    |                                      |
| Current -   |                    |                   |                    |                                      |
| General government  | \$                 | \$                |                    |                                      |
| Public safety   |                    |                   |                    |                                      |
| Culture and recreation                                      |                    |                   |                    |                                      |
| Public works  |                    |                   |                    |                                      |
| Highways and streets  |                    |                   |                    |                                      |
| Health and welfare  | 77,000             | 258,100           | 99,904             | 158,196                              |
| Capital outlay  |                    |                   |                    |                                      |
| <b>Total expenditures</b>                                   | <u>77,000</u>      | <u>258,100</u>    | <u>99,904</u>      | <u>158,196</u>                       |
| <b>Other financing sources (uses):</b>                      |                    |                   |                    |                                      |
| Transfer in   |                    |                   |                    |                                      |
| Transfer out  |                    |                   |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |                   |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                   | 118,154            |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ 118,154</u>  |                                      |



STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - SECTION 8 VOUCHERS PROGRAM FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget        | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|---------------------|---------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                     |                    |                                      |
| Property tax  | \$                  | \$                  | \$                 | \$                                   |
| Gross receipts tax  |                     |                     |                    |                                      |
| Other taxes and assessments                                 |                     |                     |                    |                                      |
| Charges for services and fees                               |                     |                     | 109,121            | 109,121                              |
| Other   |                     |                     | 10,292             | 10,292                               |
| Interest earnings   |                     |                     | 4,129              | 4,129                                |
| Intergovernmental   | 2,009,307           | 2,168,672           | 2,110,656          | (58,016)                             |
| <b>Total revenues</b>                                       | <u>2,009,307</u>    | <u>2,168,672</u>    | <u>2,234,198</u>   | <u>65,526</u>                        |
| <b>Cash balance carryforward</b>                            |                     | <u>25,675</u>       |                    |                                      |
| <b>Total</b>  | <u>\$ 2,009,307</u> | <u>\$ 2,194,347</u> |                    |                                      |
| <b>Expenditures:</b>  |                     |                     |                    |                                      |
| Current -   |                     |                     |                    |                                      |
| General government  | \$                  | \$                  |                    |                                      |
| Public safety   |                     |                     |                    |                                      |
| Culture and recreation                                      |                     |                     |                    |                                      |
| Public works  |                     |                     |                    |                                      |
| Highways and streets  |                     |                     |                    |                                      |
| Health and welfare  | 2,009,307           | 2,194,347           | 2,034,724          | 159,623                              |
| Capital outlay  |                     |                     |                    |                                      |
| <b>Total expenditures</b>                                   | <u>2,009,307</u>    | <u>2,194,347</u>    | <u>2,034,724</u>   | <u>159,623</u>                       |
| <b>Other financing sources (uses):</b>                      |                     |                     |                    |                                      |
| Transfer in   |                     |                     |                    |                                      |
| Transfer out  |                     |                     |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                     |                     |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                     |                     | 199,474            |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                     |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                     | (33,679)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                     | 4,192              |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                     | <u>\$ 169,987</u>  |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - EMS HEALTH CARE FUND  
YEAR ENDED JUNE 30, 2010

|   | <u>Original<br/>Budget</u> | <u>Final Budget</u> | <u>Non-GAAP<br/>Actual</u> | <u>Variance -<br/>Positive<br/>(Negative)</u> |
|---|----------------------------|---------------------|----------------------------|---|
| <b>Revenues:</b>  |                            |                     |                            |   |
| Property tax  | \$                         | \$                  | \$                         | \$  |
| Gross receipts tax  |                            |                     |                            |   |
| Other taxes and assessments                                 |                            |                     |                            |   |
| Charges for services and fees                               | 1,559,000                  | 24,000              | 53,257                     | 29,257  |
| Other   |                            |                     |                            |   |
| Interest earnings   |                            |                     |                            |   |
| Intergovernmental   | 137,523                    | 137,523             | 136,341                    | (1,182)                                       |
| <b>Total revenues</b>                                       | <u>1,696,523</u>           | <u>161,523</u>      | <u>189,598</u>             | <u>28,075</u>                                 |
| <b>Cash balance carryforward</b>                            | <u>1,454,447</u>           | <u>2,869,159</u>    |                            |   |
| <b>Total</b>  | <u>\$ 3,150,970</u>        | <u>\$ 3,030,682</u> |                            |   |
| <b>Expenditures:</b>  |                            |                     |                            |   |
| Current -   |                            |                     |                            |   |
| General government  | \$                         | \$                  |                            |   |
| Public safety   |                            |                     |                            |   |
| Culture and recreation                                      |                            |                     |                            |   |
| Public works  |                            |                     |                            |   |
| Highways and streets  |                            |                     |                            |   |
| Health and welfare  | 1,941,095                  | 2,565,799           | 2,487,537                  | 78,262  |
| Capital outlay  |                            | 212,983             | 212,818                    | 165   |
| <b>Total expenditures</b>                                   | <u>1,941,095</u>           | <u>2,778,782</u>    | <u>2,700,355</u>           | <u>78,427</u>                                 |
| <b>Other financing sources (uses):</b>                      |                            |                     |                            |   |
| Transfer in   |                            | 1,404,400           | 1,404,400                  |   |
| Transfer out  | (1,209,875)                | (1,656,300)         | (1,601,363)                | (54,937)                                      |
| <b>Total other financing sources (uses)</b>                 | <u>(1,209,875)</u>         | <u>(251,900)</u>    | <u>(196,963)</u>           | <u>(54,937)</u>                               |
| <b>Change in fund balance - Budgetary basis</b>             |                            |                     | (2,707,720)                |   |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                            |                     |                            |   |
| Revenue accruals, net of prior year amounts                 |                            |                     | (28,870)                   |   |
| Outstanding encumbrances recorded as budgetary expenditures |                            |                     | <u>728,723</u>             |   |
| <b>Change in fund balance - GAAP basis</b>                  |                            |                     | <u>\$ (2,007,867)</u>      |   |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - WILDLIFE MOUNTAIN TRAILS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       |                    |              |                    |                                      |
| <b>Cash balance carryforward</b>                            | 173,442            | 273,442      |                    |                                      |
| <b>Total</b>  | \$ 173,442         | \$ 273,442   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      | 173,442            | 173,442      | 164,218            | 9,224                                |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    |              |                    |                                      |
| Capital outlay  |                    | 100,000      |                    | 100,000                              |
| <b>Total expenditures</b>                                   | 173,442            | 273,442      | 164,218            | 109,224                              |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (164,218)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (164,218)       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - EMS HEALTH HOSPITAL FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget        | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|---------------------|---------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                     |                    |                                      |
| Property tax  | \$                  | \$                  | \$                 | \$                                   |
| Gross receipts tax  | 4,500,000           | 4,440,181           | 4,512,497          | 72,316                               |
| Other taxes and assessments                                 |                     |                     |                    |                                      |
| Charges for services and fees                               |                     |                     |                    |                                      |
| Other   |                     |                     |                    |                                      |
| Interest earnings   |                     |                     |                    |                                      |
| Intergovernmental   |                     |                     |                    |                                      |
| <b>Total revenues</b>                                       | <u>4,500,000</u>    | <u>4,440,181</u>    | <u>4,512,497</u>   | <u>72,316</u>                        |
| <b>Cash balance carryforward</b>                            | <u>326,950</u>      | <u>326,950</u>      |                    |                                      |
| <b>Total</b>  | <u>\$ 4,826,950</u> | <u>\$ 4,767,131</u> |                    |                                      |
| <b>Expenditures:</b>  |                     |                     |                    |                                      |
| Current -   |                     |                     |                    |                                      |
| General government  | \$                  | \$                  |                    |                                      |
| Public safety   |                     |                     |                    |                                      |
| Culture and recreation                                      |                     |                     |                    |                                      |
| Public works  |                     |                     |                    |                                      |
| Highways and streets  |                     |                     |                    |                                      |
| Health and welfare  | 4,826,950           | 2,581,634           | 2,581,634          |                                      |
| Capital outlay  |                     |                     |                    |                                      |
| <b>Total expenditures</b>                                   | <u>4,826,950</u>    | <u>2,581,634</u>    | <u>2,581,634</u>   |                                      |
| <b>Other financing sources (uses):</b>                      |                     |                     |                    |                                      |
| Transfer in   |                     |                     |                    |                                      |
| Transfer out  |                     | (2,185,497)         | (2,185,497)        |                                      |
| <b>Total other financing sources (uses)</b>                 |                     | <u>(2,185,497)</u>  | <u>(2,185,497)</u> |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                     |                     | (254,634)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                     |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                     | (22,842)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                     | <u>186,767</u>     |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                     | <u>\$ (90,709)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - VASH VOUCHER FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   |                    | 132,450      | 151,371            | 18,921                               |
| <b>Total revenues</b>                                       |                    | 132,450      | 151,371            | 18,921                               |
| <b>Cash balance carryforward</b>                            |                    |              |                    |                                      |
| <b>Total</b>  | \$                 | \$ 132,450   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  |                    | 132,450      | 7,432              | 125,018                              |
| Capital outlay  |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   |                    | 132,450      | 7,432              | 125,018                              |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | 143,939            |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ 143,939         |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - ALCOHOL PROGRAMS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget        | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|---|---------------------|---------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                     |                     |                                      |
| Property tax  | \$                  | \$                  | \$                  | \$                                   |
| Gross receipts tax  |                     |                     |                     |                                      |
| Other taxes and assessments                                 |                     |                     |                     |                                      |
| Charges for services and fees                               | 83,000              | 83,000              | 73,382              | (9,618)                              |
| Other   |                     |                     | 655                 | 655                                  |
| Interest earnings   |                     |                     |                     |                                      |
| Intergovernmental   | 1,262,093           | 1,262,093           | 1,246,193           | (15,900)                             |
| <b>Total revenues</b>                                       | <u>1,345,093</u>    | <u>1,345,093</u>    | <u>1,320,230</u>    | <u>(24,863)</u>                      |
| <b>Cash balance carryforward</b>                            |                     | <u>55,466</u>       |                     |                                      |
| <b>Total</b>  | <u>\$ 1,345,093</u> | <u>\$ 1,400,559</u> |                     |                                      |
| <b>Expenditures:</b>  |                     |                     |                     |                                      |
| Current -   |                     |                     |                     |                                      |
| General government  | \$                  | \$                  |                     |                                      |
| Public safety   |                     |                     |                     |                                      |
| Culture and recreation                                      |                     |                     |                     |                                      |
| Public works  |                     |                     |                     |                                      |
| Highways and streets  |                     |                     |                     |                                      |
| Health and welfare  | 1,229,693           | 1,283,417           | 1,162,531           | 120,886                              |
| Capital outlay  | 4,500               | 6,242               | 4,783               | 1,459                                |
| <b>Total expenditures</b>                                   | <u>1,234,193</u>    | <u>1,289,659</u>    | <u>1,167,314</u>    | <u>122,345</u>                       |
| <b>Other financing sources (uses):</b>                      |                     |                     |                     |                                      |
| Transfer in   | 73,100              | 73,100              | 73,100              |                                      |
| Transfer out  | (184,000)           | (184,000)           | (184,000)           |                                      |
| <b>Total other financing sources (uses)</b>                 | <u>(110,900)</u>    | <u>(110,900)</u>    | <u>(110,900)</u>    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                     |                     | 42,016              |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                     |                     |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                     | (419,539)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                     | <u>29,217</u>       |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                     | <u>\$ (348,306)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - DETOX PROGRAMS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget        | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|---|---------------------|---------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                     |                     |                                      |
| Property tax  | \$                  | \$                  | \$                  | \$                                   |
| Gross receipts tax  |                     |                     |                     |                                      |
| Other taxes and assessments                                 |                     |                     |                     |                                      |
| Charges for services and fees                               | 1,082,540           | 782,540             | 241,194             | (541,346)                            |
| Other   |                     |                     | 58                  | 58                                   |
| Interest earnings   |                     |                     |                     |                                      |
| Intergovernmental   | 340,000             | 340,000             | 457,265             | 117,265                              |
| <b>Total revenues</b>                                       | <u>1,422,540</u>    | <u>1,122,540</u>    | <u>698,517</u>      | <u>(424,023)</u>                     |
| <b>Cash balance carryforward</b>                            |                     | <u>20,548</u>       |                     |                                      |
| <b>Total</b>  | <u>\$ 1,422,540</u> | <u>\$ 1,143,088</u> |                     |                                      |
| <b>Expenditures:</b>  |                     |                     |                     |                                      |
| Current -   |                     |                     |                     |                                      |
| General government  | \$                  | \$                  |                     |                                      |
| Public safety   |                     |                     |                     |                                      |
| Culture and recreation                                      |                     |                     |                     |                                      |
| Public works  |                     |                     |                     |                                      |
| Highways and streets  |                     |                     |                     |                                      |
| Health and welfare  | 1,422,540           | 1,434,638           | 1,117,230           | 317,408                              |
| Capital outlay  |                     |                     |                     |                                      |
| <b>Total expenditures</b>                                   | <u>1,422,540</u>    | <u>1,434,638</u>    | <u>1,117,230</u>    | <u>317,408</u>                       |
| <b>Other financing sources (uses):</b>                      |                     |                     |                     |                                      |
| Transfer in   |                     | 291,550             | 291,550             |                                      |
| Transfer out  |                     |                     |                     |                                      |
| <b>Total other financing sources (uses)</b>                 |                     | <u>291,550</u>      | <u>291,550</u>      |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                     |                     | (127,163)           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                     |                     |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                     | (552,353)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                     | <u>6,929</u>        |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                     | <u>\$ (672,587)</u> |                                      |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - EMERGENCY COMMUNICATION OPERATIONS FUND  
YEAR ENDED JUNE 30, 2010**

|   | <u>Original<br/>Budget</u> | <u>Final Budget</u> | <u>Non-GAAP<br/>Actual</u> | <u>Variance -<br/>Positive<br/>(Negative)</u> |
|---|----------------------------|---------------------|----------------------------|---|
| <b>Revenues:</b>  |                            |                     |                            |   |
| Property tax  | \$                         | \$                  | \$                         | \$  |
| Gross receipts tax  |                            |                     |                            |   |
| Other taxes and assessments                                 |                            |                     |                            |   |
| Charges for services and fees                               | 2,450,650                  |                     | 2,097                      | 2,097   |
| Other   |                            |                     |                            |   |
| Interest earnings   |                            |                     |                            |   |
| Intergovernmental   |                            |                     | 76,015                     | 76,015  |
| <b>Total revenues</b>                                       | <u>2,450,650</u>           |                     | <u>78,112</u>              | <u>78,112</u>                                 |
| <b>Cash balance carryforward</b>                            |                            | <u>16,360</u>       |                            |   |
| <b>Total</b>  | <u>\$ 2,450,650</u>        | <u>\$ 16,360</u>    |                            |   |
| <b>Expenditures:</b>  |                            |                     |                            |   |
| Current -   |                            |                     |                            |   |
| General government  | \$                         | \$                  |                            |   |
| Public safety   |                            |                     |                            |   |
| Culture and recreation                                      |                            |                     |                            |   |
| Public works  |                            |                     |                            |   |
| Highways and streets  |                            |                     |                            |   |
| Health and welfare  | 3,570,025                  | 3,311,090           | 2,838,733                  | 472,357                                       |
| Capital outlay  | 90,500                     | 51,150              | 9,705                      | 41,445  |
| <b>Total expenditures</b>                                   | <u>3,660,525</u>           | <u>3,362,240</u>    | <u>2,848,438</u>           | <u>513,802</u>                                |
| <b>Other financing sources (uses):</b>                      |                            |                     |                            |   |
| Transfer in   | 1,209,875                  | 3,345,880           | 3,290,942                  | (54,938)                                      |
| Transfer out  |                            |                     |                            |   |
| <b>Total other financing sources (uses)</b>                 | <u>1,209,875</u>           | <u>3,345,880</u>    | <u>3,290,942</u>           | <u>54,938</u>                                 |
| <b>Change in fund balance - Budgetary basis</b>             |                            |                     | 520,616                    |   |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                            |                     |                            |   |
| Revenue accruals, net of prior year amounts                 |                            |                     |                            |   |
| Outstanding encumbrances recorded as budgetary expenditures |                            |                     | <u>46,814</u>              |   |
| <b>Change in fund balance - GAAP basis</b>                  |                            |                     | <u>\$ 567,430</u>          |   |



STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - HOUSING CAPITAL IMPROVEMENT FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Charges for services and fees                               |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   | 738,126            | 1,033,634    | 464,325            | (569,309)                            |
| <b>Total revenues</b>                                       | 738,126            | 1,033,634    | 464,325            | (569,309)                            |
| <b>Cash balance carryforward</b>                            |                    |              |                    |                                      |
| <b>Total</b>  | \$ 738,126         | \$ 1,033,634 |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Current -   |                    |              |                    |                                      |
| General government  | \$                 | \$           |                    |                                      |
| Public safety   |                    |              |                    |                                      |
| Culture and recreation                                      |                    |              |                    |                                      |
| Public works  |                    |              |                    |                                      |
| Highways and streets  |                    |              |                    |                                      |
| Health and welfare  | 608,126            | 490,063      | 699,582            | (209,519)                            |
| Capital outlay  | 130,000            | 543,571      | 81,866             | 461,705                              |
| <b>Total expenditures</b>                                   | 738,126            | 1,033,634    | 781,448            | 252,186                              |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (317,123)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              | (48,701)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              | 348,964            |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (16,860)        |                                      |

## NON-MAJOR DEBT SERVICE FUNDS

The following non-major debt service funds are maintained by the County.

**Environmental Revenue Bond** – To establish and account for the pledged gross receipts tax and payments of principal and interest related to the County's Environmental Revenue Bonds.

**New Mexico Finance Authority (NMFA) Debt Service** – To establish a budget and account for the pledged revenues and payments of principal, interest and other costs related to the borrowings through the NMFA.

**Jail Revenue Bond** – To account for pledged property taxes and the payment of principal and interest related to the County's Jail Facility Bonds.

**GRT Revenue Bond** – To account for funds and the interest earned on those funds that have been set aside from the County's Sheriff Facility Bond and the GRT Bond Series 2008 proceeds as a reserve fund. These funds will be used to repay principal and interest relating to the bonds if inadequate pledged gross receipts taxes are collected.

**Rancho Viejo Improvement District** – To establish and account for pledged revenues and payments of principal, interest and, other debt service costs for the Rancho Viejo Bonds.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING BALANCE SHEET - NON-MAJOR DEBT SERVICE FUNDS  
JUNE 30, 2010**

|   | Environmental<br>GRT Bond | NMFA Debt<br>Service | Jail Revenue<br>Bond | GRT Revenue<br>Bond |
|---|---------------------------|----------------------|----------------------|---------------------|
| <b><u>ASSETS</u></b>                        |                           |                      |                      |                     |
| Cash and investments                        | \$ 544,687                | \$ 127,213           | \$ 2,835             | \$ 42,642           |
| Cash and investments - restricted           |                           |                      | 2,249,600            | 425,905             |
| Taxes receivable                            | 139,857                   |                      |                      |                     |
| <b>Total assets</b>                         | <b>\$ 684,544</b>         | <b>\$ 127,213</b>    | <b>\$ 2,252,435</b>  | <b>\$ 468,547</b>   |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                           |                      |                      |                     |
| Liabilities:                                |                           |                      |                      |                     |
| Deferred revenue                            | \$                        | \$                   | \$                   | \$                  |
| <b>Total liabilities</b>                    |                           |                      |                      |                     |
| Fund balances:                              |                           |                      |                      |                     |
| Unreserved:                                 |                           |                      |                      |                     |
| Undesignated                                | 684,544                   | 127,213              | 2,252,435            | 468,547             |
| <b>Total fund balances</b>                  | <b>684,544</b>            | <b>127,213</b>       | <b>2,252,435</b>     | <b>468,547</b>      |
| <b>Total liabilities and fund balances</b>  | <b>\$ 684,544</b>         | <b>\$ 127,213</b>    | <b>\$ 2,252,435</b>  | <b>\$ 468,547</b>   |

Rancho Viejo  
Improvement  
District

Totals

|                     |                     |
|---------------------|---------------------|
| \$ 1,135,517        | \$ 1,852,894        |
| 166,913             | 2,842,418           |
| 8,911               | 148,768             |
| <u>\$ 1,311,341</u> | <u>\$ 4,844,080</u> |

|                 |                 |
|-----------------|-----------------|
| <u>\$ 6,653</u> | <u>\$ 6,653</u> |
| 6,653           | 6,653           |

|                  |                  |
|------------------|------------------|
| <u>1,304,688</u> | <u>4,837,427</u> |
| 1,304,688        | 4,837,427        |

|                     |                     |
|---------------------|---------------------|
| <u>\$ 1,311,341</u> | <u>\$ 4,844,080</u> |
|---------------------|---------------------|

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NON-MAJOR DEBT SERVICE FUNDS  
YEAR ENDED JUNE 30, 2010**

|  | Environmental<br>GRT Bond | NMFA Debt<br>Service | Jail Revenue<br>Bond |
|--|---------------------------|----------------------|----------------------|
| <b>Revenues:</b>   |                           |                      |                      |
| Property tax   | \$                        | \$                   | \$                   |
| Gross receipts tax                                       | 812,415                   |                      |                      |
| Interest earnings  |                           |                      |                      |
| <b>Total revenues</b>                                    | <u>812,415</u>            |                      |                      |
| <b>Expenditures:</b>                                     |                           |                      |                      |
| Debt service -   |                           |                      |                      |
| Principal retirement                                     |                           |                      | 850,000              |
| Interest and fiscal charges                              |                           |                      | <u>1,397,745</u>     |
| <b>Total expenditures</b>                                |                           |                      | <u>2,247,745</u>     |
| <b>Excess (deficiency) of revenues over expenditures</b> | <u>812,415</u>            |                      | <u>(2,247,745)</u>   |
| <b>Other financing sources (uses):</b>                   |                           |                      |                      |
| Transfer in  |                           |                      | 2,247,745            |
| Transfer out   | <u>(920,000)</u>          |                      |                      |
| <b>Total other financing sources (uses)</b>              | <u>(920,000)</u>          |                      | <u>2,247,745</u>     |
| <b>Change in fund balances</b>                           | <u>(107,585)</u>          |                      |                      |
| <b>Fund balances, beginning of year, as restated</b>     | 792,129                   | 127,213              | 2,252,435            |
| <b>Fund balances, end of year</b>                        | <u>\$ 684,544</u>         | <u>\$ 127,213</u>    | <u>\$ 2,252,435</u>  |

| <u>GRT Revenue<br/>Bond</u> | <u>Rancho Viejo<br/>Improvement<br/>District</u> | <u>Totals</u>       |
|-----------------------------|--|---------------------|
| \$                          | \$ 337,165                                       | \$ 337,165          |
|                             |  | 812,415             |
| 29,207                      |  | 29,207              |
| <u>29,207</u>               | <u>337,165</u>                                   | <u>1,178,787</u>    |
| 1,700,000                   | 40,000   | 2,590,000           |
| <u>2,146,284</u>            | <u>125,659</u>                                   | <u>3,669,688</u>    |
| <u>3,846,284</u>            | <u>165,659</u>                                   | <u>6,259,688</u>    |
| <u>(3,817,077)</u>          | <u>171,506</u>                                   | <u>(5,080,901)</u>  |
| 3,424,013                   |  | 5,671,758           |
|                             |  | (920,000)           |
| <u>3,424,013</u>            |  | <u>4,751,758</u>    |
| <u>(393,064)</u>            | <u>171,506</u>                                   | <u>(329,143)</u>    |
| 861,611                     | 1,133,182  | 5,166,570           |
| <u>\$ 468,547</u>           | <u>\$ 1,304,688</u>                              | <u>\$ 4,837,427</u> |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - ENVIRONMENTAL GRT BOND FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  | 828,000            | 828,000      | 822,479            | (5,521)                              |
| Interest earnings   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       | 828,000            | 828,000      | 822,479            | (5,521)                              |
| <b>Cash balance carryforward</b>                            | 92,000             | 92,000       |                    |                                      |
| <b>Total</b>  | \$ 920,000         | \$ 920,000   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Debt service -  |                    |              |                    |                                      |
| Principal retirement  | \$                 | \$           |                    |                                      |
| Interest and fiscal charges                                 |                    |              |                    |                                      |
| Bond issuance costs   |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   |                    |              |                    |                                      |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Issuance of general obligation bonds                        |                    |              |                    |                                      |
| Premium on sale of bonds                                    |                    |              |                    |                                      |
| Payment to bond escrow agent                                |                    |              |                    |                                      |
| Transfer out  | (920,000)          | (920,000)    | (920,000)          |                                      |
| <b>Total other financing sources (uses)</b>                 | (920,000)          | (920,000)    | (920,000)          |                                      |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (97,521)           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              | (10,064)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (107,585)       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - JAIL REVENUE FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget     | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                  |                    |                                      |
| Property tax  | \$                 | \$               | \$                 | \$                                   |
| Gross receipts tax  |                    |                  |                    |                                      |
| Interest earnings   |                    |                  |                    |                                      |
| <b>Total revenues</b>                                       |                    |                  |                    |                                      |
| <b>Cash balance carryforward</b>                            |                    |                  |                    |                                      |
| <b>Total</b>  | <b>\$</b>          | <b>\$</b>        |                    |                                      |
| <b>Expenditures:</b>  |                    |                  |                    |                                      |
| Debt service -  |                    |                  |                    |                                      |
| Principal retirement  | \$ 850,000         | \$ 850,000       | 850,000            |                                      |
| Interest and fiscal charges                                 | 1,400,580          | 1,400,580        | 1,397,745          | 2,835                                |
| Bond issuance costs   |                    |                  |                    |                                      |
| <b>Total expenditures</b>                                   | <b>2,250,580</b>   | <b>2,250,580</b> | <b>2,247,745</b>   | <b>2,835</b>                         |
| <b>Other financing sources (uses):</b>                      |                    |                  |                    |                                      |
| Transfer in   | 2,250,580          | 2,250,580        | 2,247,745          | (2,835)                              |
| Issuance of general obligation bonds                        |                    |                  |                    |                                      |
| Premium on sale of bonds                                    |                    |                  |                    |                                      |
| Payment to bond escrow agent                                |                    |                  |                    |                                      |
| Transfer out  |                    |                  |                    |                                      |
| <b>Total other financing sources (uses)</b>                 | <b>2,250,580</b>   | <b>2,250,580</b> | <b>2,247,745</b>   | <b>(2,835)</b>                       |
| <b>Change in fund balance - Budgetary basis</b>             |                    |                  |                    |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                  |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                  |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                  |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                  | <b>\$</b>          |                                      |



STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GRT REVENUE BOND FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Property tax  | \$                 | \$           | \$                 | \$                                   |
| Gross receipts tax  |                    |              |                    |                                      |
| Interest earnings   | 15,000             | 15,000       | 29,207             | 14,207                               |
| <b>Total revenues</b>                                       | 15,000             | 15,000       | 29,207             | 14,207                               |
| <b>Cash balance carryforward</b>                            | 391,406            | 407,270      |                    |                                      |
| <b>Total</b>  | \$ 406,406         | \$ 422,270   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Debt service -  |                    |              |                    |                                      |
| Principal retirement  | \$ 1,435,000       | \$ 1,700,000 | 1,700,000          |                                      |
| Interest and fiscal charges                                 | 1,628,676          | 2,146,284    | 2,146,284          |                                      |
| Bond issuance costs   |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   | 3,063,676          | 3,846,284    | 3,846,284          |                                      |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   | 2,657,270          | 3,424,014    | 3,424,013          | (1)                                  |
| Issuance of general obligation bonds                        |                    |              |                    |                                      |
| Premium on sale of bonds                                    |                    |              |                    |                                      |
| Payment to bond escrow agent                                |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 | 2,657,270          | 3,424,014    | 3,424,013          | (1)                                  |
| <b>Change in fund balance - Budgetary basis</b>             |                    |              | (393,064)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (393,064)       |                                      |

## NON-MAJOR CAPITAL PROJECTS FUNDS

The following non-major capital projects funds are maintained by the County.

**Community Development Block Grant (CDBG)** – To establish and account for CDBG Grants funded by the U.S. Department of Housing and Urban Development (HUD), passed through and administered by the State of New Mexico Department of Finance and Administration and other projects funded by outside donations.

**Road Projects** – To account for the revenue and expense for road projects conducted by the County. Only those road projects with present agreements for funding are included in the fiscal year budget. Established by the County to account for funding from the New Mexico Department of Transportation and other sources for road improvements. The fund was created by the Board of County Commissioners.

**Special Appropriations and Other Projects** – To account for revenue and expense for state-granted facility construction projects. The fund contains only those projects which have signed grant agreements. As other project agreements are made during the fiscal year they will be added to the budget.

**General Obligation (GO) Bond Series 2005 – Roads** – To account for the issuance of a Public Works bond in the amount of \$20.0 million to be used for various public works projects including certain road projects within the scope of the bond. This capital project fund contains the proceeds of this bond, and the debt on this bond is paid with property taxes through the General Obligation Bond Debt Service Fund.

**General Obligation (GO) Bond Series 2007B** – To establish and account for the issuance of a bond in the amount of \$20.0 million to be used for water and road infrastructure. This capital project fund contains the proceeds of this bond. The debt on this bond is paid with property taxes through the General Obligation Bond Debt Service Fund.

**General Obligation (GO) Bond Series 2008** – To account for a \$17 million bond issue for the purpose of improving open spaces; trails and parks; county roads; fire safety facilities; water projects and waste transfer. The debt on this bond is paid with property taxes through the General Obligation Bond Debt Service Fund.

**Capital GRT Bond Series 2009** – To account for the issuance of a bond in the amount of \$12,090,000 for the purpose of purchasing water rights for use in connection with County water projects and paying all costs pertaining to the issuance of the bonds.

**Capital GRT Bond Series 2010B** – To account for the issuance of a bond in the amount of \$10,195,000 for the purpose defraying a portion of the cost of constructing the Buckman Direct Diversion Project and paying all costs pertaining to the issuance of the bonds.

**Equipment Loan Proceeds** – To account for low-interest loans from the NMFA to purchase capital equipment. Payments on equipment loans are made through the Equipment Loan Debt Service Fund (403).

**General Obligation (GO) Bond Series 2001** – To account for an \$8.5 million bond issue of which \$4.5 million is for the purpose of buying land, construction, remodeling, and making additions to County buildings used for public safety purposes and for fire equipment and facilities. \$4.0 million of the bond is for buying land and constructing buildings for public works (road maintenance, solid waste). The debt on this bond is paid through property taxes through the General Obligation Bond Debt Service Fund.

**Facility Bond 1997** – To establish and account for revenue from the \$6.0 million Gross Receipts Tax subordinate 1997-A bond, designated for the construction of the new Sheriff and Fire Facility. This facility is essentially complete and the current fiscal year budget expends the remainder of bond proceeds from construction and building fixtures. Debt is retired on this bond in the GR T Building Revenue Debt Service Fund

**Bond Proceeds Fire Tax** – To establish and account for revenue from the \$2.2 million Fire Protection Bond, designated for construction of fire facilities and the purchase of firefighting equipment. Debt retirement of this bond is through payments from the 14 cent Fire Excise Tax on Gross Receipts in the Fire Tax Debt Service Fund.

**Open Space Bond Proceeds** – To account for the proceeds from the 1999 Open Space Bonds and 2001 Open Space Bonds. Retirement of the debt is financed through property taxes.

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**STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2010**

|   | <u>CDBG</u>     | <u>Road Projects</u> | <u>Special<br/>Appropriations<br/>and Other<br/>Projects</u> | <u>GO Bond Series<br/>2005 - Roads</u> |
|---|-----------------|----------------------|--|--|
| <b><u>ASSETS</u></b>                        |                 |                      |  |  |
| Cash and investments                        | \$ 295          | \$ 728,035           | \$   | \$ 1,078,431                           |
| Receivables                                 | 9,016           | 433,403              | 1,196,685  |  |
| <b>Total assets</b>                         | <u>\$ 9,311</u> | <u>\$ 1,161,438</u>  | <u>\$ 1,196,685</u>  | <u>\$ 1,078,431</u>                    |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                 |                      |  |  |
| Liabilities:                                |                 |                      |  |  |
| Accounts payable                            | \$              | \$                   | \$ 58,335  | \$                                     |
| Due to other funds                          |                 |                      | 926,174  |  |
| Deferred revenue                            | 4,471           | 391,279              | 765,257  |  |
| Other liabilities                           |                 | 46,381               |  |  |
| <b>Total liabilities</b>                    | <u>4,471</u>    | <u>437,660</u>       | <u>1,749,766</u>   |  |
| Fund balances (deficits):                   |                 |                      |  |  |
| Reserved for encumbrances                   |                 | 2,579                | 664,635  | 22,354                                 |
| Unreserved:                                 |                 |                      |  |  |
| Undesignated                                | 4,840           | 721,199              | (1,217,716)  | 1,056,077                              |
| <b>Total fund balances</b>                  | <u>4,840</u>    | <u>723,778</u>       | <u>(553,081)</u>   | <u>1,078,431</u>                       |
| <b>Total liabilities and fund balances</b>  | <u>\$ 9,311</u> | <u>\$ 1,161,438</u>  | <u>\$ 1,196,685</u>  | <u>\$ 1,078,431</u>                    |

| <u>GO Bond Series<br/>2007B</u> | <u>GO Bond Series<br/>2008</u> | <u>GO Bond Series<br/>2009</u> | <u>Capital GRT<br/>Bond Series 2009</u> | <u>Capital GRT<br/>Bond Series<br/>2010B</u> | <u>Equipment Loan<br/>Proceeds</u> |
|---------------------------------|--------------------------------|--------------------------------|---|--|------------------------------------|
| \$ 317,359                      | \$ 1,634                       | \$ 11,493,633                  | \$ 1,652,239                            | \$ 10,414,085                                | \$ 62,435                          |
| <u>\$ 317,359</u>               | <u>\$ 1,634</u>                | <u>\$ 11,493,633</u>           | <u>\$ 1,652,239</u>                     | <u>\$ 10,414,085</u>                         | <u>\$ 62,435</u>                   |
| \$                              | \$                             | \$ 12,810                      | \$                                      | \$   | \$                                 |
|                                 |                                | 12,810                         |   |  |                                    |
| 5,242                           |                                | 5,411,467                      | 22,911                                  |  |                                    |
| <u>312,117</u>                  | <u>1,634</u>                   | <u>6,069,356</u>               | <u>1,629,328</u>                        | <u>10,414,085</u>                            | <u>62,435</u>                      |
| <u>317,359</u>                  | <u>1,634</u>                   | <u>11,480,823</u>              | <u>1,652,239</u>                        | <u>10,414,085</u>                            | <u>62,435</u>                      |
| <u>\$ 317,359</u>               | <u>\$ 1,634</u>                | <u>\$ 11,493,633</u>           | <u>\$ 1,652,239</u>                     | <u>\$ 10,414,085</u>                         | <u>\$ 62,435</u>                   |

(Continued)

STATE OF NEW MEXICO  
 SANTA FE COUNTY  
 COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS  
 JUNE 30, 2010  
 (Concluded)

|   | GO Bond Series<br>2001 | Facility Bond<br>1997 | Bond Proceeds<br>Fire Tax | Open Spaces<br>Bond Proceeds |
|---|------------------------|-----------------------|---------------------------|------------------------------|
| <b><u>ASSETS</u></b>                        |                        |                       |                           |                              |
| Cash and investments                        | \$ 146,357             | \$ 556,441            | \$ 86,822                 | \$ 1,998,660                 |
| Receivables                                 |                        |                       |                           |                              |
| <b>Total assets</b>                         | \$ 146,357             | \$ 556,441            | \$ 86,822                 | \$ 1,998,660                 |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                        |                       |                           |                              |
| Liabilities:                                |                        |                       |                           |                              |
| Accounts payable                            | \$                     | \$                    | \$                        | \$                           |
| Due to other funds                          |                        |                       |                           |                              |
| Deferred revenue                            |                        |                       |                           |                              |
| Other liabilities                           |                        |                       |                           |                              |
| <b>Total liabilities</b>                    |                        |                       |                           |                              |
| Fund balances (deficits):                   |                        |                       |                           |                              |
| Reserved for encumbrances                   | 28,312                 |                       |                           |                              |
| Unreserved:                                 |                        |                       |                           |                              |
| Undesignated                                | 118,045                | 556,441               | 86,822                    | 1,998,660                    |
| <b>Total fund balances</b>                  | 146,357                | 556,441               | 86,822                    | 1,998,660                    |
| <b>Total liabilities and fund balances</b>  | \$ 146,357             | \$ 556,441            | \$ 86,822                 | \$ 1,998,660                 |

Totals

\$ 28,536,426  
1,639,104  
\$ 30,175,530

\$ 71,145  
926,174  
1,161,007  
46,381  
2,204,707

6,157,500

21,813,323

27,970,823

\$ 30,175,530



STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NON-MAJOR CAPITAL PROJECTS FUNDS  
YEAR ENDED JUNE 30, 2010

|  | <u>CDBG</u>     | <u>Road Projects</u> | <u>Special<br/>Appropriations<br/>and Other<br/>Projects</u> |
|--|-----------------|----------------------|--|
| <b>Revenues:</b>   |                 |                      |  |
| Other taxes and assessments                              | \$              | \$ 936               | \$   |
| Other  |                 |                      | 20,535   |
| Interest earnings  |                 | 3,902                |  |
| Intergovernmental  | 2,405           | 2,816,074            | 1,191,458  |
| <b>Total revenues</b>                                    | <u>2,405</u>    | <u>2,820,912</u>     | <u>1,211,993</u>   |
| <b>Expenditures:</b>                                     |                 |                      |  |
| Capital outlay   | 2,405           | 1,044,860            | 2,192,179  |
| Debt service -<br>Bond issuance costs                    |                 |                      |  |
| <b>Total expenditures</b>                                | <u>2,405</u>    | <u>1,044,860</u>     | <u>2,192,179</u>   |
| <b>Excess (deficiency) of revenues over expenditures</b> |                 | <u>1,776,052</u>     | <u>(980,186)</u>   |
| <b>Other financing sources (uses):</b>                   |                 |                      |  |
| Issuance of revenue bonds                                |                 |                      |  |
| Premium on sale of bonds                                 |                 |                      |  |
| Transfer out   |                 | (400,000)            |  |
| <b>Total other financing sources (uses)</b>              |                 | <u>(400,000)</u>     |  |
| <b>Change in fund balances</b>                           |                 | <u>1,376,052</u>     | <u>(980,186)</u>   |
| <b>Fund balances (deficits), beginning of year</b>       | 4,840           | (652,274)            | 427,105  |
| <b>Fund balances (deficits), end of year</b>             | <u>\$ 4,840</u> | <u>\$ 723,778</u>    | <u>\$ (553,081)</u>  |

| GO Bond Series<br>2005 - Roads | GO Bond Series<br>2007B | GO Bond Series<br>2008 | GO Bond Series<br>2009 | Capital GRT<br>Bond Series 2009 | Capital GRT<br>Bond Series<br>2010B |
|--------------------------------|-------------------------|------------------------|------------------------|---------------------------------|-------------------------------------|
| \$                             | \$                      | \$                     | \$                     | \$                              | \$                                  |
| 336                            |                         |                        |                        |                                 |                                     |
| 7,636                          | 3,141                   | 46,215                 | 175,449                | 33,137                          | 9,780                               |
| <u>7,972</u>                   | <u>3,141</u>            | <u>46,215</u>          | <u>175,449</u>         | <u>33,137</u>                   | <u>9,780</u>                        |
| 589,901                        | 261,178                 | 10,750,323             | 5,134,859              | 4,164,824                       |                                     |
|                                |                         |                        |                        | 168,433                         | 92,453                              |
| <u>589,901</u>                 | <u>261,178</u>          | <u>10,750,323</u>      | <u>5,134,859</u>       | <u>4,333,257</u>                | <u>92,453</u>                       |
| <u>(581,929)</u>               | <u>(258,037)</u>        | <u>(10,704,108)</u>    | <u>(4,959,410)</u>     | <u>(4,300,120)</u>              | <u>(82,673)</u>                     |
|                                |                         |                        |                        | 12,090,000                      | 10,195,000                          |
|                                |                         |                        |                        | 655,126                         | 301,758                             |
|                                |                         |                        |                        | <u>(6,792,767)</u>              |                                     |
|                                |                         |                        |                        | <u>5,952,359</u>                | <u>10,496,758</u>                   |
| <u>(581,929)</u>               | <u>(258,037)</u>        | <u>(10,704,108)</u>    | <u>(4,959,410)</u>     | <u>1,652,239</u>                | <u>10,414,085</u>                   |
| 1,660,360                      | 575,396                 | 10,705,742             | 16,440,233             |                                 |                                     |
| <u>\$ 1,078,431</u>            | <u>\$ 317,359</u>       | <u>\$ 1,634</u>        | <u>\$ 11,480,823</u>   | <u>\$ 1,652,239</u>             | <u>\$ 10,414,085</u>                |

(Continued)

STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NON-MAJOR CAPITAL PROJECTS FUNDS  
YEAR ENDED JUNE 30, 2010  
(Concluded)

|  | Equipment Loan<br>Proceeds | GO Bond Series<br>2001 | Facility Bond<br>1997 |
|--|----------------------------|------------------------|-----------------------|
| <b>Revenues:</b>   |                            |                        |                       |
| Other taxes and assessments                              | \$                         | \$                     | \$                    |
| Other  |                            |                        |                       |
| Interest earnings  |                            | 5,730                  | 5,168                 |
| Intergovernmental  |                            |                        |                       |
| <b>Total revenues</b>                                    |                            | 5,730                  | 5,168                 |
| <b>Expenditures:</b>                                     |                            |                        |                       |
| Capital outlay   |                            | 511,572                |                       |
| Debt service -   |                            |                        |                       |
| Bond issuance costs                                      |                            |                        |                       |
| <b>Total expenditures</b>                                |                            | 511,572                |                       |
| <b>Excess (deficiency) of revenues over expenditures</b> |                            | (505,842)              | 5,168                 |
| <b>Other financing sources (uses):</b>                   |                            |                        |                       |
| Issuance of revenue bonds                                |                            |                        |                       |
| Premium on sale of bonds                                 |                            |                        |                       |
| Transfer out   |                            | (5,558)                |                       |
| <b>Total other financing sources (uses)</b>              |                            | (5,558)                |                       |
| <b>Change in fund balances</b>                           |                            | (511,400)              | 5,168                 |
| <b>Fund balances (deficits), beginning of year</b>       | 62,435                     | 657,757                | 551,273               |
| <b>Fund balances (deficits), end of year</b>             | \$ 62,435                  | \$ 146,357             | \$ 556,441            |

| <u>Bond Proceeds<br/>Fire Tax</u> | <u>Open Spaces<br/>Bond Proceeds</u> | <u>Totals</u>        |
|-----------------------------------|--------------------------------------|----------------------|
| \$                                | \$                                   | \$ 936               |
|                                   |                                      | 20,871               |
| 626                               | 23,747                               | 314,531              |
|                                   |                                      | 4,009,937            |
| <u>626</u>                        | <u>23,747</u>                        | <u>4,346,275</u>     |
|                                   |                                      | 24,652,101           |
|                                   |                                      | 260,886              |
|                                   |                                      | <u>24,912,987</u>    |
| <u>626</u>                        | <u>23,747</u>                        | <u>(20,566,712)</u>  |
|                                   |                                      | 22,285,000           |
|                                   |                                      | 956,884              |
|                                   |                                      | <u>(7,198,325)</u>   |
|                                   |                                      | <u>16,043,559</u>    |
| <u>626</u>                        | <u>23,747</u>                        | <u>(4,523,153)</u>   |
| 86,196                            | 1,974,913                            | 32,493,976           |
| <u>\$ 86,822</u>                  | <u>\$ 1,998,660</u>                  | <u>\$ 27,970,823</u> |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CDBG FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Gross receipts tax  | \$                 | \$           | \$                 | \$                                   |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              |                    |                                      |
| Intergovernmental   | 35,643             | 500,000      | 4,821              | (495,179)                            |
| <b>Total revenues</b>                                       | 35,643             | 500,000      | 4,821              | (495,179)                            |
| <b>Cash balance carryforward</b>                            |                    | 2,477        |                    |                                      |
| <b>Total</b>  | \$ 35,643          | \$ 502,477   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Capital outlay  | \$ 35,643          | \$ 502,477   | 2,405              | 500,072                              |
| Debt service -  |                    |              |                    |                                      |
| Bond issuance costs   |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   | 35,643             | 502,477      | 2,405              | 500,072                              |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Issuance of revenue bonds                                   |                    |              |                    |                                      |
| Premium on sale of bonds                                    |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                    |              | 2,416              |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              | (2,416)            |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$                 |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - ROAD PROJECTS FUND  
YEAR ENDED JUNE 30, 2010

|   | <u>Original<br/>Budget</u> | <u>Final Budget</u> | <u>Non-GAAP<br/>Actual</u> | <u>Variance -<br/>Positive<br/>(Negative)</u> |
|---|----------------------------|---------------------|----------------------------|---|
| <b>Revenues:</b>  |                            |                     |                            |   |
| Gross receipts tax  | \$                         | \$                  | \$                         | \$  |
| Other taxes and assessments                                 |                            |                     | 936                        | 936   |
| Other   |                            |                     |                            |   |
| Interest earnings   |                            |                     | 3,902                      | 3,902   |
| Intergovernmental   | 1,228,710                  | 1,167,612           | 3,020,329                  | 1,852,717                                     |
| <b>Total revenues</b>                                       | <u>1,228,710</u>           | <u>1,167,612</u>    | <u>3,025,167</u>           | <u>1,857,555</u>                              |
| <b>Cash balance carryforward</b>                            |                            | <u>808,875</u>      |                            |   |
| <b>Total</b>  | <u>\$ 1,228,710</u>        | <u>\$ 1,976,487</u> |                            |   |
| <b>Expenditures:</b>  |                            |                     |                            |   |
| Capital outlay  | \$ 1,228,710               | \$ 1,576,488        | 1,047,439                  | 529,049                                       |
| Debt service -  |                            |                     |                            |   |
| Bond issuance costs   |                            |                     |                            |   |
| <b>Total expenditures</b>                                   | <u>1,228,710</u>           | <u>1,576,488</u>    | <u>1,047,439</u>           | <u>529,049</u>                                |
| <b>Other financing sources (uses):</b>                      |                            |                     |                            |   |
| Transfer in   |                            |                     |                            |   |
| Issuance of revenue bonds                                   |                            |                     |                            |   |
| Premium on sale of bonds                                    |                            |                     |                            |   |
| Transfer out  |                            | (400,000)           | (400,000)                  |   |
| <b>Total other financing sources (uses)</b>                 |                            | <u>(400,000)</u>    | <u>(400,000)</u>           |   |
| <b>Change in fund balance- Budgetary basis</b>              |                            |                     | 1,577,728                  |   |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                            |                     |                            |   |
| Revenue accruals, net of prior year amounts                 |                            |                     | (204,255)                  |   |
| Outstanding encumbrances recorded as budgetary expenditures |                            |                     | <u>2,579</u>               |   |
| <b>Change in fund balance - GAAP basis</b>                  |                            |                     | <u>\$ 1,376,052</u>        |   |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - SPECIAL APPROPRIATIONS AND OTHER PROJECTS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget        | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|---|---------------------|---------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                     |                     |                                      |
| Gross receipts tax  | \$                  | \$                  | \$                  | \$                                   |
| Other taxes and assessments                                 |                     |                     |                     |                                      |
| Other   |                     |                     | 20,535              | 20,535                               |
| Interest earnings   |                     |                     |                     |                                      |
| Intergovernmental   | 9,893,402           | 7,200,980           | 1,876,018           | (5,324,962)                          |
| <b>Total revenues</b>                                       | <u>9,893,402</u>    | <u>7,200,980</u>    | <u>1,896,553</u>    | <u>(5,304,427)</u>                   |
| <b>Cash balance carryforward</b>                            |                     | 415,489             |                     |                                      |
| <b>Total</b>  | <u>\$ 9,893,402</u> | <u>\$ 7,616,469</u> |                     |                                      |
| <b>Expenditures:</b>  |                     |                     |                     |                                      |
| Capital outlay  | \$ 9,893,402        | \$ 7,616,469        | 2,915,149           | 4,701,320                            |
| Debt service -  |                     |                     |                     |                                      |
| Bond issuance costs   |                     |                     |                     |                                      |
| <b>Total expenditures</b>                                   | <u>9,893,402</u>    | <u>7,616,469</u>    | <u>2,915,149</u>    | <u>4,701,320</u>                     |
| <b>Other financing sources (uses):</b>                      |                     |                     |                     |                                      |
| Transfer in   |                     |                     |                     |                                      |
| Issuance of revenue bonds                                   |                     |                     |                     |                                      |
| Premium on sale of bonds                                    |                     |                     |                     |                                      |
| Transfer out  |                     |                     |                     |                                      |
| <b>Total other financing sources (uses)</b>                 |                     |                     |                     |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                     |                     | (1,018,596)         |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                     |                     |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                     | (684,560)           |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                     | <u>722,970</u>      |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                     | <u>\$ (980,186)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GO BOND SERIES 2005 - ROADS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget        | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|---|--------------------|---------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                     |                     |                                      |
| Gross receipts tax  | \$                 | \$                  | \$                  | \$                                   |
| Other taxes and assessments                                 |                    |                     |                     |                                      |
| Other   |                    |                     | 336                 | 336                                  |
| Interest earnings   |                    |                     | 7,636               | 7,636                                |
| Intergovernmental   |                    |                     |                     |                                      |
| <b>Total revenues</b>                                       |                    |                     | <u>7,972</u>        | <u>7,972</u>                         |
| <b>Cash balance carryforward</b>                            | <u>487,331</u>     | <u>1,153,629</u>    |                     |                                      |
| <b>Total</b>  | <u>\$ 487,331</u>  | <u>\$ 1,153,629</u> |                     |                                      |
| <b>Expenditures:</b>  |                    |                     |                     |                                      |
| Capital outlay  | \$ 487,331         | \$ 1,153,629        | 612,255             | 541,374                              |
| Debt service -  |                    |                     |                     |                                      |
| Bond issuance costs   |                    |                     |                     |                                      |
| <b>Total expenditures</b>                                   | <u>487,331</u>     | <u>1,153,629</u>    | <u>612,255</u>      | <u>541,374</u>                       |
| <b>Other financing sources (uses):</b>                      |                    |                     |                     |                                      |
| Transfer in   |                    |                     |                     |                                      |
| Issuance of revenue bonds                                   |                    |                     |                     |                                      |
| Premium on sale of bonds                                    |                    |                     |                     |                                      |
| Transfer out  |                    |                     |                     |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |                     |                     |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                    |                     | (604,283)           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                     |                     |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                     | 22,354              |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                     | <u>22,354</u>       |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                     | <u>\$ (581,929)</u> |                                      |



STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GO BOND SERIES 2007B FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Gross receipts tax  | \$                 | \$           | \$                 | \$                                   |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              | 3,141              | 3,141                                |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       |                    |              | 3,141              | 3,141                                |
| <b>Cash balance carryforward</b>                            | 34,669             | 299,685      |                    |                                      |
| <b>Total</b>  | \$ 34,669          | \$ 299,685   |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Capital outlay  | \$ 34,669          | \$ 299,685   | 266,420            | 33,265                               |
| Debt service -  |                    |              |                    |                                      |
| Bond issuance costs   |                    |              |                    |                                      |
| <b>Total expenditures</b>                                   | 34,669             | 299,685      | 266,420            | 33,265                               |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Issuance of revenue bonds                                   |                    |              |                    |                                      |
| Premium on sale of bonds                                    |                    |              |                    |                                      |
| Transfer out  |                    |              |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |              |                    |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                    |              | (263,279)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              | 5,242              |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ (258,037)       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GO BOND SERIES 2008 FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget         | Non-GAAP<br>Actual    | Variance -<br>Positive<br>(Negative) |
|---|---------------------|----------------------|-----------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                      |                       |                                      |
| Gross receipts tax  | \$                  | \$                   | \$                    | \$                                   |
| Other taxes and assessments                                 |                     |                      |                       |                                      |
| Other   |                     |                      |                       |                                      |
| Interest earnings   |                     | 43,831               | 46,215                | 2,384                                |
| Intergovernmental   |                     |                      |                       |                                      |
| <b>Total revenues</b>                                       |                     | <u>43,831</u>        | <u>46,215</u>         | <u>2,384</u>                         |
| <b>Cash balance carryforward</b>                            | <u>1,149,127</u>    | <u>10,706,492</u>    |                       |                                      |
| <b>Total</b>  | <u>\$ 1,149,127</u> | <u>\$ 10,750,323</u> |                       |                                      |
| <b>Expenditures:</b>  |                     |                      |                       |                                      |
| Capital outlay  | \$ 1,149,127        | \$ 10,750,323        | 10,750,323            |                                      |
| Debt service -  |                     |                      |                       |                                      |
| Bond issuance costs   |                     |                      |                       |                                      |
| <b>Total expenditures</b>                                   | <u>1,149,127</u>    | <u>10,750,323</u>    | <u>10,750,323</u>     |                                      |
| <b>Other financing sources (uses):</b>                      |                     |                      |                       |                                      |
| Transfer in   |                     |                      |                       |                                      |
| Issuance of revenue bonds                                   |                     |                      |                       |                                      |
| Premium on sale of bonds                                    |                     |                      |                       |                                      |
| Transfer out  |                     |                      |                       |                                      |
| <b>Total other financing sources (uses)</b>                 |                     |                      |                       |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                     |                      | (10,704,108)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                      |                       |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                      |                       |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                      |                       |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                      | <u>\$(10,704,108)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GO BOND SERIES 2009 FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget   | Final Budget         | Non-GAAP<br>Actual    | Variance -<br>Positive<br>(Negative) |
|---|----------------------|----------------------|-----------------------|--------------------------------------|
| <b>Revenues:</b>  |                      |                      |                       |                                      |
| Gross receipts tax  | \$                   | \$                   | \$                    | \$                                   |
| Other taxes and assessments                                 |                      |                      |                       |                                      |
| Other   |                      |                      |                       |                                      |
| Interest earnings   |                      |                      | 175,449               | 175,449                              |
| Intergovernmental   |                      |                      |                       |                                      |
| <b>Total revenues</b>                                       |                      |                      | <u>175,449</u>        | <u>175,449</u>                       |
| <b>Cash balance carryforward</b>                            | <u>14,725,076</u>    | <u>16,356,725</u>    |                       |                                      |
| <b>Total</b>  | <u>\$ 14,725,076</u> | <u>\$ 16,356,725</u> |                       |                                      |
| <b>Expenditures:</b>  |                      |                      |                       |                                      |
| Capital outlay  | \$ 14,725,076        | \$ 16,356,725        | 10,546,326            | 5,810,399                            |
| Debt service -  |                      |                      |                       |                                      |
| Bond issuance costs   |                      |                      |                       |                                      |
| <b>Total expenditures</b>                                   | <u>14,725,076</u>    | <u>16,356,725</u>    | <u>10,546,326</u>     | <u>5,810,399</u>                     |
| <b>Other financing sources (uses):</b>                      |                      |                      |                       |                                      |
| Transfer in   |                      |                      |                       |                                      |
| Issuance of revenue bonds                                   |                      |                      |                       |                                      |
| Premium on sale of bonds                                    |                      |                      |                       |                                      |
| Transfer out  |                      |                      |                       |                                      |
| <b>Total other financing sources (uses)</b>                 |                      |                      |                       |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                      |                      | (10,370,877)          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                      |                      |                       |                                      |
| Revenue accruals, net of prior year amounts                 |                      |                      |                       |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                      |                      | <u>5,411,467</u>      |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                      |                      | <u>\$ (4,959,410)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CAPITAL GRT BOND SERIES 2009 FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|--------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |              |                    |                                      |
| Gross receipts tax  | \$                 | \$           | \$                 | \$                                   |
| Other taxes and assessments                                 |                    |              |                    |                                      |
| Other   |                    |              |                    |                                      |
| Interest earnings   |                    |              | 33,137             | 33,137                               |
| Intergovernmental   |                    |              |                    |                                      |
| <b>Total revenues</b>                                       |                    |              | 33,137             | 33,137                               |
| <b>Cash balance carryforward</b>                            |                    |              |                    |                                      |
| <b>Total</b>  | \$                 | \$           |                    |                                      |
| <b>Expenditures:</b>  |                    |              |                    |                                      |
| Capital outlay  | \$                 | \$ 5,877,676 | 4,187,735          | 1,689,941                            |
| Debt service -  |                    |              |                    |                                      |
| Bond issuance costs   |                    |              | 168,433            | (168,433)                            |
| <b>Total expenditures</b>                                   |                    | 5,877,676    | 4,356,168          | 1,521,508                            |
| <b>Other financing sources (uses):</b>                      |                    |              |                    |                                      |
| Transfer in   |                    |              |                    |                                      |
| Issuance of revenue bonds                                   |                    | 12,670,443   | 12,090,000         | (580,443)                            |
| Premium on sale of bonds                                    |                    |              | 655,126            | 655,126                              |
| Transfer out  |                    | (6,792,767)  | (6,792,767)        |                                      |
| <b>Total other financing sources (uses)</b>                 |                    | 5,877,676    | 5,952,359          | 74,683                               |
| <b>Change in fund balance- Budgetary basis</b>              |                    |              | 1,629,328          |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |              |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |              |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |              | 22,911             |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |              | \$ 1,652,239       |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - CAPITAL GRT BOND SERIES 2010B FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual   | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|----------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                      |                                      |
| Gross receipts tax  | \$                 | \$                | \$                   | \$                                   |
| Other taxes and assessments                                 |                    |                   |                      |                                      |
| Other   |                    |                   |                      |                                      |
| Interest earnings   |                    |                   | 9,780                | 9,780                                |
| Intergovernmental   |                    |                   |                      |                                      |
| <b>Total revenues</b>                                       |                    |                   | <u>9,780</u>         | <u>9,780</u>                         |
| <b>Cash balance carryforward</b>                            |                    |                   |                      |                                      |
| <b>Total</b>  | <u>\$</u>          | <u>\$</u>         |                      |                                      |
| <b>Expenditures:</b>  |                    |                   |                      |                                      |
| Capital outlay  | \$                 | \$ 10,404,305     |                      | 10,404,305                           |
| Debt service -  |                    |                   |                      |                                      |
| Bond issuance costs   |                    |                   | 92,453               | (92,453)                             |
| <b>Total expenditures</b>                                   |                    | <u>10,404,305</u> | <u>92,453</u>        | <u>10,311,852</u>                    |
| <b>Other financing sources (uses):</b>                      |                    |                   |                      |                                      |
| Transfer in   |                    |                   |                      |                                      |
| Issuance of revenue bonds                                   |                    | 10,404,305        | 10,195,000           | (209,305)                            |
| Premium on sale of bonds                                    |                    |                   | 301,758              | 301,758                              |
| Transfer out  |                    |                   |                      |                                      |
| <b>Total other financing sources (uses)</b>                 |                    | <u>10,404,305</u> | <u>10,496,758</u>    | <u>92,453</u>                        |
| <b>Change in fund balance- Budgetary basis</b>              |                    |                   | 10,414,085           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                      |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   |                      |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   |                      |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ 10,414,085</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - GO BOND SERIES 2001 FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget      | Non-GAAP<br>Actual  | Variance -<br>Positive<br>(Negative) |
|---|---------------------|-------------------|---------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                   |                     |                                      |
| Gross receipts tax  | \$                  | \$                | \$                  | \$                                   |
| Other taxes and assessments                                 |                     |                   |                     |                                      |
| Other   |                     |                   |                     |                                      |
| Interest earnings   |                     | 5,558             | 5,730               | 172                                  |
| Intergovernmental   |                     |                   |                     |                                      |
| <b>Total revenues</b>                                       |                     | <u>5,558</u>      | <u>5,730</u>        | <u>172</u>                           |
| <b>Cash balance carryforward</b>                            | <u>1,223,411</u>    | <u>553,082</u>    |                     |                                      |
| <b>Total</b>  | <u>\$ 1,223,411</u> | <u>\$ 558,640</u> |                     |                                      |
| <b>Expenditures:</b>  |                     |                   |                     |                                      |
| Capital outlay  | \$ 1,223,411        | \$ 553,082        | 539,884             | 13,198                               |
| Debt service -  |                     |                   |                     |                                      |
| Bond issuance costs   |                     |                   |                     |                                      |
| <b>Total expenditures</b>                                   | <u>1,223,411</u>    | <u>553,082</u>    | <u>539,884</u>      | <u>13,198</u>                        |
| <b>Other financing sources (uses):</b>                      |                     |                   |                     |                                      |
| Transfer in   |                     |                   |                     |                                      |
| Issuance of revenue bonds                                   |                     |                   |                     |                                      |
| Premium on sale of bonds                                    |                     |                   |                     |                                      |
| Transfer out  |                     | (5,558)           | (5,558)             |                                      |
| <b>Total other financing sources (uses)</b>                 |                     | <u>(5,558)</u>    | <u>(5,558)</u>      |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                     |                   | (539,712)           |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                   |                     |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                   | 28,312              |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                   | <u>28,312</u>       |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                   | <u>\$ (511,400)</u> |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - FACILITY BOND 1997 FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget | Final Budget      | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|--------------------|-------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                    |                   |                    |                                      |
| Gross receipts tax  | \$                 | \$                | \$                 | \$                                   |
| Other taxes and assessments                                 |                    |                   |                    |                                      |
| Other   |                    |                   |                    |                                      |
| Interest earnings   |                    |                   | 5,168              | 5,168                                |
| Intergovernmental   |                    |                   |                    |                                      |
| <b>Total revenues</b>                                       |                    |                   | <u>5,168</u>       | <u>5,168</u>                         |
| <b>Cash balance carryforward</b>                            | <u>320,059</u>     | <u>320,680</u>    |                    |                                      |
| <b>Total</b>  | <u>\$ 320,059</u>  | <u>\$ 320,680</u> |                    |                                      |
| <b>Expenditures:</b>  |                    |                   |                    |                                      |
| Capital outlay  | \$ 320,059         | \$ 320,680        |                    | 320,680                              |
| Debt service -  |                    |                   |                    |                                      |
| Bond issuance costs   |                    |                   |                    |                                      |
| <b>Total expenditures</b>                                   | <u>320,059</u>     | <u>320,680</u>    |                    | <u>320,680</u>                       |
| <b>Other financing sources (uses):</b>                      |                    |                   |                    |                                      |
| Transfer in   |                    |                   |                    |                                      |
| Issuance of revenue bonds                                   |                    |                   |                    |                                      |
| Premium on sale of bonds                                    |                    |                   |                    |                                      |
| Transfer out  |                    |                   |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                    |                   |                    |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                    |                   | 5,168              |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                    |                   |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                    |                   |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                    |                   |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                    |                   | <u>\$ 5,168</u>    |                                      |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - BUDGET AND ACTUAL - OPEN SPACES BOND PROCEEDS FUND  
YEAR ENDED JUNE 30, 2010

|   | Original<br>Budget  | Final Budget        | Non-GAAP<br>Actual | Variance -<br>Positive<br>(Negative) |
|---|---------------------|---------------------|--------------------|--------------------------------------|
| <b>Revenues:</b>  |                     |                     |                    |                                      |
| Gross receipts tax  | \$                  | \$                  | \$                 | \$                                   |
| Other taxes and assessments                                 |                     |                     |                    |                                      |
| Other   |                     |                     |                    |                                      |
| Interest earnings   |                     |                     | 23,747             | 23,747                               |
| Intergovernmental   |                     |                     |                    |                                      |
| <b>Total revenues</b>                                       |                     |                     | <u>23,747</u>      | <u>23,747</u>                        |
| <b>Cash balance carryforward</b>                            | <u>3,086,013</u>    | <u>1,477,415</u>    |                    |                                      |
| <b>Total</b>  | <u>\$ 3,086,013</u> | <u>\$ 1,477,415</u> |                    |                                      |
| <b>Expenditures:</b>  |                     |                     |                    |                                      |
| Capital outlay  | \$ 3,086,013        | \$ 1,477,415        |                    | 1,477,415                            |
| Debt service -  |                     |                     |                    |                                      |
| Bond issuance costs   |                     |                     |                    |                                      |
| <b>Total expenditures</b>                                   | <u>3,086,013</u>    | <u>1,477,415</u>    |                    | <u>1,477,415</u>                     |
| <b>Other financing sources (uses):</b>                      |                     |                     |                    |                                      |
| Transfer in   |                     |                     |                    |                                      |
| Issuance of revenue bonds                                   |                     |                     |                    |                                      |
| Premium on sale of bonds                                    |                     |                     |                    |                                      |
| Transfer out  |                     |                     |                    |                                      |
| <b>Total other financing sources (uses)</b>                 |                     |                     |                    |                                      |
| <b>Change in fund balance- Budgetary basis</b>              |                     |                     | 23,747             |                                      |
| <b>Reconciliation to change in fund balance-GAAP basis:</b> |                     |                     |                    |                                      |
| Revenue accruals, net of prior year amounts                 |                     |                     |                    |                                      |
| Outstanding encumbrances recorded as budgetary expenditures |                     |                     |                    |                                      |
| <b>Change in fund balance - GAAP basis</b>                  |                     |                     | <u>\$ 23,747</u>   |                                      |



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## AGENCY FUNDS

The following agency funds are maintained by the County.

**County Treasurer** – To account for collections and payment to the County and other recipient entities of property taxes, interest and penalties billed and collected by the County on their behalf.

**Sherriff Forfeiture** – To account for assets confiscated during arrests pursuant to Section 30-31-1-1, NMSA, 1978 Compilation. Property is held until disposed of pursuant to court order.

**Sherriff Bond** – To account for bond monies held by the County until legal disposition of the appropriate case.

**Sherriff Writ** – To account for court judgments issued to the Sheriff's department to collect monies or remove property in satisfaction of said judgments.

**Adult Inmate Trust** – To account for adult inmate monies held by the County until legal disposition of the appropriate case.

**Juvenile Inmate Trust** – To account for juvenile inmate monies held by the County until legal disposition of the appropriate case.

**STATE OF NEW MEXICO**  
**SANTA FE COUNTY**  
**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**JUNE 30, 2010**

|  | <u>County Treasurer</u> | <u>Sheriff Forfeiture</u> | <u>Sheriff Bond</u> | <u>Sheriff Writ</u> |
|--|-------------------------|---------------------------|---------------------|---------------------|
| <b><u>ASSETS</u></b>                     |                         |                           |                     |                     |
| Cash and investments                     | \$ 3,328,903            | \$ 30,595                 | \$ 266,147          | \$ 5,174            |
| Taxes receivable                         | 10,682,496              |                           |                     |                     |
| <b>Total assets</b>                      | <u>\$ 14,011,399</u>    | <u>\$ 30,595</u>          | <u>\$ 266,147</u>   | <u>\$ 5,174</u>     |
| <b><u>LIABILITIES</u></b>                |                         |                           |                     |                     |
| Due to other governments                 | 10,682,496              |                           |                     |                     |
| Deposits held for others                 |                         | 30,595                    | 266,147             | 5,174               |
| Taxes paid in advance                    | 969,267                 |                           |                     |                     |
| Undistributed taxes to other governments | 2,359,636               |                           |                     |                     |
| <b>Total liabilities</b>                 | <u>\$ 14,011,399</u>    | <u>\$ 30,595</u>          | <u>\$ 266,147</u>   | <u>\$ 5,174</u>     |

| Adult Inmate<br>Trust | Juvenile Inmate<br>Trust | Totals               |
|-----------------------|--------------------------|----------------------|
| \$ 299,872            | \$ 5,860                 | \$ 3,936,551         |
|                       |                          | 10,682,496           |
| <u>\$ 299,872</u>     | <u>\$ 5,860</u>          | <u>\$ 14,619,047</u> |
|                       |                          | 10,682,496           |
| 299,872               | 5,860                    | 607,648              |
|                       |                          | 969,267              |
|                       |                          | 2,359,636            |
| <u>\$ 299,872</u>     | <u>\$ 5,860</u>          | <u>\$ 14,619,047</u> |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
YEAR ENDED JUNE 30, 2010

|  | <u>Beginning<br/>Balance</u> | <u>Additions</u>      | <u>Deductions</u>     | <u>Ending<br/>Balance</u> |
|--|------------------------------|-----------------------|-----------------------|---------------------------|
| <b><u>COUNTY TREASURER</u></b>           |                              |                       |                       |                           |
| <u>Assets</u>                            |                              |                       |                       |                           |
| Cash and investments                     | \$ 1,472,612                 | \$ 137,966,260        | \$ 136,109,969        | \$ 3,328,903              |
| Property taxes receivable                | 8,743,850                    | 141,927,142           | 139,988,496           | 10,682,496                |
| Total assets                             | <u>\$ 10,216,462</u>         | <u>\$ 279,893,402</u> | <u>\$ 276,098,465</u> | <u>\$ 14,011,399</u>      |
| <u>Liabilities</u>                       |                              |                       |                       |                           |
| Due to other governments                 | \$ 8,743,850                 | \$ 141,927,142        | \$ 139,988,496        | \$ 10,682,496             |
| Deposits held for others                 |                              |                       |                       |                           |
| Taxes paid in advance                    | 990,426                      | 969,267               | 990,426               | 969,267                   |
| Undistributed taxes to other governments | 482,186                      | 137,966,260           | 136,088,810           | 2,359,636                 |
| Total liabilities                        | <u>\$ 10,216,462</u>         | <u>\$ 280,862,669</u> | <u>\$ 277,067,732</u> | <u>\$ 14,011,399</u>      |
| <b><u>SHERRIFF FORFEITURE</u></b>        |                              |                       |                       |                           |
| <u>Assets</u>                            |                              |                       |                       |                           |
| Cash and investments                     | \$ 30,365                    | \$ 230                | \$                    | \$ 30,595                 |
| Total assets                             | <u>\$ 30,365</u>             | <u>\$ 230</u>         | <u>\$</u>             | <u>\$ 30,595</u>          |
| <u>Liabilities</u>                       |                              |                       |                       |                           |
| Deposits held for others                 | \$ 30,365                    | \$ 230                | \$                    | \$ 30,595                 |
| Total liabilities                        | <u>\$ 30,365</u>             | <u>\$ 230</u>         | <u>\$</u>             | <u>\$ 30,595</u>          |
| <b><u>SHERRIFF BOND</u></b>              |                              |                       |                       |                           |
| <u>Assets</u>                            |                              |                       |                       |                           |
| Cash and investments                     | \$ 278,072                   | \$ 731,118            | \$ 743,043            | \$ 266,147                |
| Total assets                             | <u>\$ 278,072</u>            | <u>\$ 731,118</u>     | <u>\$ 743,043</u>     | <u>\$ 266,147</u>         |
| <u>Liabilities</u>                       |                              |                       |                       |                           |
| Deposits held for others                 | \$ 278,072                   | \$ 749,907            | \$ 761,832            | \$ 266,147                |
| Total liabilities                        | <u>\$ 278,072</u>            | <u>\$ 749,907</u>     | <u>\$ 761,832</u>     | <u>\$ 266,147</u>         |
| <b><u>SHERRIFF WRIT</u></b>              |                              |                       |                       |                           |
| <u>Assets</u>                            |                              |                       |                       |                           |
| Cash and investments                     | \$ 5,555                     | \$ 100,033            | \$ 100,414            | \$ 5,174                  |
| Total assets                             | <u>\$ 5,555</u>              | <u>\$ 100,033</u>     | <u>\$ 100,414</u>     | <u>\$ 5,174</u>           |
| <u>Liabilities</u>                       |                              |                       |                       |                           |
| Deposits held for others                 | \$ 5,555                     | \$ 100,033            | \$ 100,414            | \$ 5,174                  |
| Total liabilities                        | <u>\$ 5,555</u>              | <u>\$ 100,033</u>     | <u>\$ 100,414</u>     | <u>\$ 5,174</u>           |

(Continued)

STATE OF NEW MEXICO  
SANTA FE COUNTY  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
YEAR ENDED JUNE 30, 2010  
(Concluded)

|  | <u>Beginning<br/>Balance</u> | <u>Additions</u>      | <u>Deductions</u>     | <u>Ending<br/>Balance</u> |
|--|------------------------------|-----------------------|-----------------------|---------------------------|
| <b><u>ADULT INMATE TRUST</u></b>         |                              |                       |                       |                           |
| <u>Assets</u>                            |                              |                       |                       |                           |
| Cash and investments                     | \$ 284,344                   | \$ 665,736            | \$ 650,208            | \$ 299,872                |
| Total assets                             | <u>\$ 284,344</u>            | <u>\$ 665,736</u>     | <u>\$ 650,208</u>     | <u>\$ 299,872</u>         |
| <u>Liabilities</u>                       |                              |                       |                       |                           |
| Deposits held for others                 | \$ 284,344                   | \$ 665,736            | \$ 650,208            | \$ 299,872                |
| Total liabilities                        | <u>\$ 284,344</u>            | <u>\$ 665,736</u>     | <u>\$ 650,208</u>     | <u>\$ 299,872</u>         |
| <b><u>JUVENILE INMATE TRUST</u></b>      |                              |                       |                       |                           |
| <u>Assets</u>                            |                              |                       |                       |                           |
| Cash and investments                     | \$ 5,457                     | \$ 4,335              | \$ 3,932              | \$ 5,860                  |
| Total assets                             | <u>\$ 5,457</u>              | <u>\$ 4,335</u>       | <u>\$ 3,932</u>       | <u>\$ 5,860</u>           |
| <u>Liabilities</u>                       |                              |                       |                       |                           |
| Deposits held for others                 | \$ 5,457                     | \$ 4,335              | \$ 3,932              | \$ 5,860                  |
| Total liabilities                        | <u>\$ 5,457</u>              | <u>\$ 4,335</u>       | <u>\$ 3,932</u>       | <u>\$ 5,860</u>           |
| <b><u>TOTAL AGENCY FUNDS</u></b>         |                              |                       |                       |                           |
| <u>Assets</u>                            |                              |                       |                       |                           |
| Cash and investments                     | \$ 2,076,405                 | \$ 139,467,712        | \$ 137,607,566        | \$ 3,936,551              |
| Property taxes receivable                | 8,743,850                    | 141,927,142           | 139,988,496           | 10,682,496                |
| Total assets                             | <u>\$ 10,820,255</u>         | <u>\$ 281,394,854</u> | <u>\$ 277,596,062</u> | <u>\$ 14,619,047</u>      |
| <u>Liabilities</u>                       |                              |                       |                       |                           |
| Due to other governments                 | \$ 8,743,850                 | \$ 141,927,142        | \$ 139,988,496        | \$ 10,682,496             |
| Deposits held for others                 | 603,793                      | 1,520,241             | 1,516,386             | 607,648                   |
| Taxes paid in advance                    | 990,426                      | 969,267               | 990,426               | 969,267                   |
| Undistributed taxes to other governments | 482,186                      | 137,966,260           | 136,088,810           | 2,359,636                 |
| Total liabilities                        | <u>\$ 10,820,255</u>         | <u>\$ 282,382,910</u> | <u>\$ 278,584,118</u> | <u>\$ 14,619,047</u>      |

**OTHER SUPPLEMENTARY INFORMATION**

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF RECONCILIATION OF TAX RECEIPTS, DISBURSEMENTS,  
AND PROPERTY TAX RECEIVABLE  
YEAR ENDED JUNE 30, 2010**

|   |    |                          |
|---|----|--------------------------|
| Property taxes receivable, beginning of year    | \$ | 15,030,382               |
| Changes to Tax Roll:                            |    |                          |
| Net taxes charged to Treasurer for fiscal year  |    | 143,154,214              |
| Adjustments:                                    |    |                          |
| Increases in taxes receivable                   |    | 2,336,741                |
| Charge off of taxes receivable                  |    | <u>(2,857,817)</u>       |
| Total receivables prior to collections          |    | 157,663,520              |
| Collections for fiscal year ended June 30, 2010 |    | <u>(139,988,496)</u>     |
| Property taxes receivable, end of year          | \$ | <u><u>17,675,024</u></u> |

|   |      |                          |
|---|------|--------------------------|
| Property taxes receivable as of year end, |      |                          |
| Property taxes receivable by year:        |      |                          |
|   | 2000 | 105,630                  |
|   | 2001 | 109,739                  |
|   | 2002 | 135,341                  |
|   | 2003 | 237,675                  |
|   | 2004 | 293,604                  |
|   | 2005 | 444,631                  |
|   | 2006 | 781,886                  |
|   | 2007 | 1,875,054                |
|   | 2008 | 3,662,017                |
|   | 2009 | <u>10,029,447</u>        |
| Total taxes receivable, net               | \$   | <u><u>17,675,024</u></u> |

|   |    |                           |
|---|----|---------------------------|
| Distribution of collected property taxes: |    |                           |
| Santa Fe County                           |    | 54,683,125                |
| State of New Mexico                       |    | 7,630,788                 |
| Edgewood Soil and Water Conservation      |    | 132,055                   |
| City of Santa Fe                          |    | 6,725,568                 |
| City of Espanola                          |    | 143,819                   |
| Santa Fe Community College                |    | 20,964,474                |
| School Districts                          |    | 48,416,049                |
| El Dorado Water and Sanitation            |    | 938,861                   |
| Livestock                                 |    | 12,782                    |
| Rancho Viejo Improvement District         |    | <u>340,975</u>            |
| Total tax distribution                    | \$ | <u><u>139,988,496</u></u> |

|   |    |                          |
|---|----|--------------------------|
| Property taxes receivable distribution: |    |                          |
| Santa Fe County                         |    | 7,608,600                |
| State of New Mexico                     |    | 938,292                  |
| Edgewood Soil and Water Conservation    |    | 23,637                   |
| City of Santa Fe                        |    | 661,106                  |
| City of Espanola                        |    | 30,394                   |
| Santa Fe Community College              |    | 2,484,862                |
| School Districts                        |    | 5,872,547                |
| El Dorado Water and Sanitation          |    | 35,403                   |
| Livestock                               |    | 11,272                   |
| Rancho Viejo Improvement District       |    | <u>8,911</u>             |
| Total taxes receivable, net             | \$ | <u><u>17,675,024</u></u> |



**STATE OF NEW MEXICO  
SANTA FE COUNTY  
PROPERTY TAX SCHEDULE  
YEAR ENDED JUNE 30, 2010**

| Agency                           | Property Taxes<br>Levied | Collected in<br>Current Year | Collected<br>To-Date  | Distributed in<br>Current Year | Distributed<br>To-Date | Undistributed at<br>Year End | County Receivable<br>at Year End |
|----------------------------------|--------------------------|------------------------------|-----------------------|--------------------------------|------------------------|------------------------------|----------------------------------|
| <b>Santa Fe County:</b>          |                          |                              |                       |                                |                        |                              |                                  |
| County Operational               |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | \$ 247,841,655           | \$ 2,447,449                 | \$ 245,234,603        | \$ 2,362,713                   | \$ 245,149,867         | \$ 84,736                    | \$ 2,607,052                     |
| 2009                             | 43,036,240               | 39,497,468                   | 39,497,468            | 38,940,712                     | 38,940,712             | 556,756                      | 3,538,772                        |
| Total                            | <u>290,877,895</u>       | <u>41,944,917</u>            | <u>284,732,071</u>    | <u>41,303,425</u>              | <u>284,090,579</u>     | <u>641,492</u>               | <u>6,145,824</u>                 |
| County Debt Service              |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | 58,718,034               | 686,698                      | 58,095,901            | 663,121                        | 58,072,324             | 23,577                       | 622,133                          |
| 2009                             | 12,892,153               | 12,051,510                   | 12,051,510            | 11,895,648                     | 11,895,648             | 155,862                      | 840,643                          |
| Total                            | <u>71,610,187</u>        | <u>12,738,208</u>            | <u>70,147,411</u>     | <u>12,558,769</u>              | <u>69,967,972</u>      | <u>179,439</u>               | <u>1,462,776</u>                 |
| <b>Total Santa Fe County</b>     | <b>\$ 362,488,082</b>    | <b>\$ 54,683,125</b>         | <b>\$ 354,879,482</b> | <b>\$ 53,862,194</b>           | <b>\$ 354,058,551</b>  | <b>\$ 820,931</b>            | <b>\$ 7,608,600</b>              |
| <b>State of New Mexico:</b>      |                          |                              |                       |                                |                        |                              |                                  |
| State Debt                       |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | \$ 54,863,430            | \$ 449,786                   | \$ 54,426,044         | \$ 433,972                     | \$ 54,410,230          | \$ 15,814                    | \$ 437,386                       |
| 2009                             | 7,681,908                | 7,181,002                    | 7,181,002             | 7,088,130                      | 7,088,130              | 92,872                       | 500,906                          |
| Total                            | <u>62,545,338</u>        | <u>7,630,788</u>             | <u>61,607,046</u>     | <u>7,522,102</u>               | <u>61,498,360</u>      | <u>108,686</u>               | <u>938,292</u>                   |
| Livestock Board                  |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | 121,126                  | 1,271                        | 113,003               | 1,267                          | 113,000                | 4                            | 8,123                            |
| 2009                             | 14,660                   | 11,511                       | 11,511                | 11,436                         | 11,436                 | 75                           | 3,149                            |
| Total                            | <u>135,786</u>           | <u>12,782</u>                | <u>124,514</u>        | <u>12,703</u>                  | <u>124,436</u>         | <u>79</u>                    | <u>11,272</u>                    |
| <b>Total State of New Mexico</b> | <b>\$ 62,681,124</b>     | <b>\$ 7,643,570</b>          | <b>\$ 61,731,560</b>  | <b>\$ 7,534,805</b>            | <b>\$ 61,622,796</b>   | <b>\$ 108,765</b>            | <b>\$ 949,564</b>                |
| <b>Municipalities:</b>           |                          |                              |                       |                                |                        |                              |                                  |
| City of Santa Fe                 |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | \$ 23,043,532            | \$ 297,503                   | \$ 22,809,527         | \$ 290,353                     | \$ 22,802,378          | \$ 7,150                     | \$ 234,005                       |
| 2009                             | 6,855,166                | 6,428,065                    | 6,428,065             | 6,350,151                      | 6,350,151              | 77,914                       | 427,101                          |
| Total                            | <u>29,898,698</u>        | <u>6,725,568</u>             | <u>29,237,592</u>     | <u>6,640,504</u>               | <u>29,152,529</u>      | <u>85,064</u>                | <u>661,106</u>                   |
| City of Espanola                 |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | 973,215                  | 11,912                       | 960,009               | 11,490                         | 959,587                | 422                          | 13,206                           |
| 2009                             | 149,095                  | 131,907                      | 131,907               | 130,259                        | 130,259                | 1,648                        | 17,188                           |
| Total                            | <u>1,122,310</u>         | <u>143,819</u>               | <u>1,091,916</u>      | <u>141,749</u>                 | <u>1,089,846</u>       | <u>2,070</u>                 | <u>30,394</u>                    |
| <b>Total Municipalities</b>      | <b>\$ 31,021,008</b>     | <b>\$ 6,869,387</b>          | <b>\$ 30,329,508</b>  | <b>\$ 6,782,253</b>            | <b>\$ 30,242,375</b>   | <b>\$ 87,134</b>             | <b>\$ 691,500</b>                |
| <b>School Districts:</b>         |                          |                              |                       |                                |                        |                              |                                  |
| Santa Fe Public Schools          |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | \$ 280,404,341           | \$ 2,343,978                 | \$ 278,273,527        | \$ 2,262,233                   | \$ 278,191,782         | \$ 81,745                    | \$ 2,130,814                     |
| 2009                             | 43,914,472               | 41,128,297                   | 41,128,297            | 40,591,410                     | 40,591,410             | 536,887                      | 2,786,175                        |
| Total                            | <u>324,318,813</u>       | <u>43,472,275</u>            | <u>319,401,824</u>    | <u>42,853,643</u>              | <u>318,783,192</u>     | <u>618,632</u>               | <u>4,916,989</u>                 |
| Espanola Schools                 |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | 5,834,819                | 61,366                       | 5,718,808             | 59,236                         | 5,716,677              | 2,130                        | 116,011                          |
| 2009                             | 621,014                  | 538,680                      | 538,680               | 529,535                        | 529,535                | 9,145                        | 82,334                           |
| Total                            | <u>6,455,833</u>         | <u>600,046</u>               | <u>6,257,488</u>      | <u>588,771</u>                 | <u>6,246,212</u>       | <u>11,275</u>                | <u>198,345</u>                   |
| Pojoaque Schools                 |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | 13,964,698               | 109,544                      | 13,772,006            | 104,495                        | 13,766,956             | 5,049                        | 192,692                          |
| 2009                             | 1,994,462                | 1,787,368                    | 1,787,368             | 1,761,475                      | 1,761,475              | 25,893                       | 207,094                          |
| Total                            | <u>15,959,160</u>        | <u>1,896,912</u>             | <u>15,559,374</u>     | <u>1,865,970</u>               | <u>15,528,431</u>      | <u>30,942</u>                | <u>399,786</u>                   |
| Moriarty Schools                 |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | 14,641,333               | 113,212                      | 14,455,499            | 108,834                        | 14,451,122             | 4,378                        | 185,834                          |
| 2009                             | 2,505,197                | 2,333,604                    | 2,333,604             | 2,315,712                      | 2,315,712              | 17,892                       | 171,593                          |
| Total                            | <u>17,146,530</u>        | <u>2,446,816</u>             | <u>16,789,103</u>     | <u>2,424,546</u>               | <u>16,766,834</u>      | <u>22,270</u>                | <u>357,427</u>                   |
| Santa Fe Community College       |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                        | 130,074,621              | 1,149,711                    | 129,001,595           | 1,109,827                      | 128,961,712            | 39,884                       | 1,073,026                        |
| 2009                             | 21,226,599               | 19,814,763                   | 19,814,763            | 19,551,977                     | 19,551,977             | 262,786                      | 1,411,836                        |
| Total                            | <u>151,301,220</u>       | <u>20,964,474</u>            | <u>148,816,358</u>    | <u>20,661,804</u>              | <u>148,513,689</u>     | <u>302,670</u>               | <u>2,484,862</u>                 |
| <b>Total School Districts</b>    | <b>\$ 515,181,556</b>    | <b>\$ 69,380,523</b>         | <b>\$ 506,824,147</b> | <b>\$ 68,394,734</b>           | <b>\$ 505,838,358</b>  | <b>\$ 985,789</b>            | <b>\$ 8,357,409</b>              |

(Continued)

STATE OF NEW MEXICO  
SANTA FE COUNTY  
PROPERTY TAX SCHEDULE  
YEAR ENDED JUNE 30, 2010  
(Concluded)

| Agency                             | Property Taxes<br>Levied | Collected in<br>Current Year | Collected<br>To-Date  | Distributed in<br>Current Year | Distributed<br>To-Date | Undistributed at<br>Year End | County Receivable<br>at Year End |
|------------------------------------|--------------------------|------------------------------|-----------------------|--------------------------------|------------------------|------------------------------|----------------------------------|
| <b>Special Districts:</b>          |                          |                              |                       |                                |                        |                              |                                  |
| Edgewood Soil & Water Conservation |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                          | \$ 1,090,466             | \$ 6,786                     | \$ 1,077,095          | \$ 6,508                       | \$ 1,076,818           | \$ 278                       | \$ 13,371                        |
| 2009                               | 135,535                  | 125,269                      | 125,269               | 124,317                        | 124,317                | 952                          | 10,266                           |
| Total                              | <u>1,226,001</u>         | <u>132,055</u>               | <u>1,202,364</u>      | <u>130,825</u>                 | <u>1,201,135</u>       | <u>1,230</u>                 | <u>23,637</u>                    |
| Eldorado Water & Sanitation        |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                          | 5,161,868                | 34,086                       | 5,149,944             | 31,331                         | 5,147,189              | 2,755                        | 11,924                           |
| 2009                               | 928,254                  | 904,775                      | 904,775               | 891,391                        | 891,391                | 13,384                       | 23,479                           |
| Total                              | <u>6,090,122</u>         | <u>938,861</u>               | <u>6,054,719</u>      | <u>922,722</u>                 | <u>6,038,580</u>       | <u>16,139</u>                | <u>35,403</u>                    |
| Rancho Viejo Improvement District  |                          |                              |                       |                                |                        |                              |                                  |
| 2000-2008                          | 2,143,354                | 5,937                        | 2,143,354             | 6,274                          | 2,143,690              | (337)                        | -                                |
| 2009                               | 343,949                  | 335,038                      | 335,038               | 332,453                        | 332,453                | 2,585                        | 8,911                            |
| Total                              | <u>2,487,303</u>         | <u>340,975</u>               | <u>2,478,392</u>      | <u>338,727</u>                 | <u>2,476,143</u>       | <u>2,248</u>                 | <u>8,911</u>                     |
| <b>Total Special Districts</b>     | <u>\$ 9,803,426</u>      | <u>\$ 1,411,891</u>          | <u>\$ 9,735,475</u>   | <u>\$ 1,392,274</u>            | <u>\$ 9,715,858</u>    | <u>\$ 19,617</u>             | <u>\$ 67,951</u>                 |
| <b>Grand Total</b>                 | <u>\$ 981,175,196</u>    | <u>\$ 139,988,496</u>        | <u>\$ 963,500,172</u> | <u>\$ 137,966,260</u>          | <u>\$ 961,477,938</u>  | <u>\$ 2,022,236</u>          | <u>\$ 17,675,024</u>             |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS  
JUNE 30, 2010**

|                                 | <u>Account Type</u>     | <u>Total Deposits<br/>with bank</u> | <u>Reconciling<br/>Items</u> | <u>Reconciled<br/>Balance</u> |
|---------------------------------|-------------------------|-------------------------------------|------------------------------|-------------------------------|
| BNY Western Trust               | Money Market            | \$ 3,950,332                        | \$                           | \$ 3,950,332                  |
| BNY Western Trust               | Repurchase agreement    | 2,249,600                           |                              | 2,249,600                     |
| Community Bank                  | Certificate of Deposit  | 250,000                             |                              | 250,000                       |
| First Community Bank            | Certificate of Deposit  | 20,000,000                          |                              | 20,000,000                    |
| First Community Bank            | Checking                | 704,114                             | (33,698)                     | 670,416                       |
| First Community Bank            | Money Market            | 17,608,744                          |                              | 17,608,744                    |
| First Community Bank            | Premium NOW             | 5,030,109                           | (3,436,308)                  | 1,593,801                     |
| First National Bank of Santa Fe | Certificate of Deposit  | 5,000,000                           |                              | 5,000,000                     |
| Guadalupe Credit Union          | Certificate of Deposit  | 250,000                             |                              | 250,000                       |
| Iron Stone Bank                 | Certificate of Deposit  | 250,000                             |                              | 250,000                       |
| LF Financial                    | FHLB                    | 4,494,513                           |                              | 4,494,513                     |
| LF Financial                    | FHLMC                   | 2,000,000                           |                              | 2,000,000                     |
| LF Financial                    | FNMA                    | 1,415,934                           |                              | 1,415,934                     |
| Los Alamos National Bank        | Certificate of Deposit  | 72,940,722                          |                              | 72,940,722                    |
| Los Alamos National Bank        | Savings                 | 66,516,349                          |                              | 66,516,349                    |
| Marq Bank                       | Certificate of Deposit  | 99,000                              |                              | 99,000                        |
| Morgan Keegan                   | FHLB                    | 1,000,000                           |                              | 1,000,000                     |
| Morgan Keegan                   | FNMA                    | 1,000,000                           |                              | 1,000,000                     |
| Mutual Securities               | FHLB                    | 4,489,884                           |                              | 4,489,884                     |
| Mutual Securities               | FHLMC                   | 3,000,000                           |                              | 3,000,000                     |
| Mutual Securities               | FNMA                    | 9,014,017                           |                              | 9,014,017                     |
| NM State Investment Pool        | State Treasurer LGIP    | 1,565,205                           |                              | 1,565,205                     |
| US Bank                         | Money Market            | 1,302,430                           |                              | 1,302,430                     |
| West LB                         | Repurchase Agreement    | 425,905                             |                              | 425,905                       |
| Wells Fargo                     | Certificates of Deposit | 2,766,000                           |                              | 2,766,000                     |
|                                 |                         | <u>\$ 227,322,858</u>               | <u>\$ (3,470,006)</u>        | <u>\$ 223,852,852</u>         |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF PLEDGED COLLATERAL  
JUNE 30, 2010

|  | Community Bank | First Community Bank | First National Bank of Santa Fe | Guadalupe Credit Union | Iron Stone Bank | Los Alamos National Bank | US Bank      | Marq Bank |
|--|----------------|----------------------|---------------------------------|------------------------|-----------------|--------------------------|--------------|-----------|
| <b>Bank Accounts:</b>  |                |                      |                                 |                        |                 |                          |              |           |
| Checking accounts  |                | \$ 5,734,224         |                                 |                        |                 |                          |              |           |
| Savings accounts   |                | 17,608,743           |                                 |                        |                 | 66,516,349               | 1,302,430    |           |
| Certificates of deposit  | 250,000        | 20,000,000           | 5,000,000                       | 250,000                | 250,000         | 72,940,722               |              | 99,000    |
| Total amount of deposits   | 250,000        | 43,342,967           | 5,000,000                       | 250,000                | 250,000         | 139,457,071              | 1,302,430    | 99,000    |
| <b>Less: FDIC coverage</b>   | 250,000        | 250,000              | 250,000                         | 250,000                | 250,000         | 250,000                  | 250,000      | 99,000    |
| Total uninsured public funds   |                | 43,092,967           | 4,750,000                       |                        |                 | 139,207,071              | 1,052,430    |           |
| <b>Collateral requirements (Per 6-10-10 &amp; 6-10-17, NMSA 1978):</b>                   |                |                      |                                 |                        |                 |                          |              |           |
| 50% of uninsured time and demand accounts  |                | 21,546,484           | 2,375,000                       |                        |                 | 69,603,536               | 526,215      |           |
| Total collateral required  |                | 21,546,484           | 2,375,000                       |                        |                 | 69,603,536               | 526,215      |           |
| <b>Pledged collateral:</b>   |                |                      |                                 |                        |                 |                          |              |           |
| FHLB of Dallas, letter of credit number 7654000003                                       |                |                      | 5,000,000                       |                        |                 |                          |              |           |
| FHLB of Dallas, letter of credit number 9313001542                                       |                |                      |                                 |                        |                 | 5,100,000                |              |           |
| FHLB of Dallas, letter of credit number 730001095  |                |                      |                                 |                        |                 | 10,000,000               |              |           |
| FHLB of Dallas, letter of credit number 730001297  |                |                      |                                 |                        |                 | 10,000,000               |              |           |
| FHLB of Dallas, letter of credit number 9313001537                                       |                |                      |                                 |                        |                 | 56,000,000               |              |           |
| FHLB of Dallas, letter of credit number 213001375  |                |                      |                                 |                        |                 | 5,100,000                |              |           |
| FHLB of Dallas, letter of credit number 730001028  |                |                      |                                 |                        |                 | 40,000,000               |              |           |
| FHLB of Dallas, letter of credit number 730001044  |                |                      |                                 |                        |                 | 13,000,000               |              |           |
| FHLMC Callable StepUp, matures August 16, 2012, CUSIP 3128X9XB1                          |                |                      |                                 |                        |                 | 6,528,102                |              |           |
| FHLMC Callable StepUp, matures October 15, 2012, CUSIP 3128X9V72                         |                |                      |                                 |                        |                 | 5,006,001                |              |           |
| DONA ANA BRH CMNTY COLLEGE NM, matures August 1, 2017, CUSIP 257578DH4                   |                | 170,000              |                                 |                        |                 |                          |              |           |
| MBS GNMA I Platinum, matures January 15, 2022, CUSIP 36241KLN6                           |                | 1,892,790            |                                 |                        |                 |                          |              |           |
| GNR 2009-61 TE, matures February 16, 2032, CUSIP 38376FGC0                               |                | 578,653              |                                 |                        |                 |                          |              |           |
| GNR 2007-7 PB, matures June 16, 2032, CUSIP 38375JJB2                                    |                | 154,251              |                                 |                        |                 |                          |              |           |
| GNR 2009-67 GA, matures January 16, 2037, CUSIP 38373AQS8                                |                | 270,710              |                                 |                        |                 |                          |              |           |
| MBS GNMA II 1-Yr Tsy ARM 5/1, matures August 20, 2038, CUSIP 36225ELT7                   |                | 1,044,074            |                                 |                        |                 |                          |              |           |
| GNR 2009-61 NP, matures August 20, 2039, CUSIP 38376FBN1                                 |                | 433,232              |                                 |                        |                 |                          |              |           |
| GNR 2009-67 LA, matures December 16, 2036, CUSIP 38373AYM2                               |                | 4,158,787            |                                 |                        |                 |                          |              |           |
| GNR 2004-11 VG, matures March 16, 2015, CUSIP 38374FPV0                                  |                | 3,516,274            |                                 |                        |                 |                          |              |           |
| GNR 2009-53 AB, matures October 16, 2038, CUSIP 38374VVM8                                |                | 2,452,926            |                                 |                        |                 |                          |              |           |
| GNR 2009-87 PA, matures October 20, 2039, CUSIP 38376KQR5                                |                | 3,031,031            |                                 |                        |                 |                          |              |           |
| GNR 2009-87 PA, matures October 20, 2039, CUSIP 38376KQR5                                |                | 1,818,619            |                                 |                        |                 |                          |              |           |
| MBS GNMA I Platinum, matures July 15, 2018, CUSIP 36241LAZ9                              |                | 4,169,213            |                                 |                        |                 |                          |              |           |
| GNR 2004-28 PB, matures November 20, 2033, CUSIP 38374GCT7                               |                | 597,008              |                                 |                        |                 |                          |              |           |
| GNR 2009-35 KV, matures Junet 20, 2020, CUSIP 38374TM35                                  |                | 6,975,440            |                                 |                        |                 |                          |              |           |
| GNR 2008-58 PA, matures June 16, 2036, CUSIP 38375DLM8                                   |                | 5,721,862            |                                 |                        |                 |                          |              |           |
| GNR 2008-74 CA, matures April 16, 2027, CUSIP 38375XNY6                                  |                | 397,548              |                                 |                        |                 |                          |              |           |
| GNR 2009-53 AB, matures October 16, 2038, CUSIP 38374VVM8                                |                | 598,567              |                                 |                        |                 |                          |              |           |
| GNR 2009-42 MA, matures January 20, 2036, CUSIP 38374UWL1                                |                | 157,500              |                                 |                        |                 |                          |              |           |
| GNR 2009-87 CA, matures January 20, 2033, CUSIP 38376KNR8                                |                | 300,039              |                                 |                        |                 |                          |              |           |
| Total collateral   |                | 38,438,524           | 5,000,000                       |                        |                 | 150,734,103              |              |           |
| Over / (under) secured   | \$             | \$ 16,892,040        | \$ 2,625,000                    | \$                     | \$              | \$ 81,130,567            | \$ (526,215) | \$        |
| <b>Custodial Credit Risk:</b>  |                |                      |                                 |                        |                 |                          |              |           |
| Insured  | \$ 250,000     | \$ 250,000           | \$ 250,000                      | \$ 250,000             | \$ 250,000      | \$ 250,000               | \$ 250,000   | \$ 99,000 |
| Collateralized with securities held by pledging financial institution's trust department |                | 43,092,967           | 4,750,000                       |                        |                 | 139,207,071              |              |           |
| Uninsured and uncollateralized   |                |                      |                                 |                        |                 |                          | 1,052,430    |           |
| Total deposits   | \$ 250,000     | \$ 43,342,967        | \$ 5,000,000                    | \$ 250,000             | \$ 250,000      | \$ 139,457,071           | \$ 1,302,430 | \$ 99,000 |

Location of collateral:  
First Community Bank, Dallas, TX  
Federal Home Loan Bank, Dallas, TX  
Los Alamos National Bank, Los Alamos, NM

STATE OF NEW MEXICO  
SANTA FE COUNTY  
FINANCIAL DATA SCHEDULE  
JUNE 30, 2010

| FDS Line<br>Item No.     | Low Rent<br>Public<br>Housing | Section 8<br>Vouchers | CFP Program       | Stimulus<br>Capital<br>Program | Homes Sales         | Veteran's<br>Affairs<br>Supportive<br>Housing | Total                |
|--------------------------|-------------------------------|-----------------------|-------------------|--------------------------------|---------------------|---|----------------------|
| ASSETS                   |                               |                       |                   |                                |                     |   |                      |
| Current assets:          |                               |                       |                   |                                |                     |   |                      |
| 111.0                    | \$ 1,072,638                  | \$ 253,705            | \$                | \$                             | \$ 4,861,697        | \$ 143,939                                    | \$ 6,331,979         |
| 113.0                    |                               | 753,590               |                   |                                |                     |   | 753,590              |
| 114.0                    | 57,758                        |                       |                   |                                |                     |   | 57,758               |
| 115.0                    |                               | 123,729               |                   |                                |                     |   | 123,729              |
| 122.0                    | 49,667                        |                       | 102,709           |                                |                     |   | 152,376              |
| 125.0                    |                               | 27,301                |                   |                                |                     |   | 27,301               |
| 126.0                    | 220,184                       |                       |                   |                                |                     |   | 220,184              |
| 126.1                    | (98,147)                      |                       |                   |                                |                     |   | (98,147)             |
| 150.0                    | <u>1,302,100</u>              | <u>1,158,325</u>      | <u>102,709</u>    |                                | <u>4,861,697</u>    | <u>143,939</u>                                | <u>7,568,770</u>     |
| Non-current assets:      |                               |                       |                   |                                |                     |   |                      |
| 161.0                    | 699,515                       |                       |                   |                                |                     |   | 699,515              |
| 162.0                    | 6,634,479                     |                       |                   |                                |                     |   | 6,634,479            |
| 164.0                    | 471,791                       |                       |                   |                                |                     |   | 471,791              |
| 166.0                    | (4,113,559)                   |                       |                   |                                |                     |   | (4,113,559)          |
| 160.0                    | <u>3,692,226</u>              |                       |                   |                                |                     |   | <u>3,692,226</u>     |
| 171.0                    |                               |                       |                   |                                | 96,275              |   | 96,275               |
| 180.0                    | <u>3,692,226</u>              |                       |                   |                                | <u>96,275</u>       |   | <u>3,788,501</u>     |
| 190.0                    | <u>4,994,326</u>              | <u>1,158,325</u>      | <u>102,709</u>    |                                | <u>4,957,972</u>    | <u>143,939</u>                                | <u>11,357,271</u>    |
| LIABILITIES              |                               |                       |                   |                                |                     |   |                      |
| Current liabilities:     |                               |                       |                   |                                |                     |   |                      |
| 312.0                    | 91,058                        | 424                   | 868               |                                |                     |   | 92,350               |
| 321.0                    | 15,112                        | 6,629                 |                   |                                |                     |   | 21,741               |
| 341.0                    | 47,096                        |                       |                   |                                |                     |   | 47,096               |
| 342.0                    |                               | 35,440                | 3,297             |                                | 96,275              |   | 135,012              |
| 345.0                    | 4,820                         | 123,729               | 94,722            |                                |                     |   | 223,271              |
| 346.0                    | 22,761                        |                       | 1,372             |                                |                     |   | 24,133               |
| 310.0                    | <u>180,847</u>                | <u>166,222</u>        | <u>100,259</u>    |                                | <u>96,275</u>       |   | <u>543,603</u>       |
| Non-current liabilities: |                               |                       |                   |                                |                     |   |                      |
| 351.0                    |                               |                       |                   |                                |                     |   |                      |
| 350.0                    |                               |                       |                   |                                |                     |   |                      |
| 300.0                    | <u>180,847</u>                | <u>166,222</u>        | <u>100,259</u>    |                                | <u>96,275</u>       |   | <u>543,603</u>       |
| EQUITY                   |                               |                       |                   |                                |                     |   |                      |
| 508.1                    | 3,692,226                     |                       |                   |                                |                     |   | 3,692,226            |
| 511.1                    |                               | 753,590               | 2,450             |                                | 4,861,697           | 143,939                                       | 5,761,676            |
| 512.1                    | 1,121,253                     | 238,513               |                   |                                |                     |   | 1,359,766            |
| 513.0                    | <u>4,813,479</u>              | <u>992,103</u>        | <u>2,450</u>      |                                | <u>4,861,697</u>    | <u>143,939</u>                                | <u>10,813,668</u>    |
| 600.0                    | <u>\$ 4,994,326</u>           | <u>\$ 1,158,325</u>   | <u>\$ 102,709</u> | <u>\$</u>                      | <u>\$ 4,957,972</u> | <u>\$ 143,939</u>                             | <u>\$ 11,357,271</u> |

STATE OF NEW MEXICO  
SANTA FE COUNTY  
FINANCIAL DATA SCHEDULE  
JUNE 30, 2010

| FDS Line<br>Item No.                 |   | Low Rent<br>Public<br>Housing | Section 8<br>Vouchers | CFP Program        | Stimulus<br>Capital<br>Program | Homes Sales | Veteran's<br>Affairs<br>Supportive<br>Housing | Total             |
|--------------------------------------|---|-------------------------------|-----------------------|--------------------|--------------------------------|-------------|---|-------------------|
| OPERATING REVENUES                   |   |                               |                       |                    |                                |             |   |                   |
| 70300                                | Net tenant rental revenue   | \$ 383,027                    |                       |                    |                                |             |   | \$ 383,027        |
| 70600                                | HUD PHA operating grants  | 469,327                       | 2,110,656             | 38,254             |                                |             | 151,371                                       | 2,769,608         |
| 70610                                | Capital grants  |                               |                       | 189,559            | 187,811                        |             |   | 377,370           |
| 71100                                | Investment income - unrestricted                                  | 6,282                         | 4,129                 |                    |                                |             |   | 10,411            |
| 71500                                | Other revenue   | 102,486                       | 85,734                |                    |                                |             |   | 188,220           |
| 70000                                | Total operating revenue   | <u>961,122</u>                | <u>2,200,519</u>      | <u>227,813</u>     | <u>187,811</u>                 |             | <u>151,371</u>                                | <u>3,728,636</u>  |
| EXPENSES                             |   |                               |                       |                    |                                |             |   |                   |
| Administrative:                      |   |                               |                       |                    |                                |             |   |                   |
| 91100                                | Administrative salaries   | 422,035                       | 185,728               | 25,981             |                                |             |   | 633,744           |
| 91200                                | Auditing fees   | 14,000                        | 5,550                 |                    |                                |             |   | 19,550            |
| 91500                                | Employee benefit contributions - administrative                   | 152,526                       | 67,070                | 12,274             |                                |             |   | 231,870           |
| 91600                                | Office expenses   | 24,241                        |                       |                    |                                |             |   | 24,241            |
| Tenant services:                     |   |                               |                       |                    |                                |             |   |                   |
| 92100                                | Tenant salaries   |                               |                       |                    |                                |             |   |                   |
| Utilities:                           |   |                               |                       |                    |                                |             |   |                   |
| 93100                                | Water   | 57,370                        | 3,000                 |                    |                                |             |   | 60,370            |
| 93200                                | Electricity   | 17,727                        | 2,397                 |                    |                                |             |   | 20,124            |
| 93300                                | Gas   | 6,437                         | 2,396                 |                    |                                |             |   | 8,833             |
| 93800                                | Other utilities   | 96,965                        | 2,500                 |                    |                                |             |   | 99,465            |
| Ordinary maintenance and operations: |   |                               |                       |                    |                                |             |   |                   |
| 94200                                | Materials and other   | 66,010                        |                       |                    |                                |             |   | 66,010            |
| 94300                                | Contracts   | 3,324                         |                       |                    |                                |             |   | 3,324             |
| General expenses:                    |   |                               |                       |                    |                                |             |   |                   |
| 96200                                | Other general expenses  | 25,470                        | 19,797                | 206,418            |                                |             |   | 251,685           |
|                                      | Total operating expenses  | <u>886,105</u>                | <u>288,438</u>        | <u>244,673</u>     |                                |             |   | <u>1,419,216</u>  |
| 97000                                | Excess operating revenues over operating expenses                 | <u>75,017</u>                 | <u>1,912,081</u>      | <u>(16,860)</u>    | <u>187,811</u>                 |             | <u>151,371</u>                                | <u>2,309,420</u>  |
| Non-operating expenses:              |   |                               |                       |                    |                                |             |   |                   |
| 97100                                | Extraordinary maintenance   |                               |                       |                    | 187,811                        |             |   | 187,811           |
| 97300                                | Housing assistance payments                                       |                               | 1,742,094             |                    |                                | 7,432       |   | 1,749,526         |
| 97400                                | Depreciation expense  | 186,873                       |                       |                    |                                |             |   | 186,873           |
|                                      | Total non-operating expenses                                      | <u>186,873</u>                | <u>1,742,094</u>      |                    | <u>187,811</u>                 |             | <u>7,432</u>                                  | <u>2,124,210</u>  |
| 90000                                | Total expenses  | <u>1,072,978</u>              | <u>2,030,532</u>      | <u>244,673</u>     | <u>187,811</u>                 |             | <u>7,432</u>                                  | <u>3,543,426</u>  |
| 10000                                | Excess (deficiency) of total revenues over (under) total expenses | <u>\$ (111,856)</u>           | <u>\$ 169,987</u>     | <u>\$ (16,860)</u> | <u>\$</u>                      | <u>\$</u>   | <u>\$ 143,939</u>                             | <u>\$ 185,210</u> |
| MEMO ACCOUNT INFORMATION             |   |                               |                       |                    |                                |             |   |                   |
| 11030                                | Beginning Equity  | 4,925,335                     | 822,116               | 19,310             |                                | 4,861,697   |   |                   |
| 11170                                | Administrative fee equity   |                               | 267,056               |                    |                                |             |   |                   |
| 11180                                | Housing assistance payments equity                                |                               | 757,782               |                    |                                |             |   |                   |
| 11190                                | Unit months available   | 2,388                         | 2,892                 |                    |                                |             | 105   |                   |
| 11210                                | Number of unit months leased                                      | 2,325                         | 2,805                 |                    |                                |             | 10  |                   |

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**SINGLE AUDIT SECTION**



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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Mr. Hector H. Balderas  
New Mexico State Auditor

County Commissioners of the  
State of New Mexico, Santa Fe County

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the General Fund and major special revenue funds and combining and individual funds and related budgetary comparisons presented as supplementary information of Santa Fe County, New Mexico (County), as of and for the year ended June 30, 2010 and have issued our report thereon dated November 11, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Santa Fe County, New Mexico's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Santa Fe County, New Mexico's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Santa Fe County, New Mexico's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above. However, we identified certain deficiencies in internal over financial reporting, described in the accompanying schedule of findings and questioned costs items FS 06-01, FS 07-01, and FS 10-01 that we consider to be significant deficiencies in internal control over financial reporting. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

#### Compliance and Other Matters

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

We also noted certain other matters that are required to be reported pursuant to *Government Auditing Standards* paragraphs 5.14 and 5.16, and pursuant to Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings FS 07-02, FS 10-02, FS 10-03, FS 10-04, and FS 10-05.

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

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

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.  
Certified Public Accountants

November 11, 2010



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

Independent Auditors' Report

Mr. Hector H. Balderas  
New Mexico State Auditor

County Commissioners of the  
State of New Mexico, Santa Fe County

Compliance

We have audited Santa Fe County, New Mexico'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 Santa Fe County, New Mexico's major federal programs for the year ended June 30, 2010. Santa Fe County, New Mexico's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Santa Fe County, New Mexico's management. Our responsibility is to express an opinion on Santa Fe County, New Mexico's compliance based on our audit.

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

In our opinion, Santa Fe County, New Mexico complied, in all material respects, with the 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, 2010.

### Internal Control Over Compliance

Management of Santa Fe County, New Mexico is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Santa Fe County, New Mexico's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Santa Fe County, New Mexico's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

*Heinfeld, Meech & Co., P.C.*

HEINFELD, MEECH & CO., P.C.  
Certified Public Accountants

November 11, 2010

STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2010

| Federal Grantor/Pass-Through<br>Grantor/Program Title   | CFDA<br>Number | Pass-Through<br>Grantor's<br>Number | Expenditures<br>and Transfers | Total<br>Expenditures<br>and Transfers | Subrecipients     |
|---|----------------|-------------------------------------|-------------------------------|--|-------------------|
| <b><u>U.S. Department of Housing and Urban Development</u></b>  |                |                                     |                               |  |                   |
| Direct Programs:  |                |                                     |                               |  |                   |
| Public and Indian Housing   | 14.850         | N/A                                 | \$                            | \$ 469,328                             |                   |
| Section 8 Housing Choice Vouchers   | 14.871         | N/A                                 |                               | 2,030,531                              |                   |
| Veterans Affairs Supportive Housing   | 14.871         | N/A                                 |                               | 7,432                                  |                   |
| CFP Cluster:  |                |                                     |                               |  |                   |
| Public Housing Capital Fund (CFP) - 2008  | 14.872         | N/A                                 | 81,872                        |  |                   |
| Public Housing Capital Fund (CFP) - 2009  | 14.872         | N/A                                 | 162,800                       |  |                   |
| Public Housing Capital Fund Competitive, Recovery Act   | 14.884         | N/A                                 | 187,811                       |  |                   |
| CFP Cluster Total   |                |                                     |                               | <u>432,483</u>                         |                   |
| <b>Total U.S. Department of Housing and Urban Development</b>   |                |                                     |                               | <u>2,939,774</u>                       |                   |
| <b><u>U.S. Department of Justice</u></b>  |                |                                     |                               |  |                   |
| Direct Programs:  |                |                                     |                               |  |                   |
| Law Enforcement Assistance - Narcotics Drug Training  | 16.004         | N/A                                 |                               | 9,237                                  |                   |
| State Criminal Alien Assistance Program   | 16.606         | N/A                                 |                               | 51,805                                 |                   |
| Edward Byrne Memorial Justice Assistance Grant Program  | 16.738         | N/A                                 |                               | 75,565                                 | 48,153            |
| Edward Byrne Memorial Justice Assistance Grant -<br>Grants to Units of Local Government, Recovery Act | 16.804         | N/A                                 |                               | 309,675                                | 202,674           |
| Passed through New Mexico Department of Public Safety:  |                |                                     |                               |  |                   |
| Edward Byrne Memorial Justice Assistance Grant Program  | 16.738         | DPSJAG09-07rev-REGIII               |                               | 73,205                                 |                   |
| Edward Byrne Memorial Justice Assistance Grant -<br>Grants to States and Territories, Recovery Act    | 16.803         | RA-JAG-Region III-SFY10             |                               | 222,937                                |                   |
| Passed through from City of Santa Fe Police Department:   |                |                                     |                               |  |                   |
| Edward Byrne Memorial Justice Assistance Grant Program  | 16.738         | 2007-DD-BX-696                      |                               | 148,307                                |                   |
| <b>Total U.S. Department of Justice</b>   |                |                                     |                               | <u>890,731</u>                         | <u>250,827</u>    |
| <b><u>U.S. Department of Interior</u></b>   |                |                                     |                               |  |                   |
| Direct Program:   |                |                                     |                               |  |                   |
| Water Conservation Field Services Program   | 15.530         | N/A                                 |                               | 18,834                                 |                   |
| Payment in Lieu of Taxes  | 15.226         | N/A                                 |                               | 701,166                                |                   |
| <b>Total U.S. Department of Interior</b>  |                |                                     |                               | <u>720,000</u>                         |                   |
| <b><u>Executive Office of the President</u></b>   |                |                                     |                               |  |                   |
| Direct Program:   |                |                                     |                               |  |                   |
| High Intensity Drug Trafficking Areas Program   | 95.001         | N/A                                 |                               | 274,947                                |                   |
| <b><u>U.S. Department of Agriculture</u></b>  |                |                                     |                               |  |                   |
| Direct Program:   |                |                                     |                               |  |                   |
| Collaborative Forest Restoration  | 10.679         | N/A                                 |                               | 69,766                                 |                   |
| <b><u>U.S. Department of Energy</u></b>   |                |                                     |                               |  |                   |
| Direct Program:   |                |                                     |                               |  |                   |
| Energy Efficiency & Conservation Block Grant, Recovery Act  | 81.128         | N/A                                 |                               | 42,598                                 |                   |
| <b><u>U.S. Department of Transportation</u></b>   |                |                                     |                               |  |                   |
| Passed through New Mexico Department of Transportation:   |                |                                     |                               |  |                   |
| Highway Planning and Construction, Recovery Act   | 20.205         | ECO-9995 (84)                       |                               | 67,160                                 |                   |
| Highway Planning and Construction, Recovery Act   | 20.205         | SB-NM05-001-(02)                    |                               | 3,650                                  |                   |
| State and Community Highway Safety  | 20.600         | 10-AL-K8-91                         |                               | 9,504                                  |                   |
| State and Community Highway Safety  | 20.600         | 09-PT-D5-91                         |                               | 4,521                                  |                   |
| Alcohol Traffic Safety and Drunk Driving Prevention   | 20.601         | 09-AL-K8-091                        |                               | 27,000                                 |                   |
| Safety Incentives to Prevent Operation of Motor Vehicles by<br>Intoxicated Persons                    | 20.605         | 09-PT-06-091                        |                               | 15,840                                 |                   |
| <b>Total U.S. Department of Transportation</b>  |                |                                     |                               | <u>127,675</u>                         |                   |
| <b><u>U.S. Department of Agriculture</u></b>  |                |                                     |                               |  |                   |
| Passed through Department of Finance:   |                |                                     |                               |  |                   |
| Schools and Roads - Grants to Counties  | 10.666         | SRS Title I                         |                               | 69,549                                 |                   |
| Schools and Roads - Grants to Counties  | 10.666         | SRS Title III                       |                               | 24,547                                 |                   |
| Passed through New Mexico Energy, Minerals and Natural Resources Department:                          |                |                                     |                               |  |                   |
| National Forest Foundation  | 10.682         | 10-521-2303-0046                    |                               | 10,134                                 |                   |
| <b>Total U.S. Department of Agriculture</b>   |                |                                     |                               | <u>104,230</u>                         |                   |
| <b><u>U.S. Department of Homeland Security</u></b>  |                |                                     |                               |  |                   |
| Passed through New Mexico Department of Public Safety:  |                |                                     |                               |  |                   |
| State Domestic Preparedness Equipment Support   | 97.004         | N/A                                 |                               | 550,860                                |                   |
| Passed through State Fire Marshall - Hazardous Materials  |                |                                     |                               |  |                   |
| Fire Service Hazardous Materials Preparedness and Response  | 97.093         | 70-0564-0-1-800                     |                               | 7,490                                  |                   |
| <b>Total U.S. Department of Homeland Security</b>   |                |                                     |                               | <u>558,350</u>                         |                   |
| <b><u>U.S. Department of Education</u></b>  |                |                                     |                               |  |                   |
| Passed through New Mexico Department of Education Student Nutrition:                                  |                |                                     |                               |  |                   |
| National School Lunch Program   | 10.555         | N/A                                 |                               | 35,985                                 |                   |
| <b>Total Expenditures of Federal Awards</b>   |                |                                     |                               | <u>\$ 5,764,056</u>                    | <u>\$ 250,827</u> |

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2010**

**NOTE 1 - BASIS OF PRESENTATION**

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Santa Fe County, New Mexico and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

**NOTE 2 - CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS**

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2010 *Catalog of Federal Domestic Assistance*.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**Financial Statements**

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted?        yes   X   no

**Federal Awards**

Internal control over major programs:

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

Type of auditors' report issued on compliance for major programs: Unqualified

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

Identification of major programs:

| <u>CFDA Numbers</u> | <u>Name of Federal Program or Cluster</u>  |
|---------------------|--|
| 14.872, 14.884      | CFP Cluster  |
| 16.738              | Edward Byrne Memorial Justice Assistance Grant Program   |
| 16.804              | Edward Byrne Memorial Justice Assistance Grant – Grants to Units of Local Government, Recovery Act |
| 16.803              | Edward Byrne Memorial Justice Assistance Grant – Grants to States and Territories, Recovery Act    |
| 95.001              | High Intensity Drug Trafficking Areas Program  |

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

Auditee qualified as low-risk auditee?   X   yes        no



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**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

FS 06-01 CONDITION

The County's accounting records included receivable and deferred revenue account balances that required audit adjustments.

CRITERIA

Management of the County is responsible for maintaining complete and accurate accounting records that collectively comprise the County's financial statements and present fairly, in all material respects, the financial position, respective changes in financial position and the respective budgetary comparisons of the County.

EFFECT

Audit adjustments were necessary to properly state the financial statements.

CAUSE

Decentralized accounting without adequate oversight and monitoring by central finance has resulted in transactions not being recorded timely or correctly. In addition, accounting records have not been updated to reflect audit adjustments made in prior years.

RECOMMENDATION

The County should review the accounts recorded in the accounting records and evaluate the balances to determine the portion of the accounts that are a result of errors in prior accounting periods, the portion attributable to uncollectible amounts that require adjustment for the appropriate allowance amount and the portion that should be reported as a receivable and/or deferred revenue account and make the necessary adjustments to the centralized accounting records. The County should continue to train and collaborate with the applicable departments ensure the centralized accounting records are accurate and complete and implement appropriate oversight processes and procedures to monitor the billing, collection and recording of transactions that originate outside central finance.

AGENCY RESPONSE

Much progress has been made on this particular finding. The County has moved forward with regard to centralizing certain staff of County departments within the finance division as well as providing a stronger means of administrative oversight by both the finance and purchasing divisions. It is important to note that the centralization of staff is a Board of County Commissioners (BCC) initiative. Prior to the transition of County Managers, the finance division was able to transition the Accountant Senior from the CSD/housing Division to the finance division. This transition, although resisted initially, has proven to be very successful. Additional pending transition includes staff from the fire division as well as the Corrections Department. The transition of the filled Accountant Senior from Fire and the vacant Finance Manager from Corrections were put on hold for review and approval by the current County Manager (CM).

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 06-01 AGENCY RESPONSE (Concl'd)

Included for your reference is the Accounting Oversight Flowchart that will be used to strengthen the current oversight of all field staff completing financial/budget/purchasing responsibilities. An Accounting Oversight Committee will be created and approved by the County Manager's Office (CMO) or BCC. The committee will be made up of the Accounting Oversight Manager, Budget Administrator, Procurement Manager, A/P Supervisor and a Senior Accountant. Initial training will be provided to all staff for process and job expectation. The committee will maintain internal tracking of compliance per respective employee, noting any non-compliance and findings in each function as well as successes. These findings will be communicated with both the employee and the employee's supervisor and used as a tool for the employee's annual evaluation. This information will also be shared with the CM for discussion with directors. The finance division continues to do annual refresher trainings on all topics to ensure that all procedures are properly followed to eliminate such discrepancies as improper processing/recognition of loan agreements, accounts receivable, etc.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 07-01 CONDITION

The Santa Fe County Assessor's Office was not in compliance with the New Mexico Property Tax Code as noted in the 2010 Assessor Evaluation completed by the Property Tax Division (PTD).

Several instances of noncompliance were cited including:

1. Lack of overall quality control function; and
2. Appraisal cycle that has not been approved by the PTD.

In addition, during our review of specific properties, the following were noted.

1. For 7 of 12, the file was not updated within 30 days of the transfer of property.
2. For 1 of 25, the property was identified as a Warranty Deed in system, however the affidavit states quitclaim.

CRITERIA

The Assessor's Office must comply with requirements set forth by NMSA and the Property Tax Code.

EFFECT

Taxing jurisdictions, including the County could be losing property tax revenues.

CAUSE

The Assessor's Office has not fully updated the Computer Assisted Mass Appraisals (CAMA) system for incomplete and missing historical data.

RECOMMENDATION

The Santa Fe County Commissioners should assess the financial needs of the Assessor's Office and ensure that adequate resources are provided to enable the Office to meet its statutory responsibilities.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

**FS 07-01 AGENCY RESPONSE**

The Office of the Santa Fe County Assessor agrees with the overall finding of non-compliance with the Property Tax Code. The Office continues to conduct limited quality control functions given the amount of available staff. With the help of our IT Department we have begun to use the new CAMA program to generate audit lists to facilitate quality control but the manual research is still being conducted by appraisers and management staff. As we develop and generate timely internal audit reports, and obtain the needed internal audit staff, many of the errors and corrections being generated will be greatly reduced.

The Office of the Santa Fe County Assessor has submitted letters concerning the appraisal cycle to the Property Tax Division for review and approval is pending.

We concur that the seven of twelve deeds sampled were not updated within 30 days of the transfer of property. Ultimately, the property owner is statutorily responsible to report the change in ownership to the County Assessor per (7-36-8) and at a later date came in and delivered a copy of their deed. The County Assessor strives to update files within 24 hours from date of receipt. A date stamping process was recently implemented to ensure timely turnover.

We concur that the one deed in twenty five does in the notes section of the Ascend program clearly state warranty deed rather than quit claim deed. This finding will be addressed based on improving quality control functions as outlined above.

For the past four years the Office of the Santa Fe County Assessor has aggressively pursued the complete compliance of the Property Tax Code. The Santa Fe County Commission in the recent past appropriated additional funding for additional staff, CAMA system with implementation, and capital items as requested to assist with the advancement of the Assessor's office towards compliance with the statutes. In an effort to ensure that the current resources are utilized to maximum benefit, Santa Fe County will be contracting with a consultant to examine processes and work flow in the Office of the Assessor to determine precisely what resources will be needed to fulfill statutory obligations.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 07-02 CONDITION

For 1 of 25 small purchases reviewed for compliance with procurement regulations, only 2 quotes were obtained. In addition, the County maintained debit cards for use in emergency circumstances (e.g. emergency fire supplies).

CRITERIA

The NMAC State Procurement Code Regulation 1.4.1.51 requires that no less than three businesses shall be solicited to submit written quotes. In addition, Laws of 2009, Regular Session, Chapter 28, Section 3, Subsection L states, credit cards should not be used "Except for gasoline credit cards used solely for operation of official vehicles, telephone credit cards used solely for official business".

EFFECT

The County was not in compliance with NMAC State Procurement Code Regulations and the Laws of 2009.

CAUSE

The County did not obtain the third price quote. A mechanism was necessary to allow for emergency supply purchases until such time as the County implements procurement cards.

RECOMMENDATION

The County should take care to ensure procurement regulations and guidelines over credit cards are followed.

AGENCY RESPONSE

The Purchasing Division staff will be instructed to carefully evaluate and audit each service, construction or items of tangible personal property exceeding \$5,000 but not exceeding \$20,000. Assignment will be given to the three Procurement Specialist Seniors, that on a monthly basis an audit on all small purchases will be evaluated for compliance.

The following requirement shall be required. No fewer than three (3) businesses shall be solicited to submit written quotations that are recorded and placed in the procurement file. If three written quotes cannot be obtained, the Department or office shall document the reasons and include that documentation in the procurement file.

Additionally, the County is considering contracting for an internal audit function that could assist to ensure that these deficiencies are eliminated.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

**FS 10-01 CONDITION**

We noted the following during our review of capital assets.

1. Roadway infrastructure assets are maintained and depreciated outside of the capital asset module and there is no detailed supporting documentation for prior year balances.
2. The County has traditionally depreciated projects before they have been completed.
3. The County does not have a process in place to properly value assets at the time of donation.
4. Assets are not depreciated in accordance with the useful life policy adopted (recalculation differences were immaterial).
5. There was not sufficient supporting documentation for prior year accumulated depreciation balances.
6. Proprietary capital asset balances on the trial balance did not agree to the balances in the capital asset module.

**CRITERIA**

2.20.1.1 to 2.20.1.18 NMAC, Accounting and Control of Fixed Assets of State Government. In addition, the County should ensure complete internal controls in accordance with generally accepted accounting principles are in place for capital assets.

**EFFECT**

The County was not in compliance with guidelines over capital assets.

**CAUSE**

Sufficient procedures over the County's capital assets were not in place to ensure reporting and compliance requirements were met.

**RECOMMENDATION**

The County should develop procedures that would ensure accurate tracking and reporting of capital asset accounts.

**AGENCY RESPONSE**

Santa Fe County Roadway Infrastructure Assets have been maintained outside of the capital asset database on detailed Excel spreadsheets by the fixed assets accountant and included in the Financial Statements in prior years by the contracted auditors. In addition, the Roadway Infrastructure Assets have been depreciated in prior years by the contracted auditors. The plan is to enter the Roadway Infrastructure Assets into the capital asset database as of FY2011.

Santa Fe County has traditionally depreciated projects before they were completed. As of the current year – FY2010, projects were depreciated if they were completed or the expected remaining cost to complete was less than \$300,000 (an agreed upon threshold \$ amount with current auditors). Projects that were considered as Construction-in-Progress as of June 30, 2010, were not depreciated. Henceforth, we will continue to only depreciate those projects that have been fully completed.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 10-01 AGENCY RESPONSE (Concl'd)

Santa Fe County donation guidelines are stated under Resolution No. 2007-82, A Resolution for Implementation of a GASB 34/35 Policy & Procedure effective 7/1/2007, IV. A. 2. "Donations will be reported at fair market value at the time of donation." The guideline was used for the current year – FY2010, and will be adhered to and strengthened to add any donated assets to the capital asset database at the fair market value. In addition a planned Fixed Assets Training will be conducted in January 2011; the importance of the process of informing the Finance Division of any received donations will be stressed.

In prior years contracted Auditors documented the depreciation. Staff has always balanced the capital asset module and the trial balance recon to the module was previously completed by audit staff. Santa Fe County is striving to prepare its own financial statements and will complete the fixed asset recon and will ensure that the capital asset balances reflected on the trial balance tie to the capital asset module.



**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 10-02 CONDITION

There is currently an investigation for allegations of theft and fraud involving the Santa Fe County Public Works Department including ethics and conflict of interest violations.

CRITERIA

The County must comply with its ethics policy and establish internal controls over safeguarding public monies when entering into contracts with vendors.

EFFECT

The County is potential out of compliance with its own policies and state regulations.

CAUSE

Sufficient conflict of interest policies and sufficient controls over procurement appear to have been inadequate.

RECOMMENDATION

The County should establish a conflict of interest policy and establish internal controls over compliance with ethics and conflict of interest policies.

AGENCY RESPONSE

Santa Fe County notified the State Auditor's Office of the current investigation for allegations of theft and fraud involving the County's Public Works department. The County has implemented immediate procedures within both the Procurement and Accounts Payable functions. Both functions are now requiring that all departments designate signature authorities and are mandating two signature authorities for requisition and payment processing. If the proper signature authorities have not approved a transaction, that transaction will be rejected. Additionally, the County purchased a standard payment stamp request to be used by all staff when processing payment packages for accounts payable processing. This stamp requires two signatures and designates between the requester and the buyer.

Additional training has been conducted by County fiscal staff to ensure that all staff county-wide understand their role and responsibility specific to the use of public funds. The County also requested and received training from the Office of the State Auditor. The training was mandatory and was delivered to staff as well as the Board of County Commissioners. Additionally, the BCC is considering the creation of an audit committee to assist with additional oversight.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 10-02 AGENCY RESPONSE (Concl'd)

The County also approved an Ordinance specific to the Procurement Policy specifying dollar thresholds, requiring BCC approval for procurements greater than \$100K, and requiring construction management services for any procurement greater than \$250,000. The County also requires that the use of another entities price agreement to procure goods/services be approved by the BCC; such use must also be justified. The County is currently moving in the direction of establishing County price agreements as needed and attempting to eliminate the need to piggyback on another entities price agreement where feasible.

Lastly, the County is considering the creation of an ethics board along with the passing of a proposed ethics ordinance in an effort to eliminate future fraudulent activities.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 10-03 CONDITION

During our review of cash and investments, we noted the following.

1. The County maintains a depository account that is outside the geographical boundary of Santa Fe County.
2. For one bank account the County did not pledge collateral equal to one half the amount of public money in the account.

CRITERIA

1. Section 6-10-10 (B) NMSA requires that the County utilize banking institutions within the geographical boundaries of their respective counties.
2. Section 6-10-17 NMSA 1978 requires that for deposits in banks, savings and loan associations, or credit unions, in an aggregate amount is not equal to one half of the amount of public money in each account.

EFFECT

The County was not in compliance with guidelines over bank accounts.

CAUSE

Sufficient monitoring procedures over the County's bank accounts were not in place for the compliance requirements noted.

RECOMMENDATION

The County should close the account and transfer the funds to a bank within the geographical boundary of Santa Fe County. In addition, collateral should be obtained for the underinsured account.

AGENCY RESPONSE

The County will maintain the investment in the depository account that is outside of the geographical boundary of the County until it matures. This investment will mature prior to the end of FY 2011. The County will ensure that future investments are restricted to the mandated geographical boundary requirement. The finance division will work immediately with the depository institution to ensure that the funds are collateralized at the required amount per both statute and the County's investment policy.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 10-04 CONDITION

New employees hired into positions that did not pay into Social Security did not sign an acknowledgement.

CRITERIA

The Social Security Administration now requires all state and local government employers to disclose to all new employees the fact that their job is not covered by social security if they were hired for a position not covered by social security.

EFFECT

The County was not in compliance with Social Security Administration guidelines and the New Mexico Audit Rule.

CAUSE

The County was not aware of the requirement to obtain a signed acknowledgment from the employee.

RECOMMENDATION

The County should implement a process to obtain a signed acknowledgment from new employees during the hiring process.

AGENCY RESPONSE

The County was not aware of the new legislation [Section 419(c) of Public Law 108-203, the Social Security Protection Act of 2004] requiring State and local government employers to provide a statement to employees hired January 1, 2005 or later in a job not covered under Social Security. The statement explains how a pension from that job could affect future Social Security benefits to which they may become entitled. Upon learning of the deficiency, both the payroll and human resource functions attained and distributed the prescribed form (SSA-1945) to all respective staff for completion and signature. The County has also formulated a process whereby signed acknowledgments from new employees will be attained during the hiring process and kept on file.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS* (Cont'd)**

FS 10-05 CONDITION

The Utilities Fund, an enterprise fund, reported a operating loss of \$855,022 for the year ended June 30, 2010.

CRITERIA

The County should have adequate procedures and controls in place to ensure the business-type activities operate at a break-even level.

EFFECT

The fund is operating at a loss and relies on the general government to subsidize its operations.

CAUSE

Utility rates do not appear to be sufficient to cover operating expenses of the fund.

RECOMMENDATION

The County should review the current billing process and operations of the Utility fund to identify the cause of the operating deficit and determine the processes and procedures needed to operate effectively.

AGENCY RESPONSE

The County is considering transitioning, in FY 2011, the Utilities Fund from that of an Enterprise Fund to a Special Revenue Fund. This transition would be short-term (3-5 years) while the utility develops and grows. The Utilities customer base is currently too small to support the full cost of installing new infrastructure or supporting the full cost of maintaining the existing infrastructure. This infrastructure includes large transmission lines, booster pumps and storage reservoirs. A plan exists at this time to gradually increase the size of the county utilities customer base over the next five years, without adding to the current debt obligations or significantly impacting the cost of operations. The county is also working on adjusting the rate structure on both water and waste water.

**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**SECTION III – FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS**

None reported.

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**STATE OF NEW MEXICO  
SANTA FE COUNTY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED JUNE 30, 2010**

**Status of Prior Year Findings**

Finding No. FS 06-01  
Status: Not corrected.  
See current year FS 06-1.

Finding No. FS 06-02  
Status: Corrected

Finding No. FS 07-01  
Status: Not corrected.  
See current year FS 07-1.

Finding No. FS 07-02  
Status: Partially corrected.  
See current year FS 07-02.

Finding No. 09-01  
Status: Corrected

FINANCIAL STATEMENT PREPARATION

These financial statements were prepared by Heinfeld, Meech & Co., P.C. from the original books and records of the Santa Fe, New Mexico.



**STATE OF NEW MEXICO  
SANTA FE COUNTY  
EXIT CONFERENCE  
YEAR ENDED JUNE 30, 2010**

An exit conference was conducted on November 4, 2010, in a closed meeting, in which the contents of this report were discussed with the following.

**Santa Fe County**

Kathy Holian, County Commissioner  
Harry Montoya, County Commissioner  
Katherine Miller, County Manager  
Teresa Martinez, Finance Director  
Patricio Guerrero-Ortiz, Utilities Director  
Joseph Gutierrez, Community Services Director  
Dodi Salazar, Housing Director  
Domingo P. Martinez, County Assessor  
Victor P. Baca, Deputy Assessor  
Victor A. Montoya, County Treasurer  
Penny Ellis-Green, Assistant County Manager  
Brian Baca, Chief Deputy Treasurer  
Samuel L. Montoya, Account Senior

**Heinfeld, Meech & Co., P.C.**

Corey Arvizu, Partner  
Melissa Spangler, Partner