

STATE OF NEW MEXICO
SOCORRO COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2010

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO

Socorro County

June 30, 2010

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Socorro County

June 30, 2010

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Socorro County

June 30, 2010

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STATE OF NEW MEXICO

Socorro County

Official Roster

June 30, 2010

<u>Name</u>	<u>County Commission</u>	<u>Title</u>
Rosalind F. "Rosie" Tripp		Chair, District I
Daniel P. Monette		Vice-Chair, District IV
Rumaldo J. Griego		Commissioner, District II
Phillip A. Anaya, Jr.		Commissioner, District III
Juan Jose Gutierrez		Commissioner, District V

Elected Officials

Valentin Anaya, Jr.	County Assessor
Audrey Jaramillo	County Clerk
Phillip R. Montoya	County Sheriff
Genevie Baca	County Treasurer

Administrative Officials

Delilah Walsh	County Manager
Roberta Smith	Finance Director
Tina Lujan	Deputy County Treasurer

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FINANCIAL SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget County Manager and County Commissioners Socorro County
Socorro, New Mexico

We were engaged to audit the accompanying financial statements of the governmental activities, each major fund, the budgetary comparisons for the general fund and the major special revenue funds, and the aggregate remaining fund information of Socorro 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 were also engaged to audit the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the major capital projects fund and remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010 as listed in the table of contents. These financial statements are the responsibility of the County's management.

The financial statements do not include the financial data for the County's legally separate component units. Accounting principals generally accepted in the United States of America require the financial data for the component units to be reported with the financial data of the County's primary government unless the County also issued financial statements for the financial reporting entity that includes financial data for its component unit. The County has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net assets, revenues and expenditures of the discretely presented component units would have been reported but the financial data was not available. In addition, the assets, liabilities, fund balances, revenues, and expenditures of the aggregate remaining fund information would have increased or decreased but the financial data was not available.

Because of this omission of the discretely presented component units as discussed above, the financial statements above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the discretely presented component units of the County, as of June 30, 2010, or the changes in financial position thereof for the year then ended.

In addition, the County has not maintained adequate accounting records relating to its property tax receivable, revenues and deferred revenues, or expenses as of and for the year ended June 30, 2010. Evidence supporting property tax assessments, adjustments and collections were not available through the general ledger or County Treasurer's Reports. Furthermore, evidence supporting historical cost of capital assets maintained by the County was not available. We were not able to verify either accumulated depreciation at July 1, 2009 or the depreciation expense for the fiscal year ended June 30, 2010. The County's records do not permit the application of other auditing procedures to its cash, property tax receivable, revenues and deferred revenues, expenses, capital assets, accumulated depreciation, and depreciation expense accounts.

Because we were unable to obtain adequate supporting documentation for the County's property tax receivable, revenues and deferred revenues, expenses, capital assets, accumulated depreciation, and depreciation expense accounts, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the governmental activities, each major fund, or the aggregate remaining fund information of the County, as of June 30, 2010, and the respective changes in financial position thereof and the budgetary comparisons of the general fund and the major special revenue funds for the year then ended. Also, because of the significance of the matters discussed in the preceding paragraph, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the respective financial position of the nonmajor governmental funds of the County as of June 30, 2010 and the respective changes in financial position, and the budgetary comparisons for the major capital projects fund and the remaining nonmajor funds, presented as supplementary information, thereof for the year then ended.

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

The County has not presented the *Management's Discussion and Analysis* that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

We were engaged to conduct an audit for the purpose of forming opinions on the County's basic financial statements, combining and individual fund financial statements, and budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying information listed as supporting Schedules I through III in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Because of the significance of the matters discussed in the preceding paragraphs, the scope of our work was not sufficient to enable us to express, and we do not express an opinion regarding whether schedules I through III or the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements and the remaining nonmajor governmental fund financial statements. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on it.

Accounting + Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 11, 2010

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO

Exhibit A-1

Socorro County
Statement of Net Assets
June 30, 2010

	Governmental Activities
ASSETS	
Current assets	
Cash and cash equivalents	\$ 5,740,798
Investments	3,179,886
Accounts receivable:	
Property taxes	1,555,614
Other taxes	207,162
Intergovernmental	223,964
Other receivables	6,306
Prepaid expenses	165,965
Total current assets	<u>11,079,695</u>
Noncurrent assets	
Restricted investments	287,181
Capital assets	19,769,827
Less: accumulated depreciation	-
Bond issuance costs, net of accumulated amortization	11,026
Total noncurrent assets	<u>20,068,034</u>
Total assets	<u>\$ 31,147,729</u>
LIABILITIES	
Current liabilities	
Accounts payable	\$ 411,268
Accrued payroll	34,681
Current portion of accrued compensated absences	85,229
Accrued interest	17,377
Current portion of long-term obligations	496,423
Total current liabilities	<u>1,044,978</u>
Noncurrent liabilities:	
Noncurrent portion of long-term obligations	3,054,087
Noncurrent portion of accrued compensated absences	14,083
Landfill liability	85,250
Total noncurrent liabilities	<u>3,153,420</u>
Total liabilities	<u>4,198,398</u>
NET ASSETS	
Invested in capital assets, net of related debt	16,219,317
Restricted for:	
Debt service	554,933
Capital projects	224,902
Other purposes - special revenue	2,382,783
Unrestricted	<u>7,567,396</u>
Total net assets	<u>26,949,331</u>
Total liabilities and net assets	<u>\$ 31,147,729</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Statement of Activities
For the Year Ended June 30, 2010

Exhibit A-2

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net Revenue (Expense) and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Primary government:					
Governmental activities:					
General government	\$ 3,747,765	\$ 179,952	\$ 453,719	\$ 62,620	\$ (3,051,474)
Public safety	1,559,717	344,123	849,118	1,213,566	847,090
Culture and recreation	673,719	7,959	777,592	-	111,832
Health and welfare	112,500	-	112,500	-	-
Public works	880,447	186,616	907,453	-	213,622
Interest and other charges	127,056	-	-	-	(127,056)
<i>Total governmental activities</i>	<u>\$ 7,101,204</u>	<u>\$ 718,650</u>	<u>\$ 3,100,382</u>	<u>\$ 1,276,186</u>	(2,005,986)
General revenues:					
Taxes:					
					2,658,638
					1,165,684
					684,851
					130,426
					1,000,074
					151,740
					24,125
					<u>5,815,538</u>
					3,809,552
					<u>23,139,779</u>
					<u>\$ 26,949,331</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Socorro County
Balance Sheet
Governmental Funds
June 30, 2010

	<u>General</u>	<u>Road</u>	<u>Detention Center</u>	<u>Legislative Appropriations</u>
<i>Assets</i>				
Cash and cash equivalents	\$ 2,898,548	\$ 874,265	\$ -	\$ -
Investments	3,179,886	-	-	-
Accounts receivable				
Property taxes	1,555,614	-	-	-
Other taxes	97,353	40,628	43,426	-
Intergovernmental	25,528	25,598	19,317	76,450
Other receivables	2,810	-	3,048	-
Prepays	88,946	5,782	27,919	-
Due from other funds	88,192	-	-	-
	<u>\$ 7,936,877</u>	<u>\$ 946,273</u>	<u>\$ 93,710</u>	<u>\$ 76,450</u>
 <i>Total assets</i>				
	<u>\$ 7,936,877</u>	<u>\$ 946,273</u>	<u>\$ 93,710</u>	<u>\$ 76,450</u>
 <i>Liabilities and fund balance</i>				
<i>Liabilities</i>				
Accounts payable	\$ 125,000	\$ 127,379	\$ 42,011	\$ 31,487
Accrued payroll	22,000	4,306	4,193	-
Deferred revenues				
Property taxes	1,207,497	-	-	-
Due to other funds	-	-	-	88,192
	<u>1,354,497</u>	<u>131,685</u>	<u>46,204</u>	<u>119,679</u>
 <i>Total liabilities</i>				
	<u>1,354,497</u>	<u>131,685</u>	<u>46,204</u>	<u>119,679</u>
 <i>Fund balance:</i>				
Reserved for:				
Prepaid expenses	88,946	5,782	27,919	-
Future debt service payments	-	-	-	-
Unreserved, reported in:				
General fund	6,493,434	-	-	-
Special revenue funds	-	808,806	19,587	-
Debt service funds	-	-	-	-
Capital projects funds	-	-	-	(43,229)
	<u>6,582,380</u>	<u>814,588</u>	<u>47,506</u>	<u>(43,229)</u>
 <i>Total fund balance</i>				
	<u>6,582,380</u>	<u>814,588</u>	<u>47,506</u>	<u>(43,229)</u>
 <i>Total liabilities and fund balance</i>				
	<u>\$ 7,936,877</u>	<u>\$ 946,273</u>	<u>\$ 93,710</u>	<u>\$ 76,450</u>

The accompanying notes are an integral part of these financial statements

Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,967,985	\$ 5,740,798
287,181	3,467,067
-	1,555,614
25,755	207,162
77,071	223,964
448	6,306
43,318	165,965
-	88,192
\$ 2,401,758	\$ 11,455,068

\$ 85,391	\$ 411,268
4,182	34,681
-	1,207,497
-	88,192
89,573	1,741,638

43,318	165,965
287,181	287,181
-	6,493,434
1,539,157	2,367,550
174,398	174,398
268,131	224,902
2,312,185	9,713,430
\$ 2,401,758	\$ 11,455,068

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STATE OF NEW MEXICO

Socorro County

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Assets

June 30, 2010

Exhibit B-1

Page 2 of 2

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

Fund balances - total governmental funds	\$ 9,713,430
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	19,769,827
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	1,207,497
Bond issuance costs, including original issue discounts and premiums are not current financial resources and, therefore, are not reported in the funds	11,026
Certain liabilities, including bonds payable, landfill liabilities and current and long-term portions of accrued compensated absences are not due and payable in the current period and, therefore, are not reported in the funds:	
Accrued interest payable	(17,377)
General obligation and revenue bonds (Note 7)	(1,400,000)
Landfill liability (Notes 7 and 12)	(85,250)
Notes payable (Note 7)	(2,150,510)
Current portion of compensated absences (Note 7)	(85,229)
Long-term portion of compensated absences (Note 7)	(14,083)
	(4,832,449)
Total net assets	\$ 26,949,331

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

STATE OF NEW MEXICO
Socorro County
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2010

	General	Road	Detention Center	Legislative Appropriations
<i>Revenues:</i>				
Taxes:				
Property	\$ 2,349,982	\$ -	\$ -	\$ -
Gross receipts	899,759	-	292,178	-
Gasoline and motor vehicle	146,780	557,219	-	-
Other	1,504	-	-	-
Intergovernmental:				
Federal operating grants	-	609,696	-	-
State operating grants	332,183	376,351	-	-
State capital grants	-	-	-	1,509,852
Payment in lieu of taxes	1,000,074	-	-	-
Charges for services	279,537	-	210,145	-
Investment income	23,431	-	-	-
Miscellaneous	138,080	-	4,879	-
<i>Total revenues</i>	<u>5,171,330</u>	<u>1,543,266</u>	<u>507,202</u>	<u>1,509,852</u>
<i>Expenditures:</i>				
Current:				
General government	3,748,561	-	-	-
Public safety	12,716	-	1,062,949	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	850,281	-	-
Capital outlay	106,614	199,796	3,568	1,456,303
Debt service:				
Principal	5,500	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,873,391</u>	<u>1,050,077</u>	<u>1,066,517</u>	<u>1,456,303</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,297,939</u>	<u>493,189</u>	<u>(559,315)</u>	<u>53,549</u>
<i>Other financing sources (uses):</i>				
Operating transfers in	80,000	-	570,797	32,161
Operating transfers (out)	(957,187)	(24,154)	-	-
Loan proceeds	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(877,187)</u>	<u>(24,154)</u>	<u>570,797</u>	<u>32,161</u>
<i>Net change in fund balances</i>	420,752	469,035	11,482	85,710
<i>Fund balances - beginning of year</i>	<u>6,161,628</u>	<u>345,553</u>	<u>36,024</u>	<u>(128,939)</u>
<i>Fund balance - end of year</i>	<u>\$ 6,582,380</u>	<u>\$ 814,588</u>	<u>\$ 47,506</u>	<u>\$ (43,229)</u>

The accompanying notes are an integral part of these financial statements

Nonmajor Governmental Funds	Total Governmental Funds
\$ 439,471	\$ 2,789,453
13,816	1,205,753
-	703,999
140,500	142,004
205,861	815,557
1,580,452	2,288,986
62,620	1,572,472
-	1,000,074
276,898	766,580
694	24,125
8,781	151,740
2,729,093	11,460,743
11,185	3,759,746
484,052	1,559,717
673,719	673,719
112,500	112,500
30,166	880,447
1,203,155	2,969,436
449,440	454,940
125,537	125,537
3,089,754	10,536,042
(360,661)	924,701
1,394,235	2,077,193
(1,095,852)	(2,077,193)
423,502	423,502
721,885	423,502
361,224	1,348,203
1,950,961	8,365,227
\$ 2,312,185	\$ 9,713,430

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STATE OF NEW MEXICO

Socorro County

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2010

Exhibit B-2

Page 2 of 2

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

Net change in fund balances - total governmental funds	\$	1,348,203
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Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital expenditures		2,969,436
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Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:

Change in deferred revenue related to property taxes receivable		(130,815)
Change in deferred revenue related to other receivables		(419,172)

The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:

Loan proceeds		(423,502)
Amortization of bond issuance cost		(2,173)
Notes payable retirements		199,440
Decrease of landfill liability		5,500
Principal payments on bonds		250,000

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:

Decrease in accrued compensated absences		11,981
Decrease in accrued interest expense		654

Changes in net assets	\$	<u><u>3,809,552</u></u>
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The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO

Exhibit C-1

Socorro County

General Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues:</i>				
Taxes				
Property	\$ 1,922,000	\$ 2,255,439	\$ 2,264,258	\$ 8,819
Gross Receipts	895,000	906,850	906,849	(1)
Gasoline and motor vehicle	135,000	178,688	178,688	-
Other	1,500	1,500	1,435	(65)
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	186,000	280,244	318,405	38,161
State capital grants	-	-	-	-
Payment in lieu of taxes	1,500,000	1,000,074	1,000,074	-
Charges for services	236,200	262,900	280,928	18,028
Investment income	75,000	23,329	23,431	102
Miscellaneous	200	95,310	138,080	42,770
<i>Total revenues</i>	<u>4,950,900</u>	<u>5,004,334</u>	<u>5,112,148</u>	<u>107,814</u>
<i>Expenditures:</i>				
Current				
General government	3,847,440	4,217,151	3,861,811	355,340
Public safety	-	52,000	52,716	(716)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	60,641	112,641	107,014	5,627
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>3,908,081</u>	<u>4,381,792</u>	<u>4,021,541</u>	<u>360,251</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,042,819</u>	<u>622,542</u>	<u>1,090,607</u>	<u>468,065</u>
<i>Other financing sources (uses):</i>				
Operating transfers in	40,000	40,000	80,000	40,000
Operating transfers (out)	(1,001,518)	(1,159,383)	(957,187)	202,196
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(81,301)	496,841	-	(496,841)
<i>Total other financing sources (uses)</i>	<u>(1,042,819)</u>	<u>(622,542)</u>	<u>(877,187)</u>	<u>(254,645)</u>
<i>Net change in fund balances</i>	-	-	213,420	213,420
<i>Fund balances - beginning of year</i>	-	-	5,953,206	5,953,206
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,166,626</u>	<u>\$ 6,166,626</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 213,420
Adjustments to revenue for tax accruals and other miscellaneous revenue accruals				59,182
Adjustments to expenditures for payables, payroll taxes, and other accruals				148,150
Net change in fund balances (GAAP)				<u>\$ 420,752</u>

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

STATE OF NEW MEXICO

Exhibit C-2

Socorro County

Road - Special Revenue Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues:</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross Receipts	-	-	-	-
Gasoline and motor vehicle	516,428	516,428	562,220	45,792
Other	-	-	-	-
Intergovernmental				
Federal operating grants	590,445	590,445	609,696	19,251
Federal capital grants	-	-	-	-
State operating grants	517,079	517,079	376,351	(140,728)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,623,952</u>	<u>1,623,952</u>	<u>1,548,267</u>	<u>(75,685)</u>
<i>Expenditures:</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	1,181,592	1,174,144	816,630	357,514
Capital outlay	390,022	390,022	140,663	249,359
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>1,571,614</u>	<u>1,564,166</u>	<u>957,293</u>	<u>606,873</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>52,338</u>	<u>59,786</u>	<u>590,974</u>	<u>531,188</u>
<i>Other financing sources (uses):</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	(24,154)	(24,154)
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(52,338)	(59,786)	-	59,786
<i>Total other financing sources (uses)</i>	<u>(52,338)</u>	<u>(59,786)</u>	<u>(24,154)</u>	<u>35,632</u>
<i>Net change in fund balances</i>	-	-	566,820	566,820
<i>Fund balances - beginning of year</i>	-	-	307,445	307,445
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 874,265</u>	<u>\$ 874,265</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 566,820
Adjustments to revenue for tax accruals and other miscellaneous revenue accruals				(5,001)
Adjustments to expenditures for payables, payroll taxes, and other accruals				(92,784)
Net change in fund balances (GAAP)				<u>\$ 469,035</u>

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

STATE OF NEW MEXICO

Exhibit C-3

Socorro County

Detention Center - Special Revenue Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues:</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross Receipts	225,000	225,000	248,752	23,752
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	170,000	170,000	240,636	70,636
Investment income	-	-	-	-
Miscellaneous	-	-	1,831	1,831
<i>Total revenues</i>	<u>395,000</u>	<u>395,000</u>	<u>491,219</u>	<u>96,219</u>
<i>Expenditures:</i>				
Current				
General government	-	-	-	-
Public safety	1,138,467	1,108,278	1,058,448	49,830
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	3,200	3,200	3,568	(368)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>1,141,667</u>	<u>1,111,478</u>	<u>1,062,016</u>	<u>49,462</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(746,667)</u>	<u>(716,478)</u>	<u>(570,797)</u>	<u>145,681</u>
<i>Other financing sources (uses):</i>				
Operating transfers in	746,667	746,667	570,797	(175,870)
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	(30,189)	-	30,189
<i>Total other financing sources (uses)</i>	<u>746,667</u>	<u>716,478</u>	<u>570,797</u>	<u>(145,681)</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
Adjustments to revenue for tax accruals and other miscellaneous revenue accruals				15,983
Adjustments to expenditures for payables, payroll taxes, and other accruals				(4,501)
Net change in fund balances (GAAP)				<u>\$ 11,482</u>

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

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STATE OF NEW MEXICO
Socorro County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2010

Exhibit D-1

ASSETS

Cash and cash equivalents	<u>\$ 594,174</u>
<i>Total assets</i>	<u><u>\$ 594,174</u></u>

LIABILITIES

Due to other taxing units	<u>\$ 594,174</u>
<i>Total liabilities</i>	<u><u>\$ 594,174</u></u>

NOTE: This statement should include property taxes receivable due to other taxing entities and the offsetting liability, however, that information is unavailable due to the inadequacies in the County's records.

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

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STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 1. Summary of Significant Accounting Policies

Socorro County (the “County”) is a political subdivision of the State of New Mexico established under the provision of Section 14-14-1 of NMSA, 1978 Compilation and regulated by the Constitution of the State of New Mexico. The County operates under a Board of County Commissioners-manager form of government and provides the following services as authorized by public law: public safety (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

The County is a body politic and corporate under the name and form of government selected by its qualified electors. The County may:

1. Sue or be sued;
2. Enter into contracts and leases;
3. Acquire and hold property, both real and personal;
4. Have a common seal, which may be altered at pleasure;
5. Exercise such other privileges that are incident to corporations of like character or degree that are not inconsistent with the laws of New Mexico.
6. Protect generally the property of its county and its inhabitants;
7. Preserve peace and order within the county; and
8. Establish rates for services provided by the County utilities and revenue-producing projects, including amounts which the governing body determines to be reasonable in the operation of similar facilities.

This summary of significant accounting policies of the County is presented to assist in the understanding of the County’s financial statements. The financial statements and notes are the representation of the County’s management who is responsible for their integrity and objectivity. The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued before or on November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the County’s accounting policies are described below.

A. Financial Reporting Entity

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14 and No. 39. Blended component units, although legally separate entities, are in substance part of the government’s operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body’s ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 1. Summary of Significant Accounting Policies (continued)

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The County does not have any business-type activities.

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

In the government-wide Statement of Net Assets, the governmental column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognize all long-term assets and receivables as well as long-term debt obligations. The County's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

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

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

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. 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 of time, reimbursement and contingencies imposed by the provider are met.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 1. Summary of Significant Accounting Policies (continued)

C. *Measurement focus, basis of accounting, and financial statement presentation (continued)*

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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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, franchise taxes, licenses and interest 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, subject to the availability criterion. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and are subject to the availability criterion. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the County's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the County's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of County facilities, etc., (b) program-specific operating grants, which include revenues received from state and federal sources such as small cities assistance to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state and federal sources to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

The County reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The County does not currently employ indirect cost allocation systems. Depreciation expense should be specifically identified by function and included in the direct expense of each function; the depreciation expense for the period ending June 30, 2010 is \$0 because the County has not accounted for depreciation as required by GAAP. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred, all other grant requirements have been met and the availability criterion have been met.

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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 1. Summary of Significant Accounting Policies (continued)

C. *Measurement focus, basis of accounting, and financial statement presentation* (continued)

Under the requirements of GASB Statement No. 34, the County is required to present certain of its governmental funds as major based upon certain criteria. The major funds presented in the fund financial statements include the following:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Road Special Revenue Fund* is used to account for revenues and expenditures for control of road maintenance. Funding is from state shared revenue. This fund was created by authority of state statutes (see Section 67-4-1, NMSA 1978 Compilation).

The *Detention Center Special Revenue Fund* is used to account for operating, maintaining, constructing, purchasing, furnishing, equipping, rehabilitating, expanding or improving a judicial-correctional or county correctional facility or the grounds of a judicial-correctional or county correctional facility, including acquiring and improving parking lots, landscaping, transporting or extraditing prisoners or for the payment of principal and interest on revenue bonds. The fund was created by authority of state statutes (see Sections 7-20F-1 through 7-20F-12, NMSA 1978).

The *Legislative Appropriations Capital Projects Fund* is used to account for legislative appropriations given to the County for any capital projects, beginning in 2007, in order for the County to track appropriations easier. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

Additionally, the government reports the following fund types:

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

The *Debt Service Funds* account for the servicing of general long-term debt.

Capital Projects Funds account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Fiduciary funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary funds are used to account for the collection and payment of property taxes and special fees to other governmental agencies. The collection and disbursement of inmate funds for the Socorro County Detention Center is also accounted for in fiduciary funds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. *Assets, Liabilities and Net Assets or Equity*

Deposits and Investments: The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

State statutes authorize the County to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Local Government Investment Pool (LGIP)

Investments for the County are reported at fair value.

Receivables and Payables: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting funds and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. In the government-wide and governmental fund financial statements, property taxes are recorded as revenue when levied net of estimated refunds and uncollectable amounts.

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments by November 10th and April 10th. Property taxes uncollected after May 10th are considered delinquent. The taxes attach as an enforceable lien on property as of January 1st.

Prepaid Items: Prepaid expenses include insurance and contract payments to vendors and reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide financial statements and fund financial statements.

Restricted Assets: Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended.

Capital Assets: Capital assets, which include property, plant, equipment, 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. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to 1979), is included as part of the governmental capital assets reported in the government wide statements; however, the County has not included infrastructure and is not compliant with GASB Statement No. 34. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). 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 asset or materially extend assets lives are not capitalized.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

Property, plant, and equipment of the primary government are not depreciated by the County.

Accrued Expenses: Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2010, along with applicable PERA, Social Security Taxes, and Medicare payable.

Deferred Revenues: There are two types of deferred revenue. Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earning process is complete, those assets must be offset by a corresponding liability for deferred revenue (commonly referred to as unearned revenue). The other type of deferred revenue is "unavailable revenue." Under the modified accrual basis of account, it is not enough that revenue has been earned if it is to be recognized as revenue of the current period. It must also be susceptible to accrual (measureable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred revenue. The County has recognized deferred revenue of \$1,207,497 at June 30, 2010.

Compensated Absences: Qualified employees are entitled to accumulate annual leave of ten to thirty days per year according to a graduated leave schedule. The number of days accumulated depends on length of service. Employees may accumulate up to two hundred eighty hours (thirty-five days) of annual leave and carry that leave forward from calendar year to calendar year. Upon termination, employees will be paid for up to two hundred eighty hours of accrued annual leave.

Qualified employees are entitled to accumulate sick leave at a rate of ten days per year. Sick leave can be carried over from year to year at no limitation. Upon termination, employees receive no pay for sick time accumulated. Accrued sick leave greater than two hundred forty hours may be converted to cash at a percentage based upon the number of years the employee has worked for the County.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net assets.

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, will be deferred and amortized over the life of the bonds using the effective interest method or straight-line if the difference is inconsequential for bonds issued after the County implemented GASB Statement No. 34 in FY 2004. For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as an other financing source, net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities and Net Assets or Equity (continued)

Net Assets or Fund Equity: In the fund financial statements, governmental funds report reservations of fund balance that are not available for appropriations or are legally restricted by outside parties for use for a specific purpose, unless use of the separate fund itself communicates the “legal segregation for a specific future use.” Designations of fund balance represent tentative management plans that are subject to change.

Equity Classifications:

Government-Wide Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt:
Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets:
Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets:
All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Interfund Transactions: Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets of the County are prepared prior to June 1 and must be approved by resolution of the County Commissioners, and submitted to the Department of Finance and Administration for State approval. Once the budget has been formally approved, any amendments must also be approved by the County Commissioners and the Department of Finance and Administration. A separate budget is prepared for each fund. Line items within each budget may be over-expended; however, it is not legally permissible to over-expend any budget in total by fund.

These budgets are prepared on the Non-GAAP budgetary basis. Budgetary basis expenditures exclude encumbrances. The budget secures appropriations of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

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

	Excess (deficiency) of revenues over expenditures	
	Original	Final
	Budget	Budget
Budgeted Funds:		
General Fund	\$ 1,042,819	\$ 622,542
Road Special Revenue Fund	\$ 52,338	\$ 59,786
Detention Center Special Revenue Fund	\$ (746,667)	\$ (716,478)
Legislative Appropriations Capital Projects Fund	\$ 560,520	\$ 255,975
Other Governmental Funds	\$ (105,616)	\$ (1,301,334)

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2010 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 3. Deposits and Investments

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, the state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2010.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the County. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized as required by statute.

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments.

According to the Federal Deposit Insurance Corporation (FDIC), public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. However, on October 14, 2008, the FDIC announced a new Transaction Account Guarantee (TAG) Program, that provides depositors' with unlimited coverage through December 31, 2010, for insured depository institutions (IDIs) currently participating in the TAG program, with the possibility of an additional extension of up to 12 months without additional rulemaking, upon a determination by the FDIC's Board of Directors that continuing economic difficulties warrant further extension. With regards to this Transaction Account Guarantee Program, noninterest-bearing checking accounts include Demand Deposit Accounts (DDA's) and any other transaction accounts that have unlimited withdrawals and that cannot earn interest. Also included in this program are low-interest NOW accounts that cannot earn more than 0.5% interest.

Primary Government

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). As of June 30, 2010, \$8,660,840 of the County's bank balance of \$9,700,580 was exposed to custodial credit risk; \$6,123,518 was uninsured but collateralized by collateral held by the pledging bank's trust department, but not in the County's name; and \$2,537,322 was uninsured and uncollateralized at June 30, 2010.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 3. Deposits and Investments (continued)

	<u>Bank of America</u>	<u>First State Bank</u>	<u>Wells Fargo Bank</u>	<u>Total</u>
Amount of deposits	\$ 408,000	\$ 9,002,840	\$ 289,740	\$ 9,700,580
FDIC Coverage	(250,000)	(500,000)	(289,740)	(1,039,740)
Total uninsured public funds	<u>158,000</u>	<u>8,502,840</u>	<u>-</u>	<u>8,660,840</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>158,000</u>	<u>5,965,518</u>	<u>-</u>	<u>6,123,518</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ 2,537,322</u>	<u>\$ -</u>	<u>\$ 2,537,322</u>
Collateral requirement (50% of uninsured funds)	\$ 79,000	\$ 4,251,420	\$ -	\$ 4,330,420
Pledged Collateral	<u>327,652</u>	<u>5,965,518</u>	<u>2,146,246</u>	<u>8,439,416</u>
Over (Under) collateralized	<u>\$ 248,652</u>	<u>\$ 1,714,098</u>	<u>\$ 2,146,246</u>	<u>\$ 4,108,996</u>

The collateral pledged is listed on Schedule I of this report. The types of collateral are limited to direct obligations of the United States Government and all bonds issued by any agency, District, or political subdivision of the State of New Mexico.

Investments

As of June 30, 2010, the County had investments with maturities as follows:

<u>Investment Type</u>	<u>Weighted Average Maturities</u>	<u>Fair Value</u>	<u>Rating</u>
U.S. Treasury MM Mutual Fund	<1 year	<u>\$ 287,181</u>	AAA
		<u>\$ 287,181</u>	

The investments are listed on Schedule II of this report.

Interest Rate Risk – Investments. The County does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 3. Deposits and Investments (continued)

Concentration Credit Risk – Investments. For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the County. The investments in the U.S. Treasury Money Market Mutual Fund represent 100% of the investment portfolio. Since the County only purchases investments with the highest credit rating, the additional concentration is not viewed to be an additional risk by the County. The County’s policy related to concentration credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

The County utilized pooled accounts for their funds. The General, Special Revenue, Capital Projects, and Agency Funds are all in multiple accounts. Separate accounts also exist for Sheriff’s Office confiscated funds.

Reconciliation of Cash, Cash Equivalents, and Investments

Primary Government

Cash and cash equivalents per Exhibit A-1	\$ 5,740,798
Investments per Exhibit A-1	3,179,886
Restricted investments per Exhibit A-1	287,181
Cash - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	594,174
 Total cash, cash equivalents, and investments	 9,802,039
Add: outstanding checks and other reconciling items	190,677
Less: deposits in transit and other reconciling items	(4,625)
Less: investments in U.S. TreasuryMM Mutual Fund	(287,181)
Less: petty cash	(330)
 Bank balance of deposits	 \$ 9,700,580

STATE OF NEW MEXICO
 Socorro County
 Notes to the Financial Statements
 June 30, 2010

NOTE 4. Receivables

Receivables as of June 30, 2010, are as follows:

	<u>General</u>	<u>Road</u>	<u>Detention Center</u>	<u>Legislative Appropriations Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Property taxes	\$ 1,555,614	\$ -	\$ -	\$ -	\$ -	\$ 1,555,614
Other taxes:						
Gross receipts taxes	97,241	-	43,426	-	-	140,667
Gasoline and oil taxes	-	40,628	-	-	-	40,628
Other taxes	112	-	-	-	25,755	25,867
Other receivables:						
Intergovernmental-grants:						
State	15,135	25,598	19,317	76,450	69,378	205,878
Federal	10,393	-	-	-	7,693	18,086
Miscellaneous	2,810	-	3,048	-	448	6,306
Totals by category	<u>\$ 1,681,305</u>	<u>\$ 66,226</u>	<u>\$ 65,791</u>	<u>\$ 76,450</u>	<u>\$ 103,274</u>	<u>\$ 1,993,046</u>

In accordance with GASB Statement No. 33, property tax revenues in the amount of \$1,207,497 that were not collected within the period of availability have been reclassified as deferred revenue in the governmental fund financial statements. All of the above receivables are deemed to be fully collectible.

NOTE 5. Interfund Receivables, Payables, and Transfers

The County records temporary interfund receivables and payables to enable the funds to operate until grant monies are received. The composition of interfund balances during the year ended June 30, 2010 is as follows:

	<u>Due from other funds</u>	<u>Due to other funds</u>
Major Funds		
General Fund	\$ 88,192	\$ -
Legislative Appropriations Capital Projects Fund	-	88,192
Total Governmental Interfund Balances	<u>\$ 88,192</u>	<u>\$ 88,192</u>

All interfund receivables are intended to be repaid within one year.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 5. Interfund Receivables, Payables, and Transfers (continued)

Net operating transfers, made to close out funds and to supplement other funding sources, were as follow:

Transfers Out	Transfers In	Amount
Primary Government		
General Fund	Technology Special Revenue Fund	\$ 248,000
General Fund	Detention Center Special Revenue Fund	570,797
General Fund	Legislative Appropriations Capital Projects Fund	32,161
General Fund	Abeytas Fire Special Revenue Fund	30,000
General Fund	Senior Center Special Revenue Fund	63,717
General Fund	Wildland Grant Special Revenue Fund	10,000
General Fund	NMFA BLM Building Purchase Debt Service Fund	2,512
Road Special Revenue Fund	NMFA Bulldozer Debt Service Fund	24,154
Midway Fire Special Revenue Fund	NMFA Midway Debt Service Fund	6,027
San Antonio Fire Special Revenue Fund	NMFA San Antonio Fire Debt Service Fund	18,934
San Antonio Fire Special Revenue Fund	NMFA San Antonio #3 Pumper Debt Service Fund	25,010
San Antonio Fire Special Revenue Fund	NMFA San Antonio #2 Debt Service Fund	16,253
San Antonio Fire Special Revenue Fund	NMFA San Antonio Fire Station Debt Service Fund	29,449
Veguita Fire Special Revenue Fund	Veguita Fire Debt Service Fund	8,146
Abeytas Fire Special Revenue Fund	NMFA Abeytas Debt Service Fund	7,726
Abeytas Fire Special Revenue Fund	NMFA Abeytas #2 Debt Service Fund	15,698
Abeytas Fire Special Revenue Fund	NMFA Abeytas Fire Pumper/Tanker Debt Service Fund	42,742
Fire Excise Tax Special Revenue Fund	General Fund	80,000
Fire Excise Tax Special Revenue Fund	Hop Canyon Fire Special Revenue Fund	58,000
Fire Excise Tax Special Revenue Fund	Wildland Grant Special Revenue Fund	107,070
Law Enforcement Protection Special Revenue Fund	NMFA Sheriff's Department Vehicles Debt Service Fund	17,658
Property Administration Special Revenue Fund	Property Tax Division Debt Service Fund	19,180
Wildland Grant Special Revenue Fund	Technology Special Revenue Fund	40,000
Hop Canyon Fire Special Revenue Fund	NMFA Hop Canyon Station Debt Service Fund	15,022
NMFA San Antonio Fire Station Debt Service Fund	San Antonio Fire Special Revenue Fund	223,894
NMFA Veguita Fire Station Debt Service Fund	Veguita Fire Special Revenue Fund	242,043
Repair and Replacement Capital Projects Fund	Parks Department Special Revenue Fund	11,000
Repair and Replacement Capital Projects Fund	Technology Special Revenue Fund	112,000
	Total	\$ 2,077,193

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 6. Capital Assets

The following is a summary of capital assets and changes occurring during the year ended June 30, 2010. Land and construction in progress are not subject to depreciation.

Governmental Activities

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010
Capital assets not being depreciated:				
Land	\$ 656,667	\$ -	\$ -	\$ 656,667
Construction in progress	633,986	-	-	633,986
Total capital assets not being depreciated	1,290,653	-	-	1,290,653
Capital assets being depreciated:				
Buildings and improvements	4,519,363	2,969,436	-	7,488,799
Furniture, fixtures and equipment	10,990,375	-	-	10,990,375
Total capital assets being depreciated	15,509,738	2,969,436	-	18,479,174
Less accumulated depreciation:				
Buildings and improvements	-	-	-	-
Furniture, fixtures and equipment	-	-	-	-
Total accumulated depreciation	-	-	-	-
Total capital assets, net of depreciation	\$ 16,800,391	\$ 2,969,436	\$ -	\$ 19,769,827

The County did not maintain an accurate capital asset inventory or disclose non-depreciable assets as of June 30, 2010; as a result, lives, methods and historical cost are not available to record depreciation expense for the year ended June 30, 2010.

NOTE 7. Long-term Debt

During the year ended June 30, 2010, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Due Within One Year
General Obligation Bonds	\$ 1,650,000	\$ -	\$ 250,000	\$ 1,400,000	\$ 275,000
Notes Payables	1,926,448	423,502	199,440	2,150,510	221,423
Landfill Closure and Post-Closure Liability	90,750	-	5,500	85,250	-
Compensated Absences	111,293	73,248	85,229	99,312	85,229
Total Long-Term Debt	\$ 3,778,491	\$ 496,750	\$ 540,169	\$ 3,735,072	\$ 581,652

The associated debt service funds, as identified in the combining statements, are usually used to pay the long-term debt obligations. Typically, the general fund has been used to liquidate the compensated absences.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the Bonds as of June 30, 2010, including interest payments are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2011	\$ 275,000	\$ 63,000	\$ 338,000
2012	275,000	50,625	325,625
2013	275,000	38,250	313,250
2014	275,000	25,855	300,855
2015	300,000	13,500	313,500
	<u>\$ 1,400,000</u>	<u>\$ 191,230</u>	<u>\$ 1,591,230</u>

Bonds outstanding at June 30, 2010, consisted of the following issue:

General Obligation Bonds

1999 General Obligation Bonds, dated June 1, 1999,
principal due June 1, 2000 through 2015 having
approximate yields of 4.50% to 6.00%

\$ 1,400,000

The annual requirements to amortize notes payable as of June 30, 2010, including interest payments are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2011	\$ 221,423	\$ 46,581	\$ 268,004
2012	216,905	39,563	256,468
2013	202,457	36,339	238,796
2014	206,406	32,845	239,251
2015	162,419	29,087	191,506
2016-2020	524,854	98,835	623,689
2021-2025	349,855	52,783	402,638
2026-2030	266,191	17,126	283,317
	<u>\$ 2,150,510</u>	<u>\$ 353,159</u>	<u>\$ 2,503,669</u>

The County has obtained financing from the New Mexico Finance Authority and the State of New Mexico Taxation and Revenue Department for the purposes of 1) acquisition of land for a County Administrative Facility, 2) acquisition of firefighting equipment, and 3) property re-evaluation.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 7. Long-term Debt (continued)

Notes payable outstanding at June 30, 2010, consisted of the following issues:

NM Finance Authority Loan, dated October 17, 2003, principal due May 1, 2004 through 2014 having no yield	\$ 28,590
NM Finance Authority Loan, dated October 17, 2003, principal due May 1, 2004 through 2014 having no yield	63,162
State of New Mexico Taxation and Revenue Loan, dated May 23, 2000, principal due December 31, 2001 through 2015 having approximate yields of 0.00%	30,218
New Mexico Finance Authority, dated March 3, 2006, principal due May 1, 2006 through 2016 having approximate yields of 3.14% to 3.63%	140,203
NM Finance Authority Loan, dated May 19, 2006, principal due May 1, 2007 through 2016 having approximate yields of 3.00%	130,179
New Mexico Finance Authority, dated July 28, 2006, principal due May 1, 2007 through 2027 having approximate yields of 3.28% to 4.18%	232,574
New Mexico Finance Authority, dated February 16, 2007, principal due May 1, 2008 through 2027 having approximate yields of 3.29% to 3.83%	229,130
New Mexico Finance Authority, dated November 16, 2007, principal due November 1, 2008 through 2011 having approximate yields of 0.00%	35,456
New Mexico Finance Authority, dated December 19, 2008, principal due May 1, 2009 through 2014 having approximate yields of 2.18% to 3.58%	86,063
New Mexico Finance Authority, dated January 30, 2009, principal due May 1, 2010 through 2019 having approximate yields of 3.05% to 5.46%	313,352
New Mexico Finance Authority, dated January 30, 2009, principal due May 1, 2010 through 2029 having approximate yields of 1.55% to 5.29%	438,081
New Mexico Finance Authority, dated July 17, 2009, principal due May 1, 2011 through 2030 having approximate yields of 0.24% to 2.41%	349,081
State of New Mexico Taxation and Revenue Loan, dated July 28, 2009, principal due July 1, 2010 through 2014 having approximate yields of 0.00%	<u>74,421</u>
Total Notes Payable	<u>\$ 2,150,510</u>

In prior years, the road and fire special revenue funds were typically used to liquidate long-term liabilities other than bonds which are paid by debt services.

Landfills – The County monitors the closures of three landfills as required by State and Federal laws. During fiscal year June 30, 2010, landfill liabilities decreased \$5,500 from the prior year.

Compensated Absences – Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2010, compensated absences decreased \$11,981 over the prior year accrual.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 8. Risk Management

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries and natural disasters.

Socorro County is a member of and is insured through the New Mexico County Insurance Authority. The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The Authority acts as the common carrier for the State of New Mexico counties. The County pays an annual premium to the Authority based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. The County is not liable for more than the premiums paid.

NOTE 9. Other Required Individual Fund Disclosures

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- A. Deficit fund balance of individual funds. The following fund reflected a deficit fund balance as of June 30, 2010:

Major Funds

Legislative Appropriations Capital Projects Fund	<u>\$ (43,229)</u>
--------------------------------------------------	--------------------

Total Governmental Funds

	<u><u>\$ (43,229)</u></u>
--	---------------------------

The County incurred more expenditures than revenues received in this fund in the current year. The County anticipates this fund balance will not be in a deficit state in subsequent years.

- B. Excess of expenditures over appropriations. There were not any funds with expenditures in excess of appropriations for the year ended June 30, 2010:
- C. Designated cash appropriations in excess of available balances. The following fund exceeded approved budgetary authority for the year ended June 30, 2010:

	Designated Cash	Beginning Year Cash & AR Available	Cash Appropriation in excess of available balances
Senior Center Special Revenue Fund	\$ 62,187	\$ 34,853	\$ (27,334)

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 10. PERA Pension Plan

Plan Description. Substantially all of Socorro County's full-time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978.) The Public Employee Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits, and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, P.O. Box 2123, Santa Fe, New Mexico 87504-2123. The report is also available on PERA's website at www.pera.state.nm.us

Funding Policy. Plan members are required to contribute the following percentages of their gross salary: 7.0% for law enforcement and fire protection employees; and 9.15% for county employees. The County was required to contribute the following percentages of the gross covered salary: 15.0% for law enforcement and fire protection plan members; and 9.15% for municipal plan members. The contribution requirements of plan members and Socorro 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 ending June 30, 2010, 2009 and 2008 were \$258,179, \$238,501, and \$217,413, respectively.

NOTE 11. Post-Employment Benefit

Socorro County did not participate in the Retiree Health Care Plan provided under the Retiree Health Care Act (10-7c-1 to 10-7c-17, NMSA 1978) during the year ended June 30, 2010.

NOTE 12. Landfill Closure and Post-Closure Care Costs

State and federal laws and regulations require that Socorro County place a final cover on its landfills and perform certain maintenance and monitoring functions at the landfill sites for thirty years after closure. The landfills were closed in 1995 and 1996. The recognition of post-closure care costs for these landfills are based on the Closure and Post-Closure Plan prepared by Engineers, Inc., Socorro, NM prior to the closing of each of the landfills. An expense provision and related liability have been recognized based on the estimated post-closure care costs. The original estimated post-closure cost was \$165,000. The post-closure period was estimated at thirty years beginning in 1996. Because of 1) changes in regulations, 2) the necessary maintenance and monitoring functions, and 3) the assumption upon which the post closure costs are estimated, the actual liability and costs may differ from the estimated liability and costs. The liability for the post-closure costs as reflected in the government-wide financial statements is \$85,250 which is an estimate of the remaining liability through June 30, 2010 for post-closure costs.

NOTE 13. Contingent Liabilities

The County is party to various claims and lawsuits arising in the normal course of business. The County is insured through the New Mexico County Insurance Authority. In the opinion of management, the outcome of these matters will not have a material effect on the financial position of the County.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 14. Commitments

The County's commitments as of June 30, 2010 are as follows:

<u>Project</u>	<u>Year Ending</u>	<u>Amount</u>
Annex Building	2011	\$ 12,112
County Road 91	2011	151,474
Government Center	2011	8,938
Magdalena Parking Lot	2011	23,853
Parks Improvement	2011	78,052
Polvadera CDBG	2011	436,726
Polvadera Lemitar Water Project	2011	71,722
Sabinal Community Center	2011	13,716
Senior Center Equipment	2011	66,700
Tire Grant	2011	44,730
Veguita Fire Station	2011	298,553
Veguita Health Center	2011	298,553
Veguita Parking Lot	2011	20,659
Total commitments		<u>\$ 1,525,788</u>

NOTE 15. Joint Powers Agreements

Routine Maintenance and Roadwork of County Road

Participants	Socorro County Sierra County
Responsible Party	Both Counties
Description	Routine maintenance of and roadwork for Socorro County road 250 and Sierra County road 33 by the other County.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Not estimated
Audit Responsibility	None

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2010

NOTE 15. Joint Powers Agreements (continued)

Periodic Maintenance of Village Roads

Participants	Socorro County Village of Magdalena
Responsible Party	Socorro County
Description	Periodic maintenance of the Village of Magdalena's unpaved streets and other needs.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Not estimated
Audit Responsibility	None

NOTE 16. Restricted Net Assets

The government-wide statement of net assets reports \$3,162,618 of restricted net assets, all of which is restricted by enabling legislation. For descriptions of the related enabling legislation for special revenue, debt service, and capital projects funds, see pages 36, and 57-59.

NOTE 17. Subsequent Events

The County closed on an NMFA loan on August 20, 2010 in the amount of \$1,445,000 in order to refinance the outstanding G.O. Bond Principal. Payments for this loan are not due until the 2011 fiscal year. Payments for this loan will be made through the Debt Service Fund by way of transfers from the General Fund.

The date to which events occurring after June 30, 2010, the date of the most recent statement of net assets, have been evaluated for possible adjustment to the financial statements or disclosures is November 11, 2010, which is the date on which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

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STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Funds
June 30, 2010

SPECIAL REVENUE FUNDS

Forest Reserve Title III - To account for the funds received for forest reserve school purposes fund, expenditure for roads and building of roads. This fund was created by authority of 6-11-3, NMSA 1978.

Farm and Range Improvement – To account for the operations and maintenance of county-owned recreation facilities. Financing is provided by the County's share of cigarette tax. State law requires the use of these cigarette taxes to be used for recreation purposes. The authority to create this fund was given by 6-11-6 NMSA 1978.

Recreation Fund - To account for revenues received from the County and Municipality Recreational Fund which should be used for recreational facilities and salaries of instructors and other employees necessary for the operation of recreation facilities for the use of all persons, including juveniles and elderly. Funds are provided by the State shared cigarette tax. The fund was created by 7-12-15, NMSA 1978.

Fire District Funds - To account for state funds received and expenditures incurred in providing fire protection to residents of Midway, San Antonio, Veguita, Abeytas, La Joya and Hop Canyon. The authority to create this fund was given by 59A-53-1, NMSA 1978.

EMS (Emergency Medical Service) Funds - To account for revenues, grants received, and expenditures incurred in providing and enhancing local emergency and trauma medical services to residents of Alamo, VLA, Midway, and San Antonio. The authority to create this fund was given by 24-10A-6, NMSA 1978.

Hospital – The Statewide Health Care Act (Chapter 27, Article 10 NMSA 1978) requires counties to contribute to the *County-supported Medicaid Fund* in amounts equivalent to an imposition of a county-wide gross receipts tax at the rate of one-sixteenth of one percent. Each county's obligation may be met by imposition of the *County Health Care Gross Receipts Tax*. These funds are intercepted directly by the State for the benefit of New Mexico Human Services Department. No proceeds or expenditures pass directly through this fund, it is for recorded purposes only. The authority to create this fund was given by 7-20E-18, NMSA 1978.

Fire Excise Tax - To account for funds received pursuant to the County's Fire Excise Ordinance as authorized by New Mexico Statute 7-20E-15. Funds are used to supplement the County's fire districts and cannot be used to pay salaries, compensation or remuneration to any employee of the State, County or Independent Fire District.

Law Enforcement Protection - To account for planning, training and purchasing equipment to enhance the efficiency and effectiveness of law enforcement services. The authority to create this fund was given by 29-13-1 to 9, NMSA 1978.

Property Administration - To account for fees received and expenditures incurred for the County Assessor's office. Fees received are one percent of the property taxes collected. The authority to create this fund was given by 7-38-38.1, NMSA 1978.

Technology – This fund is used for the sole purpose of improving Socorro County's technology throughout the county. Items funded include new software for the Assessor's office and a new phone system for the County. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

Clerk Filing Fees - To account for the two dollar fee assessed on each recorded document in the County Clerk's office. Proceeds are used to purchase and maintain equipment used for recording and reproducing documents. The authority to create this fund was given by 14-8-12.2, NMSA 1978.

DWI Grant – To account for revenues, grants received, and expenditures incurred in providing DWI program activities to residents of Socorro County including: (1) prevention, (2) Teen Court, (3) screening, assessment, and supervised probation, and (4) intensive outpatient treatment. The authority to create this fund was given by 31-12-7, NMSA 1978.

Parks Department – To account for the funds used in the operation of, and ongoing improvements to, Socorro County parks. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Funds
June 30, 2010

SPECIAL REVENUE FUNDS (continued)

Senior Center – To account for funds used to provide feeding of senior citizens, senior companion program and other senior citizens services. Funding is provided by Federal and State grants. The authority to create this fund was given by Chapter 354, NMSA 1978.

Wildland Grant – To account for funds received for protecting and preserving the County's surrounding wildland areas. This fund is administered by the County Fire Marshall's Office.

Telecommunications Fund – To account for funds received and expended for reviewing and analyzing applications for wireless telecommunications facilities within the County. The authority to create this fund was given by 63-9F-12, NMSA 1978.

DEBT SERVICE FUNDS

General Obligation Bond - The General Obligation Bond Fund is used to account for Property Taxes collected and Gross Receipts Taxes intercepted to be used to reduce the County's outstanding G.O. Bond issue. The G.O. Bonds issue was authorized by Socorro County Resolution 99-032.

NMFA Fire District Funds - To account for funds received from NMFA for the purchase of equipment and/or construction/remodeling of buildings for fire Districts throughout the County. The outstanding loans serviced by these funds are San Antonio Fire, Abeytas Fire, Midway, San Antonio #3 Pumper, San Antonio #2, Veguita, Abeytas #2, Hop Canyon Station, San Antonio Fire Station, Abeytas Fire Pumper/Tanker, and Veguita Fire Station.

NMFA BLM Building Purchase – To account for funds received from NMFA for the balance due on the purchase of the Socorro County Annex Building. Locally known as the old BLM (Bureau of Land Management) Building.

NMFA Sheriff's Department Vehicles – To account for funds received from NMFA to reimburse the General Fund for the purchase of six vehicles for the Sheriff's office.

NMFA Bulldozer – To account for a NMFA loan to pay the balance due on the purchase of the Socorro County Caterpillar bulldozer.

Property Tax Division Funds – To account for PTD Loans used for the purchase of equipment and vehicles for valuation maintenance in Socorro County. The only revenue for these loans are the initial proceeds. Expenditures are limited to annual principal payments. The maturity dates for these loans are July 1, 2015 and January 31, 2011.

CAPITAL PROJECTS FUNDS

Rio Abajo Library - Socorro County is the fiscal intermediary for two GO Bonds awarded in 2004 and 2006 by the New Mexico State Library. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

Northern Medical Center – To account for legislative funds received for the construction of a medical center in the northern part of the County. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

Repair and Replacement Fund – To account for funds for the repair or replacement of County equipment, infrastructure, and buildings. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

Sabinal and Abeytas Center Fund – To account for legislative funds received to plan, design, construct, and equip a Community Center in Abeytas in Socorro County. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Funds
June 30, 2010

CAPITAL PROJECTS FUNDS (continued)

Alamo Water Improvement Project – To account for legislative funds received for the construction and improvement of wells and water delivery systems for the Alamo Chapter of the Navajo Nation. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Special Revenue			
	Forest Reserve Title III	Farm and Range Improvement	Recreation Fund	Midway Fire
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 206,685	\$ 22,441	\$ 8,451	\$ 28,439
Investments	-	-	-	-
Accounts receivable				
Other taxes	-	-	56	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Prepays	-	-	-	5,541
	<u>\$ 206,685</u>	<u>\$ 22,441</u>	<u>\$ 8,507</u>	<u>\$ 33,980</u>
<i>Total current assets</i>	<u>\$ 206,685</u>	<u>\$ 22,441</u>	<u>\$ 8,507</u>	<u>\$ 33,980</u>
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 762	\$ 34
Accrued payroll	-	-	-	-
	<u>-</u>	<u>-</u>	<u>762</u>	<u>34</u>
<i>Total current liabilities</i>	<u>-</u>	<u>-</u>	<u>762</u>	<u>34</u>
<i>Fund balances</i>				
Reserved for:				
Prepaid expenses	-	-	-	5,541
Future debt service payments	-	-	-	-
Unreserved, reported in:				
Special revenue funds	206,685	22,441	7,745	28,405
Debt service funds	-	-	-	-
Capital projects funds	-	-	-	-
	<u>206,685</u>	<u>22,441</u>	<u>7,745</u>	<u>33,946</u>
<i>Total fund balances</i>	<u>206,685</u>	<u>22,441</u>	<u>7,745</u>	<u>33,946</u>
	<u>\$ 206,685</u>	<u>\$ 22,441</u>	<u>\$ 8,507</u>	<u>\$ 33,980</u>
<i>Total liabilities and fund balances</i>	<u>\$ 206,685</u>	<u>\$ 22,441</u>	<u>\$ 8,507</u>	<u>\$ 33,980</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

San Antonio Fire	Veguita Fire	Abeytas Fire	La Joya Fire	Alamo EMS	Hospital
\$ 61,640	\$ 130,048	\$ 27,312	\$ 81,072	\$ 13,361	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
984	-	-	-	-	-
-	213	-	-	-	-
6,242	3,712	6,589	4,716	-	-
<u>\$ 68,866</u>	<u>\$ 133,973</u>	<u>\$ 33,901</u>	<u>\$ 85,788</u>	<u>\$ 13,361</u>	<u>\$ -</u>
\$ 1,596	\$ 20,685	\$ 2	\$ 2	\$ -	\$ -
-	-	-	-	-	-
<u>1,596</u>	<u>20,685</u>	<u>2</u>	<u>2</u>	<u>-</u>	<u>-</u>
6,242	3,712	6,589	4,716	-	-
-	-	-	-	-	-
61,028	109,576	27,310	81,070	13,361	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>67,270</u>	<u>113,288</u>	<u>33,899</u>	<u>85,786</u>	<u>13,361</u>	<u>-</u>
<u>\$ 68,866</u>	<u>\$ 133,973</u>	<u>\$ 33,901</u>	<u>\$ 85,788</u>	<u>\$ 13,361</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Special Revenue			
	Fire Excise Tax	Law Enforcement Protection	Property Administration	Technology
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 211,293	\$ -	\$ 127,610	\$ 377,786
Investments	-	-	-	-
Accounts receivable				
Other taxes	25,699	-	-	-
Intergovernmental	-	5,844	-	-
Other receivables	-	-	-	-
Prepays	-	-	-	-
<i>Total current assets</i>	<u>\$ 236,992</u>	<u>\$ 5,844</u>	<u>\$ 127,610</u>	<u>\$ 377,786</u>
 LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 2,483	\$ 10,868
Accrued payroll	-	-	-	-
<i>Total current liabilities</i>	<u>-</u>	<u>-</u>	<u>2,483</u>	<u>10,868</u>
 <i>Fund balances</i>				
Reserved for:				
Prepaid expenses	-	-	-	-
Future debt service payments	-	-	-	-
Unreserved, reported in:				
Special revenue funds	236,992	5,844	125,127	366,918
Debt service funds	-	-	-	-
Capital projects funds	-	-	-	-
<i>Total fund balances</i>	<u>236,992</u>	<u>5,844</u>	<u>125,127</u>	<u>366,918</u>
<i>Total liabilities and fund balances</i>	<u>\$ 236,992</u>	<u>\$ 5,844</u>	<u>\$ 127,610</u>	<u>\$ 377,786</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

VLA EMS	Clerk Filing Fees	DWI Grant	Parks Department	Senior Center	Wildland Grant
\$ 4,711	\$ 56,108	\$ 76,865	\$ 5,204	\$ -	\$ 49,305
-	-	-	-	-	-
-	-	-	-	-	-
-	-	21,852	-	30,672	17,719
-	-	-	-	-	-
-	-	-	-	7,416	3,567
<u>\$ 4,711</u>	<u>\$ 56,108</u>	<u>\$ 98,717</u>	<u>\$ 5,204</u>	<u>\$ 38,088</u>	<u>\$ 70,591</u>
\$ -	\$ -	\$ 9,634	\$ -	\$ 2,807	\$ 27,140
-	-	1,110	-	3,072	-
-	-	10,744	-	5,879	27,140
-	-	-	-	7,416	3,567
-	-	-	-	-	-
4,711	56,108	87,973	5,204	24,793	39,884
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,711</u>	<u>56,108</u>	<u>87,973</u>	<u>5,204</u>	<u>32,209</u>	<u>43,451</u>
<u>\$ 4,711</u>	<u>\$ 56,108</u>	<u>\$ 98,717</u>	<u>\$ 5,204</u>	<u>\$ 38,088</u>	<u>\$ 70,591</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Special Revenue		Debt Service	
	Telecommunications Fund	Hop Canyon Fire	General Obligation Bond	NMFA San Antonio Fire
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 21,055	\$ 16,305	\$ 174,398	\$ -
Investments	-	-	-	23
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Prepays	-	5,535	-	-
<i>Total current assets</i>	<u>\$ 21,055</u>	<u>\$ 21,840</u>	<u>\$ 174,398</u>	<u>\$ 23</u>
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ 9,378	\$ -	\$ -
Accrued payroll	-	-	-	-
<i>Total current liabilities</i>	<u>-</u>	<u>9,378</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Reserved for:				
Prepaid expenses	-	5,535	-	-
Future debt service payments	-	-	-	23
Unreserved, reported in:				
Special revenue funds	21,055	6,927	-	-
Debt service funds	-	-	174,398	-
Capital projects funds	-	-	-	-
<i>Total fund balances</i>	<u>21,055</u>	<u>12,462</u>	<u>174,398</u>	<u>23</u>
<i>Total liabilities and fund balances</i>	<u>\$ 21,055</u>	<u>\$ 21,840</u>	<u>\$ 174,398</u>	<u>\$ 23</u>

The accompanying notes are an integral part of these financial statements

Debt Service

NMFA Abeytas Fire	NMFA Midway	NMFA San Antonio #3 Pumper	NMFA San Antonio #2	NMFA Veguita	NMFA Abeytas #2
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
10	8	22,292	20	3	17,494
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 10</u>	<u>\$ 8</u>	<u>\$ 22,292</u>	<u>\$ 20</u>	<u>\$ 3</u>	<u>\$ 17,494</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10	8	22,292	20	3	17,494
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>10</u>	<u>8</u>	<u>22,292</u>	<u>20</u>	<u>3</u>	<u>17,494</u>
<u>\$ 10</u>	<u>\$ 8</u>	<u>\$ 22,292</u>	<u>\$ 20</u>	<u>\$ 3</u>	<u>\$ 17,494</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Debt Service			
	NMFA Hop Canyon Station	NMFA BLM Building Purchase	NMFA Sheriff's Department Vehicles	NMFA Bulldozer
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Investments	16,705	19,399	17	16,550
Accounts receivable				
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Prepays	-	-	-	-
<i>Total current assets</i>	<u>\$ 16,705</u>	<u>\$ 19,399</u>	<u>\$ 17</u>	<u>\$ 16,550</u>
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
<i>Total current liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Reserved for:				
Prepaid expenses	-	-	-	-
Future debt service payments	16,705	19,399	17	16,550
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Debt service funds	-	-	-	-
Capital projects funds	-	-	-	-
<i>Total fund balances</i>	<u>16,705</u>	<u>19,399</u>	<u>17</u>	<u>16,550</u>
<i>Total liabilities and fund balances</i>	<u>\$ 16,705</u>	<u>\$ 19,399</u>	<u>\$ 17</u>	<u>\$ 16,550</u>

The accompanying notes are an integral part of these financial statements

Debt Service			Capital Projects		
NMFA San Antonio Fire Station	NMFA Abeytas Fire Pumper/Tanker	NMFA Veguita Fire Station	Property Tax Division	Property Valuation Loan	Rio Abajo Library
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
58,597	33,997	102,066	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 58,597</u>	<u>\$ 33,997</u>	<u>\$ 102,066</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
58,597	33,997	102,066	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 58,597</u>	<u>\$ 33,997</u>	<u>\$ 102,066</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Capital Projects		
	Northern Medical Center	Repair and Replacement	Sabinal and Abeytas Center
ASSETS			
<i>Current assets</i>			
Cash and cash equivalents	\$ -	\$ 267,213	\$ 683
Investments	-	-	-
Accounts receivable			
Other taxes	-	-	-
Intergovernmental	-	-	-
Other receivables	-	235	-
Prepays	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total current assets</i>	<u>\$ -</u>	<u>\$ 267,448</u>	<u>\$ 683</u>
LIABILITIES AND FUND BALANCES			
<i>Current liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total current liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Reserved for:			
Prepaid expenses	-	-	-
Future debt service payments	-	-	-
Unreserved, reported in:			
Special revenue funds	-	-	-
Debt service funds	-	-	-
Capital projects funds	-	267,448	683
	<u>-</u>	<u>267,448</u>	<u>683</u>
<i>Total fund balances</i>	<u>-</u>	<u>267,448</u>	<u>683</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 267,448</u>	<u>\$ 683</u>

The accompanying notes are an integral part of these financial statements

<u>Capital Projects</u>		<u>Total</u>
Alamo Water		Nonmajor
Improvement		Funds
Project		
\$ -	\$	1,967,985
-		287,181
-		25,755
-		77,071
-		448
-		43,318
<u>\$ -</u>	<u>\$</u>	<u>2,401,758</u>

\$ -	\$	85,391
-		4,182
<u>-</u>		<u>89,573</u>

-		43,318
-		287,181
-		1,539,157
-		174,398
<u>-</u>		<u>268,131</u>
<u>-</u>		<u>2,312,185</u>
<u>\$ -</u>	<u>\$</u>	<u>2,401,758</u>

STATE OF NEW MEXICO
Socorro County
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2010

	Special Revenue			
	Forest Reserve Title III	Farm and Range Improvement	Recreation Fund	Midway Fire
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	754	-
Intergovernmental:				
Federal operating grants	85,408	22,452	-	-
State operating grants	-	-	-	51,654
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>85,408</u>	<u>22,452</u>	<u>754</u>	<u>51,654</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	18,784
Culture and recreation	-	21,000	762	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>21,000</u>	<u>762</u>	<u>18,784</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>85,408</u>	<u>1,452</u>	<u>(8)</u>	<u>32,870</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	(6,027)
Loan proceeds	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,027)</u>
<i>Net change in fund balances</i>	85,408	1,452	(8)	26,843
<i>Fund balances - beginning of year</i>	<u>121,277</u>	<u>20,989</u>	<u>7,753</u>	<u>7,103</u>
<i>Fund balances - end of year</i>	<u>\$ 206,685</u>	<u>\$ 22,441</u>	<u>\$ 7,745</u>	<u>\$ 33,946</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

San Antonio Fire	Veguita Fire	Abeytas Fire	La Joya Fire	Alamo EMS	Hospital
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
183,492	179,463	140,764	46,198	24,724	112,500
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>183,492</u>	<u>179,463</u>	<u>140,764</u>	<u>46,198</u>	<u>24,724</u>	<u>112,500</u>
-	-	-	-	-	-
63,933	43,871	26,577	10,401	20,362	-
-	-	-	-	-	-
-	-	-	-	-	112,500
-	-	-	-	-	-
210,773	281,072	194,530	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>274,706</u>	<u>324,943</u>	<u>221,107</u>	<u>10,401</u>	<u>20,362</u>	<u>112,500</u>
<u>(91,214)</u>	<u>(145,480)</u>	<u>(80,343)</u>	<u>35,797</u>	<u>4,362</u>	<u>-</u>
223,894	242,043	30,000	-	-	-
(89,646)	(8,146)	(66,166)	-	-	-
-	-	-	-	-	-
<u>134,248</u>	<u>233,897</u>	<u>(36,166)</u>	<u>-</u>	<u>-</u>	<u>-</u>
43,034	88,417	(116,509)	35,797	4,362	-
24,236	24,871	150,408	49,989	8,999	-
<u>\$ 67,270</u>	<u>\$ 113,288</u>	<u>\$ 33,899</u>	<u>\$ 85,786</u>	<u>\$ 13,361</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Socorro County
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2010

	Special Revenue			
	Fire Excise Tax	Law Enforcement Protection	Property Administration	Technology
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	139,746	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	23,502	-	-
State capital grants	-	-	-	-
Charges for services	-	-	72,246	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>139,746</u>	<u>23,502</u>	<u>72,246</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	30,166	-
Capital outlay	-	16,213	81,689	33,082
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>16,213</u>	<u>111,855</u>	<u>33,082</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>139,746</u>	<u>7,289</u>	<u>(39,609)</u>	<u>(33,082)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	400,000
Operating transfers (out)	(245,070)	(17,658)	(19,180)	-
Loan proceeds	-	-	74,421	-
<i>Total other financing sources (uses)</i>	<u>(245,070)</u>	<u>(17,658)</u>	<u>55,241</u>	<u>400,000</u>
Net change in fund balances	(105,324)	(10,369)	15,632	366,918
<i>Fund balances - beginning of year</i>	<u>342,316</u>	<u>16,213</u>	<u>109,495</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 236,992</u>	<u>\$ 5,844</u>	<u>\$ 125,127</u>	<u>\$ 366,918</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

VLA EMS	Clerk Filing Fees	DWI Grant	Parks Department	Senior Center	Wildland Grant
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	98,001	-
5,145	-	159,407	-	435,073	136,923
-	-	-	-	-	-
-	11,977	169,146	7,959	-	-
-	-	-	-	36	-
-	982	4,842	-	2,957	-
<u>5,145</u>	<u>12,959</u>	<u>333,395</u>	<u>7,959</u>	<u>536,067</u>	<u>136,923</u>
-	10,685	-	-	-	-
3,071	-	262,344	-	-	-
-	-	-	13,755	586,435	43,275
-	-	-	-	-	-
-	-	-	-	-	-
4,514	1,353	28,110	-	3,099	170,716
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,585</u>	<u>12,038</u>	<u>290,454</u>	<u>13,755</u>	<u>589,534</u>	<u>213,991</u>
<u>(2,440)</u>	<u>921</u>	<u>42,941</u>	<u>(5,796)</u>	<u>(53,467)</u>	<u>(77,068)</u>
-	-	-	11,000	63,717	117,070
-	-	-	-	-	(40,000)
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>11,000</u>	<u>63,717</u>	<u>77,070</u>
(2,440)	921	42,941	5,204	10,250	2
<u>7,151</u>	<u>55,187</u>	<u>45,032</u>	<u>-</u>	<u>21,959</u>	<u>43,449</u>
<u>\$ 4,711</u>	<u>\$ 56,108</u>	<u>\$ 87,973</u>	<u>\$ 5,204</u>	<u>\$ 32,209</u>	<u>\$ 43,451</u>

STATE OF NEW MEXICO
Socorro County
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2010

	Special Revenue		Debt Service	
	Telecommunications Fund	Hop Canyon Fire	General Obligation Bond	NMFA San Antonio Fire
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ 437,867	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	20,000	61,607	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	23
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>20,000</u>	<u>61,607</u>	<u>437,867</u>	<u>23</u>
<i>Expenditures</i>				
Current				
General government	-	-	500	-
Public safety	-	27,025	-	47
Culture and recreation	7,968	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	177,250	-	-
Debt Service				
Principal	-	-	250,000	18,756
Interest	-	-	74,250	323
<i>Total expenditures</i>	<u>7,968</u>	<u>204,275</u>	<u>324,750</u>	<u>19,126</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>12,032</u>	<u>(142,668)</u>	<u>113,117</u>	<u>(19,103)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	58,000	-	18,934
Operating transfers (out)	-	(15,022)	-	-
Loan proceeds	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>42,978</u>	<u>-</u>	<u>18,934</u>
Net change in fund balances	12,032	(99,690)	113,117	(169)
<i>Fund balances - beginning of year</i>	<u>9,023</u>	<u>112,152</u>	<u>61,281</u>	<u>192</u>
<i>Fund balances - end of year</i>	<u>\$ 21,055</u>	<u>\$ 12,462</u>	<u>\$ 174,398</u>	<u>\$ 23</u>

The accompanying notes are an integral part of these financial statements

Debt Service

NMFA Abeytas Fire	NMFA Midway	NMFA San Antonio #3 Pumper	NMFA San Antonio #2	NMFA Veguita	NMFA Abeytas #2
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
9	8	58	20	3	40
-	-	-	-	-	-
9	8	58	20	3	40
-	-	-	-	-	-
19	91	404	194	94	350
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,576	5,998	21,418	15,057	7,042	11,915
208	-	3,770	1,165	1,091	3,849
7,803	6,089	25,592	16,416	8,227	16,114
(7,794)	(6,081)	(25,534)	(16,396)	(8,224)	(16,074)
7,726	6,027	25,010	16,253	8,146	15,698
-	-	-	-	-	-
-	-	-	-	-	-
7,726	6,027	25,010	16,253	8,146	15,698
(68)	(54)	(524)	(143)	(78)	(376)
78	62	22,816	163	81	17,870
\$ 10	\$ 8	\$ 22,292	\$ 20	\$ 3	\$ 17,494

STATE OF NEW MEXICO
Socorro County
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2010

	Debt Service			
	NMFA Hop Canyon Station	NMFA BLM Building Purchase	NMFA Sheriff's Department Vehicles	NMFA Bulldozer
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	13,816	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	45	31	17	30
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>45</u>	<u>13,847</u>	<u>17</u>	<u>30</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	612	603	111	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	12,358	12,241	17,661	20,884
Interest	2,449	2,210	-	1,409
<i>Total expenditures</i>	<u>15,419</u>	<u>15,054</u>	<u>17,772</u>	<u>22,293</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,374)</u>	<u>(1,207)</u>	<u>(17,755)</u>	<u>(22,263)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	15,022	2,512	17,658	24,154
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>15,022</u>	<u>2,512</u>	<u>17,658</u>	<u>24,154</u>
Net change in fund balances	(352)	1,305	(97)	1,891
<i>Fund balances - beginning of year</i>	<u>17,057</u>	<u>18,094</u>	<u>114</u>	<u>14,659</u>
<i>Fund balances - end of year</i>	<u>\$ 16,705</u>	<u>\$ 19,399</u>	<u>\$ 17</u>	<u>\$ 16,550</u>

The accompanying notes are an integral part of these financial statements

Debt Service					Capital Projects
NMFA San Antonio Fire Station	NMFA Abeytas Fire Pumper/Tanker	NMFA Veguita Fire Station	Property Tax Division	Property Valuation Loan	Rio Abajo Library
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,604
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
98	89	187	-	-	-
-	-	-	-	-	-
<u>98</u>	<u>89</u>	<u>187</u>	<u>-</u>	<u>-</u>	<u>1,604</u>
-	-	-	-	-	-
-	-	5,159	-	-	-
-	-	-	-	-	524
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	754
7,988	25,546	-	15,000	-	-
13,407	17,226	-	4,180	-	-
<u>21,395</u>	<u>42,772</u>	<u>5,159</u>	<u>19,180</u>	<u>-</u>	<u>1,278</u>
<u>(21,297)</u>	<u>(42,683)</u>	<u>(4,972)</u>	<u>(19,180)</u>	<u>-</u>	<u>326</u>
29,449	42,742	-	19,180	-	-
(223,894)	-	(242,043)	-	-	-
-	-	349,081	-	-	-
<u>(194,445)</u>	<u>42,742</u>	<u>107,038</u>	<u>19,180</u>	<u>-</u>	<u>-</u>
(215,742)	59	102,066	-	-	326
274,339	33,938	-	-	-	(326)
<u>\$ 58,597</u>	<u>\$ 33,997</u>	<u>\$ 102,066</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Socorro County
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2010

	Capital Projects Funds		
	Northern Medical Center	Repair and Replacement	Sabinal and Abeytas Center
<i>Revenues:</i>			
Taxes:			
Property	\$ -	\$ -	\$ -
Gross receipts	-	-	-
Other	-	-	-
Intergovernmental:			
Federal operating grants	-	-	-
State operating grants	-	-	-
State capital grants	4,697	-	57,923
Charges for services	-	15,570	-
Investment income	-	-	-
Miscellaneous	-	-	-
<i>Total revenues</i>	<u>4,697</u>	<u>15,570</u>	<u>57,923</u>
<i>Expenditures</i>			
Current			
General government	-	-	-
Public safety	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Public works	-	-	-
Capital outlay	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>4,697</u>	<u>15,570</u>	<u>57,923</u>
<i>Other financing sources (uses)</i>			
Operating transfers in	-	-	-
Operating transfers (out)	-	(123,000)	-
Loan proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(123,000)</u>	<u>-</u>
Net change in fund balances	4,697	(107,430)	57,923
<i>Fund balances - beginning of year</i>	<u>(4,697)</u>	<u>374,878</u>	<u>(57,240)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 267,448</u>	<u>\$ 683</u>

The accompanying notes are an integral part of these financial statements

<u>Capital Projects</u>		<u>Total</u>
Alamo Water		Nonmajor
Improvement		Funds
Project		
\$ -	\$	439,471
-		13,816
-		140,500
-		205,861
-		1,580,452
-		62,620
-		276,898
-		694
-		8,781
-		<u>2,729,093</u>
-		11,185
-		484,052
-		673,719
-		112,500
-		30,166
-		1,203,155
-		449,440
-		<u>125,537</u>
-		<u>3,089,754</u>
-		<u>(360,661)</u>
-		1,394,235
-		(1,095,852)
-		<u>423,502</u>
-		<u>721,885</u>
-		361,224
-		<u>1,950,961</u>
\$ -	\$	<u><u>2,312,185</u></u>

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STATE OF NEW MEXICO
Socorro County
Forest Reserve Title III - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-1

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	81,603	81,603	85,408	3,805
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>81,603</u>	<u>81,603</u>	<u>85,408</u>	<u>3,805</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>81,603</u>	<u>81,603</u>	<u>85,408</u>	<u>3,805</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(81,603)	(81,603)	-	81,603
<i>Total other financing sources (uses)</i>	<u>(81,603)</u>	<u>(81,603)</u>	<u>-</u>	<u>81,603</u>
<i>Net change in fund balance</i>	-	-	85,408	85,408
<i>Fund balance - beginning of year</i>	-	-	121,277	121,277
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206,685</u>	<u>\$ 206,685</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 85,408
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 85,408</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-2

Socorro County

Farm and Range Improvement - Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	25,831	25,831	22,452	(3,379)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>25,831</u>	<u>25,831</u>	<u>22,452</u>	<u>(3,379)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	21,000	21,000	21,000	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>21,000</u>	<u>21,000</u>	<u>21,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>4,831</u>	<u>4,831</u>	<u>1,452</u>	<u>(3,379)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(4,831)	(4,831)	-	4,831
<i>Total other financing sources (uses)</i>	<u>(4,831)</u>	<u>(4,831)</u>	<u>-</u>	<u>4,831</u>
<i>Net change in fund balance</i>	-	-	1,452	1,452
<i>Fund balance - beginning of year</i>	-	-	20,989	20,989
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,441</u>	<u>\$ 22,441</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,452
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 1,452</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Recreation Fund - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-3

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	500	500	720	220
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	500	500	720	220
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	500	500	-	500
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	500	500	-	500
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	720	720
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	-	-	720	720
<i>Fund balance - beginning of year</i>	-	-	7,731	7,731
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 8,451	\$ 8,451
Net change in fund balance (non-GAAP budgetary basis)				\$ 720
Adjustments to revenue for taxes receivable				34
Adjustments to expenditures for payables and other accruals				(762)
Net change in fund balance (GAAP)				\$ (8)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Midway Fire - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-4

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	44,000	44,000	52,584	8,584
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
	44,000	44,000	52,584	8,584
<i>Total revenues</i>	44,000	44,000	52,584	8,584
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	32,710	34,710	24,693	10,017
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	7,208	7,208	-	7,208
Debt service				
Principal	6,082	6,082	-	6,082
Interest	-	-	-	-
Issuance costs	-	-	-	-
	46,000	48,000	24,693	23,307
<i>Total expenditures</i>	46,000	48,000	24,693	23,307
<i>Excess (deficiency) of revenues over expenditures</i>	(2,000)	(4,000)	27,891	31,891
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	(6,027)	(6,027)
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	2,000	4,000	-	(4,000)
	2,000	4,000	(6,027)	(10,027)
<i>Total other financing sources (uses)</i>	2,000	4,000	(6,027)	(10,027)
<i>Net change in fund balance</i>	-	-	21,864	21,864
<i>Fund balance - beginning of year</i>	-	-	6,575	6,575
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 28,439	\$ 28,439
Net change in fund balance (non-GAAP budgetary basis)				\$ 21,864
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				(930)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				5,909
Net change in fund balance (GAAP)				\$ 26,843

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
San Antonio Fire - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-5

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	153,836	153,836	185,224	31,388
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>153,836</u>	<u>153,836</u>	<u>185,224</u>	<u>31,388</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	60,700	60,700	68,669	(7,969)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	257,756	257,756	210,773	46,983
Debt service				
Principal	90,610	90,610	-	90,610
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>409,066</u>	<u>409,066</u>	<u>279,442</u>	<u>129,624</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(255,230)</u>	<u>(255,230)</u>	<u>(94,218)</u>	<u>161,012</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	244,798	244,798	223,894	(20,904)
Operating transfers (out)	-	-	(89,646)	(89,646)
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	10,432	10,432	-	(10,432)
<i>Total other financing sources (uses)</i>	<u>255,230</u>	<u>255,230</u>	<u>134,248</u>	<u>(120,982)</u>
<i>Net change in fund balance</i>	-	-	40,030	40,030
<i>Fund balance - beginning of year</i>	-	-	21,610	21,610
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,640</u>	<u>\$ 61,640</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 40,030
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				(1,732)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				4,736
Net change in fund balance (GAAP)				<u>\$ 43,034</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Veguita Fire - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-6

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	65,504	65,504	179,250	113,746
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>65,504</u>	<u>65,504</u>	<u>179,250</u>	<u>113,746</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	44,400	44,400	47,467	(3,067)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	355,000	355,000	260,541	94,459
Debt service				
Principal	8,227	8,227	-	8,227
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>407,627</u>	<u>407,627</u>	<u>308,008</u>	<u>99,619</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(342,123)</u>	<u>(342,123)</u>	<u>(128,758)</u>	<u>213,365</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	242,043	242,043	-
Operating transfers (out)	-	-	(8,146)	(8,146)
Loan proceeds	350,196	350,196	-	(350,196)
Designated cash (budgeted increase in cash)	(8,073)	(250,116)	-	250,116
<i>Total other financing sources (uses)</i>	<u>342,123</u>	<u>342,123</u>	<u>233,897</u>	<u>(108,226)</u>
<i>Net change in fund balance</i>	-	-	105,139	105,139
<i>Fund balance - beginning of year</i>	-	-	24,909	24,909
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130,048</u>	<u>\$ 130,048</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 105,139
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				213
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				(16,935)
Net change in fund balance (GAAP)				<u>\$ 88,417</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Abeytas Fire - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-7

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	114,428	138,598	140,764	2,166
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	114,428	138,598	140,764	2,166
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	28,775	28,775	33,340	(4,565)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	195,100	219,270	194,530	24,740
Debt service				
Principal	66,690	66,690	-	66,690
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	290,565	314,735	227,870	86,865
<i>Excess (deficiency) of revenues over expenditures</i>	(176,137)	(176,137)	(87,106)	89,031
<i>Other financing sources (uses)</i>				
Operating transfers in	30,000	30,000	30,000	-
Operating transfers (out)	-	-	(66,166)	(66,166)
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	146,137	146,137	-	(146,137)
<i>Total other financing sources (uses)</i>	176,137	176,137	(36,166)	(212,303)
<i>Net change in fund balance</i>	-	-	(123,272)	(123,272)
<i>Fund balance - beginning of year</i>	-	-	150,584	150,584
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 27,312	\$ 27,312
Net change in fund balance (non-GAAP budgetary basis)				\$ (123,272)
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				6,763
Net change in fund balance (GAAP)				\$ (116,509)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
La Joya Fire - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-8

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	40,000	40,000	46,198	6,198
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>40,000</u>	<u>40,000</u>	<u>46,198</u>	<u>6,198</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	28,180	28,180	18,715	9,465
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	11,820	11,820	-	11,820
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>40,000</u>	<u>40,000</u>	<u>18,715</u>	<u>21,285</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>27,483</u>	<u>27,483</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>-</u>	<u>-</u>	<u>27,483</u>	<u>27,483</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>53,589</u>	<u>53,589</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,072</u>	<u>\$ 81,072</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 27,483
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				<u>8,314</u>
Net change in fund balance (GAAP)				<u>\$ 35,797</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Alamo EMS - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-9

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	16,500	24,724	24,724	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>16,500</u>	<u>24,724</u>	<u>24,724</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	16,500	24,724	20,901	3,823
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>16,500</u>	<u>24,724</u>	<u>20,901</u>	<u>3,823</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>3,823</u>	<u>3,823</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	3,823	3,823
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>9,538</u>	<u>9,538</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,361</u>	<u>\$ 13,361</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 3,823
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				<u>539</u>
Net change in fund balance (GAAP)				<u>\$ 4,362</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Hospital - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-10

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	112,500	112,500	112,500	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>112,500</u>	<u>112,500</u>	<u>112,500</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	112,500	112,500	112,500	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>112,500</u>	<u>112,500</u>	<u>112,500</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Fire Excise Tax - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-11

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	124,973	124,973	144,063	19,090
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>124,973</u>	<u>124,973</u>	<u>144,063</u>	<u>19,090</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>124,973</u>	<u>124,973</u>	<u>144,063</u>	<u>19,090</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	(190,000)	(248,000)	(245,070)	2,930
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	65,027	123,027	-	(123,027)
<i>Total other financing sources (uses)</i>	<u>(124,973)</u>	<u>(124,973)</u>	<u>(245,070)</u>	<u>(120,097)</u>
<i>Net change in fund balance</i>	-	-	(101,007)	(101,007)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>312,300</u>	<u>312,300</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 211,293</u>	<u>\$ 211,293</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (101,007)
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				(4,317)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (105,324)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Law Enforcement Protection - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-12

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	26,600	26,600	23,600	(3,000)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
	26,600	26,600	23,600	(3,000)
<i>Total revenues</i>	26,600	26,600	23,600	(3,000)
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	19,099	19,099	16,213	2,886
Debt service				
Principal	17,772	17,772	-	17,772
Interest	-	-	-	-
Issuance costs	-	-	-	-
	36,871	36,871	16,213	20,658
<i>Total expenditures</i>	36,871	36,871	16,213	20,658
<i>Excess (deficiency) of revenues over expenditures</i>	(10,271)	(10,271)	7,387	17,658
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	(17,658)	(17,658)
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	10,271	10,271	-	(10,271)
	10,271	10,271	(17,658)	(27,929)
<i>Total other financing sources (uses)</i>	10,271	10,271	(17,658)	(27,929)
<i>Net change in fund balance</i>	-	-	(10,271)	(10,271)
<i>Fund balance - beginning of year</i>	-	-	10,271	10,271
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ (10,271)
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				(98)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (10,369)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

Socorro County

Property Administration - Special Revenue Fund

Statement of Revenues, Expenditures and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	60,000	60,000	72,246	12,246
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>60,000</u>	<u>60,000</u>	<u>72,246</u>	<u>12,246</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	42,500	83,800	14,683	69,117
Capital outlay	-	-	79,689	(79,689)
Debt service				
Principal	81,081	81,081	-	81,081
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>123,581</u>	<u>164,881</u>	<u>94,372</u>	<u>70,509</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(63,581)</u>	<u>(104,881)</u>	<u>(22,126)</u>	<u>82,755</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	(30,216)	(49,396)	(34,180)	15,216
Loan proceeds	76,081	76,081	74,421	(1,660)
Designated cash (budgeted increase in cash)	17,716	78,196	-	(78,196)
<i>Total other financing sources (uses)</i>	<u>63,581</u>	<u>104,881</u>	<u>40,241</u>	<u>(64,640)</u>
<i>Net change in fund balance</i>	-	-	18,115	18,115
<i>Fund balance - beginning of year</i>	-	-	109,495	109,495
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,610</u>	<u>\$ 127,610</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 18,115
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				(2,483)
Net change in fund balance (GAAP)				<u>\$ 15,632</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Technology - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-14

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	400,000	22,214	377,786
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	-	400,000	22,214	377,786
<i>Excess (deficiency) of revenues over expenditures</i>	-	(400,000)	(22,214)	377,786
<i>Other financing sources (uses)</i>				
Operating transfers in	-	400,000	400,000	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	400,000	400,000	-
<i>Net change in fund balance</i>	-	-	377,786	377,786
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 377,786	\$ 377,786
Net change in fund balance (non-GAAP budgetary basis)				\$ 377,786
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				(10,868)
Net change in fund balance (GAAP)				\$ 366,918

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
VLA EMS - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-15

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	5,400	5,400	5,145	(255)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
	5,400	5,400	5,145	(255)
<i>Total revenues</i>	5,400	5,400	5,145	(255)
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	5,500	5,500	3,327	2,173
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	4,500	4,500	4,514	(14)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
	10,000	10,000	7,841	2,159
<i>Total expenditures</i>	10,000	10,000	7,841	2,159
<i>Excess (deficiency) of revenues over expenditures</i>	(4,600)	(4,600)	(2,696)	1,904
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	4,600	4,600	-	(4,600)
	4,600	4,600	-	(4,600)
<i>Total other financing sources (uses)</i>	4,600	4,600	-	(4,600)
<i>Net change in fund balance</i>	-	-	(2,696)	(2,696)
<i>Fund balance - beginning of year</i>	-	-	7,407	7,407
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 4,711	\$ 4,711
Net change in fund balance (non-GAAP budgetary basis)				\$ (2,696)
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				256
Net change in fund balance (GAAP)				\$ (2,440)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Clerk Filing Fees - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-16

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	18,000	18,000	11,977	(6,023)
Investment income	-	-	-	-
Miscellaneous	-	-	982	982
<i>Total revenues</i>	18,000	18,000	12,959	(5,041)
<i>Expenditures</i>				
Current				
General government	10,000	10,982	15,951	(4,969)
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	7,500	7,500	1,353	6,147
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	17,500	18,482	17,304	1,178
<i>Excess (deficiency) of revenues over expenditures</i>	500	(482)	(4,345)	(3,863)
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(500)	482	-	(482)
<i>Total other financing sources (uses)</i>	(500)	482	-	(482)
<i>Net change in fund balance</i>	-	-	(4,345)	(4,345)
<i>Fund balance - beginning of year</i>	-	-	60,453	60,453
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 56,108	\$ 56,108
Net change in fund balance (non-GAAP budgetary basis)				\$ (4,345)
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				5,266
Net change in fund balance (GAAP)				\$ 921

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
DWI Grant - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-17

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	140,941	140,941	171,456	30,515
State capital grants	-	-	-	-
Charges for services	189,000	189,000	182,464	(6,536)
Investment income	-	-	-	-
Miscellaneous	-	-	4,842	4,842
<i>Total revenues</i>	<u>329,941</u>	<u>329,941</u>	<u>358,762</u>	<u>28,821</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	298,879	298,879	255,692	43,187
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	28,500	28,500	28,110	390
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>327,379</u>	<u>327,379</u>	<u>283,802</u>	<u>43,577</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>2,562</u>	<u>2,562</u>	<u>74,960</u>	<u>72,398</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(2,562)	(2,562)	-	2,562
<i>Total other financing sources (uses)</i>	<u>(2,562)</u>	<u>(2,562)</u>	<u>-</u>	<u>2,562</u>
<i>Net change in fund balance</i>	-	-	74,960	74,960
<i>Fund balance - beginning of year</i>	-	-	1,905	1,905
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,865</u>	<u>\$ 76,865</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 74,960
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				(25,367)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				(6,652)
Net change in fund balance (GAAP)				<u>\$ 42,941</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Parks Department - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-18

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	6,000	6,000	7,959	1,959
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>6,000</u>	<u>6,000</u>	<u>7,959</u>	<u>1,959</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	17,000	17,000	13,755	3,245
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>17,000</u>	<u>17,000</u>	<u>13,755</u>	<u>3,245</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(11,000)</u>	<u>(11,000)</u>	<u>(5,796)</u>	<u>5,204</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	11,000	11,000	11,000	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>11,000</u>	<u>11,000</u>	<u>11,000</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	5,204	5,204
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,204</u>	<u>\$ 5,204</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 5,204
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 5,204</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Senior Center - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-19

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	86,453	98,001	95,630	(2,371)
Federal capital grants	-	-	-	-
State operating grants	374,253	441,899	441,598	(301)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	20	20	36	16
Miscellaneous	300	300	2,957	2,657
<i>Total revenues</i>	<u>461,026</u>	<u>540,220</u>	<u>540,221</u>	<u>1</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	461,026	604,123	600,866	3,257
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	3,099	(3,099)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>461,026</u>	<u>604,123</u>	<u>603,965</u>	<u>158</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(63,903)</u>	<u>(63,744)</u>	<u>159</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	1,716	63,717	62,001
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	62,187	-	(62,187)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>63,903</u>	<u>63,717</u>	<u>(186)</u>
<i>Net change in fund balance</i>	<u>-</u>	<u>-</u>	<u>(27)</u>	<u>(27)</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>27</u>	<u>27</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (27)
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				(4,154)
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				14,431
Net change in fund balance (GAAP)				<u>\$ 10,250</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Wildland Grant - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-20

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	105,551	117,299	119,204	1,905
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>105,551</u>	<u>117,299</u>	<u>119,204</u>	<u>1,905</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	42,550	54,298	46,709	7,589
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	92,800	142,800	144,494	(1,694)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>135,350</u>	<u>197,098</u>	<u>191,203</u>	<u>5,895</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(29,799)</u>	<u>(79,799)</u>	<u>(71,999)</u>	<u>7,800</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	70,000	120,000	117,070	(2,930)
Operating transfers (out)	(40,000)	(40,000)	(40,000)	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(201)	(201)	-	201
<i>Total other financing sources (uses)</i>	<u>29,799</u>	<u>79,799</u>	<u>77,070</u>	<u>(2,729)</u>
<i>Net change in fund balance</i>	-	-	5,071	5,071
<i>Fund balance - beginning of year</i>	-	-	44,234	44,234
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,305</u>	<u>\$ 49,305</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 5,071
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				17,719
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				<u>(22,788)</u>
Net change in fund balance (GAAP)				<u>\$ 2</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Telecommunications Fund - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-21

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	20,000	20,000	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	23,295	23,295	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>23,295</u>	<u>23,295</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(3,295)</u>	<u>(3,295)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	3,295	-	(3,295)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>3,295</u>	<u>-</u>	<u>(3,295)</u>
<i>Net change in fund balance</i>	-	-	(3,295)	(3,295)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>24,350</u>	<u>24,350</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,055</u>	<u>\$ 21,055</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (3,295)
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses and other accruals				<u>15,327</u>
Net change in fund balance (GAAP)				<u>\$ 12,032</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Hop Canyon Fire - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-22

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	42,000	61,410	61,607	197
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>42,000</u>	<u>61,410</u>	<u>61,607</u>	<u>197</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	22,550	22,550	23,182	(632)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	160,000	187,410	177,250	10,160
Debt service				
Principal	15,420	15,420	-	15,420
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>197,970</u>	<u>225,380</u>	<u>200,432</u>	<u>24,948</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(155,970)</u>	<u>(163,970)</u>	<u>(138,825)</u>	<u>25,145</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	50,000	58,000	58,000	-
Operating transfers (out)	-	-	(15,022)	(15,022)
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	105,970	105,970	-	(105,970)
<i>Total other financing sources (uses)</i>	<u>155,970</u>	<u>163,970</u>	<u>42,978</u>	<u>(120,992)</u>
<i>Net change in fund balance</i>	-	-	(95,847)	(95,847)
<i>Fund balance - beginning of year</i>	-	-	112,152	112,152
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,305</u>	<u>\$ 16,305</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (95,847)
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				<u>(3,843)</u>
Net change in fund balance (GAAP)				<u>\$ (99,690)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
General Obligation Bond - Debt Service Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-23

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ 324,750	\$ 324,750	\$ 437,867	\$ 113,117
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>324,750</u>	<u>324,750</u>	<u>437,867</u>	<u>113,117</u>
<i>Expenditures</i>				
Current				
General government	500	500	500	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	250,000	250,000	250,000	-
Interest	74,250	74,250	74,250	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>324,750</u>	<u>324,750</u>	<u>324,750</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>113,117</u>	<u>113,117</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	113,117	113,117
<i>Fund balance - beginning of year</i>	-	-	61,281	61,281
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 174,398</u>	<u>\$ 174,398</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 113,117
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 113,117</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

Socorro County

NMFA San Antonio Fire - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	19,126	19,126	-	(19,126)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	212	212	23	(189)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>19,338</u>	<u>19,338</u>	<u>23</u>	<u>(19,315)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	47	47	47	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	18,756	18,756	18,756	-
Interest	323	323	323	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>19,126</u>	<u>19,126</u>	<u>19,126</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>212</u>	<u>212</u>	<u>(19,103)</u>	<u>(19,315)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	18,934	18,934
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(212)	(212)	-	212
<i>Total other financing sources (uses)</i>	<u>(212)</u>	<u>(212)</u>	<u>18,934</u>	<u>19,146</u>
<i>Net change in fund balance</i>	-	-	(169)	(169)
<i>Fund balance - beginning of year</i>	-	-	192	192
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23</u>	<u>\$ 23</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (169)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (169)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
NMFA Abeytas Fire - Debt Service Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

Statement B-25

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		(Negative)
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	7,803	7,803	-	(7,803)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	86	86	9	(77)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7,889</u>	<u>7,889</u>	<u>9</u>	<u>(7,880)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	19	19	19	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	7,576	7,576	7,576	-
Interest	208	208	208	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>7,803</u>	<u>7,803</u>	<u>7,803</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>86</u>	<u>86</u>	<u>(7,794)</u>	<u>(7,880)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	7,726	7,726
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(86)	(86)	-	86
<i>Total other financing sources (uses)</i>	<u>(86)</u>	<u>(86)</u>	<u>7,726</u>	<u>7,812</u>
<i>Net change in fund balance</i>	-	-	(68)	(68)
<i>Fund balance - beginning of year</i>	-	-	78	78
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10</u>	<u>\$ 10</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (68)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (68)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

Socorro County

NMFA Midway - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	6,082	6,082	-	(6,082)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	68	68	8	(60)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>6,150</u>	<u>6,150</u>	<u>8</u>	<u>(6,142)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	90	90	91	(1)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	5,992	5,999	5,998	1
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>6,082</u>	<u>6,089</u>	<u>6,089</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>68</u>	<u>61</u>	<u>(6,081)</u>	<u>(6,142)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	6,027	6,027
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(68)	(61)	-	61
<i>Total other financing sources (uses)</i>	<u>(68)</u>	<u>(61)</u>	<u>6,027</u>	<u>6,088</u>
<i>Net change in fund balance</i>	-	-	(54)	(54)
<i>Fund balance - beginning of year</i>	-	-	62	62
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 8</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (54)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (54)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

Socorro County

NMFA San Antonio #3 Pumper- Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	25,592	25,592	-	(25,592)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	500	500	58	(442)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>26,092</u>	<u>26,092</u>	<u>58</u>	<u>(26,034)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	404	404	404	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	21,418	21,418	21,418	-
Interest	3,770	3,770	3,770	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>25,592</u>	<u>25,592</u>	<u>25,592</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>500</u>	<u>500</u>	<u>(25,534)</u>	<u>(26,034)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	25,010	25,010
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(500)	(500)	-	500
<i>Total other financing sources (uses)</i>	<u>(500)</u>	<u>(500)</u>	<u>25,010</u>	<u>25,510</u>
<i>Net change in fund balance</i>	-	-	(524)	(524)
<i>Fund balance - beginning of year</i>	-	-	22,816	22,816
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,292</u>	<u>\$ 22,292</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (524)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (524)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Socorro County

NMFA San Antonio #2 - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	16,416	16,416	-	(16,416)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	180	180	20	(160)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>16,596</u>	<u>16,596</u>	<u>20</u>	<u>(16,576)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	194	194	194	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,057	15,057	15,057	-
Interest	1,165	1,165	1,165	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>16,416</u>	<u>16,416</u>	<u>16,416</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>180</u>	<u>180</u>	<u>(16,396)</u>	<u>(16,576)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	16,253	16,253
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(180)	(180)	-	180
<i>Total other financing sources (uses)</i>	<u>(180)</u>	<u>(180)</u>	<u>16,253</u>	<u>16,433</u>
<i>Net change in fund balance</i>	-	-	(143)	(143)
<i>Fund balance - beginning of year</i>	-	-	163	163
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (143)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (143)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-29

Socorro County

NMFA Veguita - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	8,227	8,227	-	(8,227)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	89	89	3	(86)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>8,316</u>	<u>8,316</u>	<u>3</u>	<u>(8,313)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	93	94	94	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	7,042	7,042	7,042	-
Interest	1,091	1,091	1,091	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>8,226</u>	<u>8,227</u>	<u>8,227</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>90</u>	<u>89</u>	<u>(8,224)</u>	<u>(8,313)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	8,146	8,146
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(90)	(89)	-	89
<i>Total other financing sources (uses)</i>	<u>(90)</u>	<u>(89)</u>	<u>8,146</u>	<u>8,235</u>
<i>Net change in fund balance</i>	-	-	(78)	(78)
<i>Fund balance - beginning of year</i>	-	-	81	81
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 3</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (78)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (78)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

Socorro County

NMFA Abeytas #2 - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	16,114	1,614	-	(1,614)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	418	418	40	(378)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>16,532</u>	<u>2,032</u>	<u>40</u>	<u>(1,992)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	350	350	350	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	11,915	11,915	11,915	-
Interest	3,849	3,849	3,849	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>16,114</u>	<u>16,114</u>	<u>16,114</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>418</u>	<u>(14,082)</u>	<u>(16,074)</u>	<u>(1,992)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	15,698	15,698
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(418)	14,082	-	(14,082)
<i>Total other financing sources (uses)</i>	<u>(418)</u>	<u>14,082</u>	<u>15,698</u>	<u>1,616</u>
<i>Net change in fund balance</i>	-	-	(376)	(376)
<i>Fund balance - beginning of year</i>	-	-	17,870	17,870
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,494</u>	<u>\$ 17,494</u>
Net change in fund balance (non-GAAP budgetary basis)				(376)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (376)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

Socorro County

NMFA Hop Canyon Station - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	15,420	15,420	-	(15,420)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	399	399	45	(354)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>15,819</u>	<u>15,819</u>	<u>45</u>	<u>(15,774)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	612	612	612	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	12,358	12,358	12,358	-
Interest	2,449	2,450	2,449	1
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>15,419</u>	<u>15,420</u>	<u>15,419</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>400</u>	<u>399</u>	<u>(15,374)</u>	<u>(15,773)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	15,022	15,022
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(400)	(399)	-	399
<i>Total other financing sources (uses)</i>	<u>(400)</u>	<u>(399)</u>	<u>15,022</u>	<u>15,421</u>
<i>Net change in fund balance</i>	-	-	(352)	(352)
<i>Fund balance - beginning of year</i>	-	-	17,057	17,057
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,705</u>	<u>\$ 16,705</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (352)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (352)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-32

Socorro County

NMFA BLM Building Purchase - Debt Service Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	15,054	15,054	13,816	(1,238)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	300	300	31	(269)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>15,354</u>	<u>15,354</u>	<u>13,847</u>	<u>(1,507)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	603	603	603	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	12,241	12,241	12,241	-
Interest	2,210	2,210	2,210	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>15,054</u>	<u>15,054</u>	<u>15,054</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>300</u>	<u>300</u>	<u>(1,207)</u>	<u>(1,507)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	2,512	2,512
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(300)	(300)	-	300
<i>Total other financing sources (uses)</i>	<u>(300)</u>	<u>(300)</u>	<u>2,512</u>	<u>2,812</u>
<i>Net change in fund balance</i>	-	-	1,305	1,305
<i>Fund balance - beginning of year</i>	-	-	18,094	18,094
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,399</u>	<u>\$ 19,399</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,305
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 1,305</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

Socorro County

NMFA Sheriff's Department Vehicles - Debt Service Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	17,772	17,772	-	(17,772)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	136	136	17	(119)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	17,908	17,908	17	(17,891)
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	111	111	111	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	17,661	17,661	17,661	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	17,772	17,772	17,772	-
<i>Excess (deficiency) of revenues over expenditures</i>	136	136	(17,755)	(17,891)
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	17,658	17,658
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(136)	(136)	-	136
<i>Total other financing sources (uses)</i>	(136)	(136)	17,658	17,794
<i>Net change in fund balance</i>	-	-	(97)	(97)
<i>Fund balance - beginning of year</i>	-	-	114	114
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 17	\$ 17
Net change in fund balance (non-GAAP budgetary basis)				\$ (97)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (97)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-34

Socorro County

NMFA Bulldozer - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	22,293	22,293	-	(22,293)
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	30	30
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>22,293</u>	<u>22,293</u>	<u>30</u>	<u>(22,263)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	20,884	20,884	20,884	-
Interest	1,409	1,409	1,409	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>22,293</u>	<u>22,293</u>	<u>22,293</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,263)</u>	<u>(22,263)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	24,154	24,154
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>24,154</u>	<u>24,154</u>
<i>Net change in fund balance</i>	<u>-</u>	<u>-</u>	<u>1,891</u>	<u>1,891</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,659</u>	<u>14,659</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,550</u>	<u>\$ 16,550</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,891
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 1,891</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-35

Socorro County

NMFA San Antonio Fire Station - Debt Service Fund

Statement of Revenues, Expenditures and Changes in

Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	29,476	29,476	-	(29,476)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	98	98
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>29,476</u>	<u>29,476</u>	<u>98</u>	<u>(29,378)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	16,069	16,069	7,988	8,081
Interest	13,407	13,407	13,407	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>29,476</u>	<u>29,476</u>	<u>21,395</u>	<u>8,081</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(21,297)</u>	<u>(21,297)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	29,449	29,449
Operating transfers (out)	(244,798)	(244,798)	(223,894)	20,904
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	244,798	244,798	-	(244,798)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(194,445)</u>	<u>(194,445)</u>
<i>Net change in fund balance</i>	<u>-</u>	<u>-</u>	<u>(215,742)</u>	<u>(215,742)</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>274,339</u>	<u>274,339</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,597</u>	<u>\$ 58,597</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (215,742)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (215,742)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-36

Socorro County

NMFA Abeytas Fire Pumper/Tanker - Debt Service Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	42,773	42,773	-	(42,773)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	89	89
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>42,773</u>	<u>42,773</u>	<u>89</u>	<u>(42,684)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	25,546	25,546	25,546	-
Interest	17,227	17,227	17,226	1
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>42,773</u>	<u>42,773</u>	<u>42,772</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(42,683)</u>	<u>(42,683)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	42,742	42,742
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>42,742</u>	<u>42,742</u>
<i>Net change in fund balance</i>	-	-	59	59
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>33,938</u>	<u>33,938</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,997</u>	<u>\$ 33,997</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 59
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 59</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-37

Socorro County

NMFA Veguita Fire Station - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	187	187
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>187</u>	<u>187</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>187</u>	<u>187</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	(242,043)	(242,043)	-
Loan proceeds	-	343,922	343,922	-
Designated cash (budgeted increase in cash)	-	(101,879)	-	101,879
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>101,879</u>	<u>101,879</u>
<i>Net change in fund balance</i>	<u>-</u>	<u>-</u>	<u>102,066</u>	<u>102,066</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102,066</u>	<u>\$ 102,066</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 102,066
Adjustment to revenues for incorrect posting of loan proceeds				5,159
Adjustments to expenditures for not posting expenditures				(5,159)
Net change in fund balance (GAAP)				<u>\$ 102,066</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-38

Socorro County

Property Tax Division - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,000	34,180	34,180	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>34,180</u>	<u>34,180</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,000)</u>	<u>(34,180)</u>	<u>(34,180)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	15,000	34,180	34,180	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>15,000</u>	<u>34,180</u>	<u>34,180</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
Adjustment to revenues for incorrect posting of transfers				(15,000)
Adjustments to expenditures for incorrect posting of principal payments				15,000
Net change in fund balance (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-39

Socorro County

Property Valuation Loan - Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,216	15,216	-	15,216
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>15,216</u>	<u>15,216</u>	<u>-</u>	<u>15,216</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,216)</u>	<u>(15,216)</u>	<u>-</u>	<u>15,216</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	15,216	15,216	-	(15,216)
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>15,216</u>	<u>15,216</u>	<u>-</u>	<u>(15,216)</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-40

Socorro County

Legislative Appropriations - Capital Projects Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	2,962,885	2,585,593	1,535,699	(1,049,894)
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,962,885</u>	<u>2,585,593</u>	<u>1,535,699</u>	<u>(1,049,894)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	2,402,365	2,329,618	1,439,438	890,180
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>2,402,365</u>	<u>2,329,618</u>	<u>1,439,438</u>	<u>890,180</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>560,520</u>	<u>255,975</u>	<u>96,261</u>	<u>(159,714)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	32,161	32,161
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(560,520)	(255,975)	-	255,975
<i>Total other financing sources (uses)</i>	<u>(560,520)</u>	<u>(255,975)</u>	<u>32,161</u>	<u>288,136</u>
<i>Net change in fund balance</i>	-	-	128,422	128,422
<i>Fund balance - beginning of year</i>	-	-	(216,614)	(216,614)
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (88,192)</u>	<u>\$ (88,192)</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 128,422
Adjustments to revenue for accruals, earnings on investments, and other deferrals and accruals				(25,847)
Adjustments to expenditures for payables, payroll taxes, and other accruals				(16,865)
Net change in fund balance (GAAP)				<u>\$ 85,710</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Socorro County
 Rio Abajo Library - Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2010

Statement B-41

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	524	(524)
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	5,885	5,885	1,080	4,805
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>5,885</u>	<u>5,885</u>	<u>1,604</u>	<u>4,281</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(5,885)</u>	<u>(5,885)</u>	<u>(1,604)</u>	<u>4,281</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	5,885	5,885	1,604	(4,281)
Designated cash (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>5,885</u>	<u>5,885</u>	<u>1,604</u>	<u>(4,281)</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
Adjustments to expenditures for payables recognized in the prior year				<u>326</u>
Net change in fund balance (GAAP)				<u>\$ 326</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-42

Socorro County

Northern Medical Center - Capital Projects Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	248,548	248,548	4,697	(243,851)
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>248,548</u>	<u>248,548</u>	<u>4,697</u>	<u>(243,851)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	243,851	-	243,851
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>243,851</u>	<u>-</u>	<u>243,851</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>248,548</u>	<u>4,697</u>	<u>4,697</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(248,548)	(4,697)	-	4,697
<i>Total other financing sources (uses)</i>	<u>(248,548)</u>	<u>(4,697)</u>	<u>-</u>	<u>4,697</u>
<i>Net change in fund balance</i>	-	-	4,697	4,697
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(4,697)</u>	<u>(4,697)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 4,697
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 4,697</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-43

Socorro County

Repair and Replacement - Capital Projects Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	13,227	13,227	15,335	2,108
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>13,227</u>	<u>13,227</u>	<u>15,335</u>	<u>2,108</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>13,227</u>	<u>13,227</u>	<u>15,335</u>	<u>2,108</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	(123,000)	(123,000)
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(13,227)	(13,227)	-	13,227
<i>Total other financing sources (uses)</i>	<u>(13,227)</u>	<u>(13,227)</u>	<u>(123,000)</u>	<u>(109,773)</u>
<i>Net change in fund balance</i>	-	-	(107,665)	(107,665)
<i>Fund balance - beginning of year</i>	-	-	374,878	374,878
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 267,213</u>	<u>\$ 267,213</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (107,665)
Adjustments to revenues for accounts receivable				235
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (107,430)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-44

Socorro County

Sabinal and Abeytas Center - Capital Projects Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	281,553	154,049	154,048	(1)
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>281,553</u>	<u>154,049</u>	<u>154,048</u>	<u>(1)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	185	185	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>185</u>	<u>185</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>281,553</u>	<u>153,864</u>	<u>153,863</u>	<u>(1)</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(281,553)	(153,864)	-	153,864
<i>Total other financing sources (uses)</i>	<u>(281,553)</u>	<u>(153,864)</u>	<u>-</u>	<u>153,864</u>
<i>Net change in fund balance</i>	-	-	153,863	153,863
<i>Fund balance - beginning of year</i>	-	-	(153,180)	(153,180)
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 683</u>	<u>\$ 683</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 153,863
Adjustments to revenue for accruals, earnings on investments, and other deferrals recognized in the prior year				(96,125)
Adjustments to expenditures for payables recognized in the prior year				185
Net change in fund balance (GAAP)				<u>\$ 57,923</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-45

Socorro County

Alamo Water Improvement Project - Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	221,009	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>221,009</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>221,009</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Operating transfers in	-	-	-	-
Operating transfers (out)	-	-	-	-
Loan proceeds	-	-	-	-
Designated cash (budgeted increase in cash)	(221,009)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(221,009)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

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SUPPORTING SCHEDULES

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STATE OF NEW MEXICO
 Socorro County
 Schedule of Collateral Pledged by Depository
 for Public Funds
 June 30, 2010

Schedule I

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2010</u>	<u>Name and Location of Safekeeper</u>
First State Bank					
	FFCB NON CBL	8/22/2019	31331V2J4	\$ 502,298	PO Box 2076, Boston, MA 02106-2076
	US Treasury Notes	11/15/2016	912810DX3	1,146,741	PO Box 2076, Boston, MA 02106-2076
	Ruidoso Gross Receipts Tax**	6/1/2022	781336AS1	215,000	200 N College St., Charlotte, NC 28255
	Socorro Cons SD #1**	8/1/2013	83368PBPO	75,000	200 N College St., Charlotte, NC 28255
	FFCB NON CBL	8/23/2021	31331XX64	1,015,854	PO Box 2076, Boston, MA 02106-2076
	FHLB NON CBL	8/27/2014	3133M9SD5	1,068,155	PO Box 2076, Boston, MA 02106-2076
	FHLB NON CBL	12/9/2022	3133XN4B2	1,573,093	PO Box 2076, Boston, MA 02106-2076
	US Treasury Notes	8/15/2017	912810DZ8	369,377	PO Box 2076, Boston, MA 02106-2076
	Total First State Bank			<u>5,965,518</u>	
Wells Fargo Bank					
	FGH00895	6/1/2037	3128MS7G9	348,037	333 Market Street, San Fransico, CA 94105
	FNMAP 866934	2/1/2036	31409CEF8	330,175	333 Market Street, San Fransico, CA 94105
	FNMAP 889579	5/1/2038	31410KJY1	1,468,034	333 Market Street, San Fransico, CA 94105
	Total Wells Fargo Bank			<u>2,146,246</u>	
Bank of America					
	FNCL POOL - 995023	8/1/2037	31416BLC0	26,256	PO Box 2948, Wichita, KS 67201
	FGLMC POOL G01840	7/1/2035	3128LXBH2	301,396	PO Box 2948, Wichita, KS 67201
	Total Bank of America			<u>327,652</u>	
	Total Pledged Collateral			<u>\$ 8,439,416</u>	

** As per NMSA 2.2.2.10 (N)(4)(5)(e), the value of collateral consisting of obligations of the State of New Mexico, its agencies, institutions, counties, municipalities, or other subdivisions, shall be par value

See accompanying independent auditors' report

STATE OF NEW MEXICO
Socorro County
Schedule of Deposit and Investment Accounts
June 30, 2010

Primary Government

Bank Account Type/Name	Deposits		
	Bank of America	First State Bank	Wells Fargo Bank
Certificate of Deposit	\$ 408,000	\$ -	\$ -
Checking - Operating Account	-	5,302,840	-
Certificate of Deposit	-	100,000	-
Certificate of Deposit	-	100,000	-
Certificate of Deposit	-	100,000	-
Certificate of Deposit	-	100,000	-
Certificate of Deposit	-	100,000	-
Certificate of Deposit	-	100,000	-
Certificate of Deposit	-	100,000	-
Certificate of Deposit	-	500,000	-
Certificate of Deposit	-	500,000	-
Certificate of Deposit	-	500,000	-
Certificate of Deposit	-	500,000	-
Certificate of Deposit	-	500,000	-
Certificate of Deposit	-	500,000	-
Checking - Senior Center	-	-	4,553
Savings	-	-	213,301
Certificate of Deposit	-	-	51,886
Certificate of Deposit	-	-	20,000
NMFA Reserve Account**	-	-	-
Total on deposit	408,000	9,002,840	289,740
Reconciling items	-	(186,052)	-
Reconciled balance June 30, 2010	\$ 408,000	\$ 8,816,788	\$ 289,740

Petty cash
Less: investments per Exhibit A-1
Less: restricted investments per Exhibit A-1
Less: agency funds cash per Exhibit D-1

Total cash and cash equivalents per Exhibit A-1

**Accounts are U.S. Treasury MMA Mutual Funds

See accompanying independent auditors' report

Restricted Investments		Totals
Bank of NY Mellon		
\$ -		\$ 408,000
-		5,302,840
-		100,000
-		100,000
-		100,000
-		100,000
-		100,000
-		100,000
-		100,000
-		100,000
-		500,000
-		500,000
-		500,000
-		500,000
-		500,000
-		500,000
-		500,000
-		4,553
-		213,301
-		51,886
-		20,000
287,181		287,181
287,181		9,987,761
-		(186,052)
<u>\$ 287,181</u>		<u>\$ 9,801,709</u>
		330
		(3,179,886)
		(287,181)
		<u>(594,174)</u>
		<u>\$ 5,740,798</u>

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STATE OF NEW MEXICO
Socorro County
Schedule of Changes in Fiduciary Assets And Liabilities-Agency Funds
June 30, 2010

Schedule III

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
ASSETS				
Cash and cash equivalents	\$ 277,970	\$ 316,204	\$ -	\$ 594,174
Total assets	<u>\$ 277,970</u>	<u>\$ 316,204</u>	<u>\$ -</u>	<u>\$ 594,174</u>
LIABILITIES				
Due to other taxing entities	\$ 277,970	\$ 316,204	\$ -	\$ 594,174
Total liabilities	<u>\$ 277,970</u>	<u>\$ 316,204</u>	<u>\$ -</u>	<u>\$ 594,174</u>

NOTE: This statement should include property taxes receivable due to other taxing entities and the off-setting liability; however, that information is unavailable due to the inadequacies in the County's records.

See accompanying independent auditors' report.

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COMPLIANCE SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

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

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget County Manager and County Commissioners Socorro County
Socorro, New Mexico

We were engaged to audit the financial statements of the governmental activities, each major fund, the budgetary comparisons for the General Fund and major special revenue funds and the aggregate remaining fund information of Socorro 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, and have issued our report thereon dated November 11, 2010. We were also engaged to audit the financial statements of each of the County's nonmajor governmental funds and budgetary comparisons for the major capital projects fund and remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ending June 30, 2010 as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Due to the County's omission of its discretely presented component units, deficiencies in internal control and lack of adequate accounting records relating to its property tax receivable, revenues and deferred revenues, expenses, capital assets, accumulated depreciation, and depreciation expense, the scope of our work was not sufficient to enable us to express, and we did not express, opinions on these opinion units.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses. These are items FS 02-01, FS 02-13, FS 02-14, FS 06-3, FS 07-8, FS 08-1, FS 08-5, FS 09-4, and FS 10-1.

A *significant deficiency* is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. These are items FS 07-5, FS 08-7, and FS 09- 3.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests did not disclose any 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 Section 12-6-5, NMSA 1978, which is described in the accompanying schedule of finding and questioned costs as item FS 08-3.

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 the County, management, the County Commission, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Accounting + Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 11, 2010

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

**REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT
AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget Socorro County Commissioners
Socorro County
Socorro, New Mexico

Compliance

We have audited the compliance of Socorro County, New Mexico (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular *A-133 Compliance Supplement* that could have a direct and material effect on the County's major federal program for the year ended June 30, 2010. The County's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

Except as discussed in the following paragraph, 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 U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

We were unable to obtain sufficient documentation supporting the compliance of the County with the Schools and Roads – Grants to Counties Program regarding all compliance requirements, nor were we able to satisfy ourselves as to the County's compliance with other auditing procedures.

In our opinion, except for the effects of such noncompliance, if any, as might have been determined had we been able to examine sufficient evidence regarding County's compliance with the requirements of Schools and Roads – Grants to Counties Program, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on whether the County complied with the requirements referred to above that are applicable to its major program for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program 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 the County's internal control over compliance.

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

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

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 11, 2010

STATE OF NEW MEXICO
Socorro County
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2010

Federal Grantor/Passthrough Grantor/Program Title	Grant Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture			
Wildlife Services	FTGA FY010Distribution	10.028	\$ 21,000
Schools and Roads - Grants to Counties (1)	Forest Reserve Title I and III	10.666	<u>609,696</u>
Total U.S. Department of Agriculture			<u>630,696</u>
Department of Human Services			
Federal Title III Senior Citizen - Part B	2008-2009 64020	93.044	84,082
Federal Title III Senior Citizen - Part C	2008-2009 64020	93.045	33,891
Nutrition Services Incentive Program - ARRA	2008-2009 64020	93.053	<u>11,548</u>
Total Department of Human Services			<u>129,521</u>
Total Federal Financial Assistance			<u>\$ 760,217</u>

(1) Major program

See accompanying independent auditors' report

Notes to Schedule of Expenditures of Federal Awards1 Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Socorro County, New Mexico (County) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. 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*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements

2 Subrecipients

The County did not provide any federal awards to subrecipients during the year.

Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements:

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 760,217
Total expenditures funded by other sources	<u>9,775,825</u>
Total expenditures	<u><u>\$ 10,536,042</u></u>

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STATE OF NEW MEXICO
Socorro County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2010

SECTION I – SUMMARY OF AUDIT RESULTS:

Financial Statements:

- | | |
|----------------------------------------------------------------------------------|------------|
| 1. Type of auditors’ report issued | Disclaimer |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes |
| c. Noncompliance material to the financial statements noted? | No |

Federal Awards:

- | | |
|-----------------------------------------------------------------------------------------------------------------------|-----------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| 2. Type of auditors’ report issued on compliance for major programs | Qualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? | No |
| 4. Identification of major programs: | |

<u>CFDA</u>	<u>Federal Program</u>
<u>Number</u>	<u>Schools and Roads – Grants to Counties</u>
10.666	

- | | |
|-----------------------------------------------------------------------------|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
| 6. Auditee qualified as low-risk auditee? | No |

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES

FS 02-1 — Lack of Maintaining Capital Assets Listing (Repeated/Modified)

Condition: For the year ended June 30, 2010, the County did not maintain an accurate capital asset listing that was reconciled to the general ledger or a depreciation schedule for all capital assets owned by the County.

Criteria: The County must have a capital assets management policy to provide accountability for the safeguarding of and proper financial reporting of assets in accordance with Generally Accepted Accounting Principles (GAAP) and the *Governmental Accounting Standards Board (GASB) Statement No. 34* and NMSA 1978 Section 12-6-10.

Effect: Lack of sufficient records results in assets that are not properly safeguarded. Asset identification and location are essential in the prevention of theft and loss of assets due to fraudulent activity. Capital assets cannot be depreciated due to the lack of information that is being maintained. As a result, the financial statements of the County could be materially misstated because the balances of capital assets and accumulated depreciation are not audited.

Cause: The County has contracted with an outside company to complete their capital asset listing; however, the listing was incomplete and contained multiple errors. In addition, a system of controls is not in place to track capital assets and related accumulated depreciation.

Auditors' Recommendations: The County must conduct a physical inventory of its capital assets in accordance with state statute and update the inventory annually. The inventory report must include asset identification, location and historical cost. This process will also assist the County in the determination of obsolete equipment. Finally, a complete and updated capital assets inventory listing is necessary in order for the County to record capital assets and accumulated depreciation in accordance with GAAP.

Agency's Response: The County is now tracking its capital assets as of December of 2009. The County's assets were updated as of June 30, 2010; however the company updating the assets were late in providing reports to the County. Also, there is still maintenance work that needs to be done on the assets. The company working with the County laid the foundation for our assets as far as getting them all into the system. However, the County still needs to get additional paperwork and find prices and dates for some of the assets. The County is working diligently to get these capital assets correct and up to date. The estimated time for completion on this is June 2011.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 02-13 – Lack of Maintaining Tax Roll Reconciliation Schedule-Treasurer’s Office (Repeated)

Condition: The County was not able to obtain sufficient information from its property tax records to prepare and present the County Treasurer’s Property Tax Schedule and the Tax Roll Reconciliation of Changes in the County Treasurer’s Property Taxes Receivable for the year ended June 30, 2010.

Criteria: According to the State of New Mexico, Office of the State Auditor, Audit Rule 2007, Section 2.2.2.12 D, as well as State Statute, Section 7-38-81(c), NMSA 1978, County Governments are required to prepare and present a schedule titled “Tax Roll Reconciliation of Changes in the County Treasurer’s Property Taxes Receivable.” The schedule must show the June 30th receivable balance with an additional breakout of the receivable for the past ten years.

Effect: Accurate accounting of property tax amounts: levied; remitted to legally authorized recipients; and remaining amounts uncollected is the only basis upon which the County can demonstrate compliance with applicable laws and determine its own taxes receivable, deferred revenue, and other related account balances. Without such accurate accounting, the County cannot demonstrate compliance with the law or support its assertions about its own property tax account balances. The County has not complied with the Audit Rule requirement to present this information.

Cause: The County is tracking its property tax billings by hand and does not have the adequate software program in order to properly maintain information in sufficient detail to prepare the property tax schedule.

Auditors’ Recommendations: The County must put a system in place to enable them to maintain information sufficient to complete the Tax Roll Reconciliation of Changes in the County Treasurer’s Property Taxes Receivable in accordance with the State Audit Rule.

Agency’s Response: Although, this finding is for the period ending June 30, 2010, it actually represents a period of 10 years encompassing tax years 2000 thru 2009 because if property has not been sold outright by the property owners or Taxation & Revenue has not auctioned off the property due to delinquent taxes or it did not get purchased at the auction, the delinquent tax bill remains on the tax schedule for 10 years (Taxation & Revenue has not held a property tax auction in Socorro County since 1999).

I took office as treasurer in January 2005 and can verify the property tax schedules for the 2004 tax bills generated November 2004 and the subsequent tax years thru a current year. But prior to those years is difficult because I understand there were issues concerning collections, posting of receipts and district court cases involving the previous administration. Therefore, this finding will continue until tax year 2003 is off the tax schedule and that will be Nov 2013.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 02-14 — Lack of Maintaining Property Tax Records (Repeated)

Condition: The County has not maintained records sufficient to ensure property tax revenues and receivables are recorded in accordance with *Governmental Accounting Standards Board (GASB) Statement No. 33*.

Criteria: According to GASB Statement No. 33, imposed non-exchange revenue transactions, i.e. property taxes, and their related receivable should be recognized assets when the enforceable legal claim arises or when the resources are received, whichever occurs first.

Effect: The County is unable to track the property taxes levied, the property taxes collected and disbursed, and can not determine the amount of property taxes that are receivable at June 30, 2010. Without being able to track the amount of property taxes that are receivable, the County does not know how much property tax revenue will be received which can affect items such as budgeting, bonding, and funding of projects.

Cause: The County does not have proper internal controls in place to maintain sufficient and complete property tax records in prior years to support the County's account receivable balances for property taxes.

Auditors' Recommendations: The County must maintain sufficient accounts records to record property tax revenues in accordance with GASB Statement No. 33 in future years.

Agency's Response: Although, this finding is for the period ending June 30, 2010, it actually represents a period of 10 years encompassing tax years 2000 thru 2009 because if property has not been sold outright by the property owners or Taxation & Revenue has not auctioned off the property due to delinquent taxes or it did not get purchased at the auction, the delinquent tax bill remains on the tax schedule for 10 years (Taxation & Revenue has not held a property tax auction in Socorro County since 1999).

I took office as treasurer in January 2005 and can verify the property tax schedules for the 2004 tax bills generated November 2004 and the subsequent tax years thru a current year. But prior to those years is difficult because I understand there were issues concerning collections, posting of receipts and district court cases involving the previous administration. Therefore, this finding will continue until tax year 2003 is off the tax schedule and that will be Nov 2013.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 06-3 – Failure to Maintain Adequate Property Tax Billing Records (Repeated)

Condition: We noted that tax bill partial payments are not being distributed according to the authorized percentages. While all percentages vary depending on parcel number corresponding to location, partial payments are not being allocated correctly. The general fund is receiving a higher percentage in the early stages of property tax payments than it should be collecting leaving all other funds to receive less than the correct amount.

Criteria: New Mexico State Statute 6-6-3.A, NMSA 1978 requires every local public body to keep all books, records, and accounts in their respective offices in the form prescribed by the local government division.

Effect: If the County does not collect 100% of the property tax payment and the tax bill becomes delinquent then the General Fund has received too much of the funding and is leaving all other funds underfunded.

Cause: The General Fund is being given a higher percentage of the property tax payment in the early stages of payment.

Auditors' Recommendations: The County should distribute all stages of the tax payment according to the percentages corresponding to each parcel of land.

Agency's Response: This has been corrected. Shortly after the District Court ruled in our favor in mid October 2008, the Commission partially complied with Court directives and allocated sufficient resources in the latter part of October 2008, to upgrade our current database from DOS version to Windows version which allowed us to utilize the correct program that distributes collected property taxes accurately to the agencies.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-5 – Unable to Provide Changes in Assets and Liabilities – Agency Funds (Repeated)

Condition: The County was not able to obtain sufficient information from its records to prepare and present the Schedule of Changes in Assets and Liabilities – Agency Funds for the year ended June 30, 2010. The County also pools all of its agency cash with the operating bank account so it cannot distinguish between County cash and Agency cash.

Criteria: State of New Mexico, Office of the State Auditor, Audit Rule 2008, Section 2.2.2.10AA, requires that a Schedule of Changes in Assets and Liabilities for the Agency Funds be included as supporting information for all agencies that have Agency Funds.

Effect: The County is unable to track payments or cash to the agencies. The County could be underfunding or overfunding the agencies in which they are responsible for maintaining agency funds.

Cause: The County does not have adequate internal controls over record keeping and financial reporting.

Auditors' Recommendations: In the future, the County must maintain information sufficient to complete the Schedule of Changes in Assets and Liabilities for the Agency Funds in accordance with the State Audit Rule.

Agency's Response: DataNow (Socorro County's software provider) is currently modifying a program to rectify this finding; however, tax years prior to our administration (January 2005) will continue to be a finding due to internal issues and pending litigation during tax years 1999 thru 2004.

Original records were removed by investigators and retained by Socorro County District Attorney's office then later moved to Taos District Attorney's office and not all records were returned to this office in 2009.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-8 –Lack of Proper Internal Controls (Repeated/Modified)

Condition: The County's internal control structure is inadequate. The County does not have a comprehensive documented internal control system over financial information. The County does not maintain proper oversight or monitoring in regards to the County's accounting activities. The County has not taken the proper counter measures to monitor and mitigate the risk for fraud, misappropriation of assets, or misstatement of financial statements. During our audit, we noted the following internal control deficiencies:

- There are inadequate segregation of duties over disbursements and payroll processes
- Insufficient review of payroll reports
- Insufficient controls over blank checks
- Inadequate control to produce accurate and complete reports
- Inadequate control over employee set up in the accounting software
- Inadequate controls to make sure that check numbers are not duplicated
- Inadequate controls to make sure check dates are printed correctly
- Insufficient controls to verify that items were correctly posted to the General Ledger
- The County does not have a sufficient policy in order to effectively review accounting transactions or adjustments
- The County does not have mechanisms in place in order to identify and mitigate risks
- There is no ongoing monitoring in order to identify deviations or discrepancies
- The County does not have the appropriate system in place to verify compliance with all debt agreements and that all debt related items have been posted and accounted for correctly.
- The County does not have a policy in place to verify debt payments are made in conjunction with the amortization schedule in order to alleviate errors.

Criteria: NMAC 6.20.2.11 states:

A. Every County shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP, and that state and federal programs are managed in compliance with applicable laws and regulations. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.

B. Each County shall develop, establish and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions. The duties to be segregated are the authorization to execute a transaction, recording the transaction, and custody of assets involved in the transaction.

(1) County management must ensure that protection of the public trust is a major focus when granting the authorization to execute business of the County.

(2) Employees handling significant amounts of cash must be adequately bonded. Access to assets is permitted only in accordance with County authorization.

(3) Receipts, checks or warrants, purchase orders, and vouchers shall be sequentially pre-numbered.

(4) The County shall have proper safeguards to protect unused checks and other pre-numbered forms, undeposited cash and other receipts, and facsimile signature plates.

(5) Transactions are to be recorded as necessary to permit preparation of financial statements in conformity with GAAP. In addition, Counties shall establish any other criteria applicable to such statements to maintain accountability for assets.

(6) Counties shall conduct independent checks on performance and proper valuation of recorded amounts, such as clerical checks, reconciliations, comparison of assets with recorded accountability, computer-programmed controls, management review of reports that summarize the detail of account balances, and user review of computer generated reports.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-8 –Lack of Proper Internal Controls (Repeated/Modified) (continued)

C. An internal control structure is required to demonstrate the County’s ability to record, process, summarize and report financial data consistent with the following financial statement assertions:

- (1) rights and ownership;
- (2) existence and occurrence;
- (3) valuation and allocations;
- (4) completeness; and,
- (5) presentation and disclosure.

D. The internal control structure shall demonstrate that the County identifies applicable laws and regulations, and that procedures are designed to provide reasonable assurance that the County complies with those laws and regulations. Internal control procedures shall be established, implemented and documented through County correspondence, manuals, training, and other additional methods. Appropriate internal control procedures shall be adopted by the local board within a County to safeguard its assets, check the accuracy and reliability of its accounting data, promote operational efficiency, and encourage adherence to prescribed managerial policies. The internal control structure shall address all County transactions.

The SAS No. 112 Appendix lists the following circumstances as possible control deficiency, significant deficiency, or material weakness, “inadequate documentation of the components of internal control.” SAS 112 paragraph 19 states that ineffective oversight of the agency’s financial reporting and internal control by those charged with governance should be regarded as at least a significant deficiency and a strong indicator of a material weakness in internal control.

Effect: Because the internal control structure is inadequate and not documented, management and staff are unsure about what procedures and processes to follow or what key controls are in place to properly safeguard assets. Adequate controls are not in place to prevent or detect intentional misstatements of accounting information.

Cause: For the fiscal year 2010 management did not have proper internal controls designed and implemented to ensure financial information was accurate and assets were appropriately safeguarded. Also, the governing body did not fulfill the requirements under SAS 112 to provide effective oversight of internal control and the financial reporting process.

Auditors’ Recommendations: The County should ensure that a comprehensive internal control structure over financial information is designed, documented, and implemented. Management should follow and ensure that all staff follows the County’s documented internal control procedures. The County Commission is charged with governance and should provide effective oversight of the internal control and financial reporting process.

Agency’s Response: As of October 2010 the County has implemented password protection in the accounts payable and payroll processes. The payroll and accounts payable clerk now have to get authority on their system (with a password) from the Finance Director and/or County Manager before payroll is processed and checks are printed.

The Payroll clerk along with the finance director and treasurer work together every month to make sure payroll is correct and accurate. The payroll clerk now provides a spreadsheet with the breakdown of payroll to the treasurer’s office for review and reconciliation. As of November 2010 the payroll clerk also has a checklist she goes through for any changes made on the system to make sure things are accurately input and checked by Payday Inc.

As of July 2010 the key that unlocks the cabinet where the checks are at is in the key box that hangs on the wall in the payroll clerk’s office. The key to unlock the key box that hangs is in the County manager’s desk which is locked with the commission stamp. The key that locks the County manager’s desk is in her credenza.

The County is still in the process to getting all reports correct as far as payroll. Being that we converted in October 2009, we are still trying to iron out some issues, which include reporting.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-8 –Lack of Proper Internal Controls (Repeated/Modified) (continued)

Since the County converted to Payday in late 2009, the reporting of employees on the system has been correct to our knowledge. Payday had to create two profiles for employees that were paying social security and PERA. These were done at the calendar year end when W-2's were created. The County was not fond of this however, on Payday's side it was the only way to create the employee's W-2's.

In October of 2010 the County had Data Now (our accounting program) create a program where before checks are cut, it will look in accounts payable and check reconciliation to see if that check number has been used. If it has it will display a message and terminate the program.

The County Finance Director along with the Treasurer, Accounts Payable Clerk, and Payroll Clerk work very close together every month to ensure all entries post correctly to general ledger and that general ledger reconciles to the bank statements. Just recently (July 2010) was general ledger in balance for the first time in years and has stayed that way since.

The County has a general county wide internal policy that every department adheres to. The County is still in the process of getting internal control policies from every department. The sheriff's department along with the detention center has SOP's. The Treasurer's and Finance Department has internal control policies. However, these policies will be looked over to make sure it covers debt related items.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 08-1 – Preparation of Financial Statements (Repeated)

Condition: The financial statements and related disclosures are not being prepared by the County. Also, the County failed to propose all necessary adjustments to fairly present the financial statements in accordance with Generally Accepted Accounting Principles.

Criteria: According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. Well designed systems include controls over financial statement preparation, including footnote disclosures.

Effect: When sufficient controls over the preparation of financial statements and related disclosures are not designed, implemented and operating effectively, an entity's ability to prevent or detect a misstatement in its financial statements is limited.

Cause: The County's personnel do not have the time and have not been adequately trained in understanding the elements of external financial reporting including the preparation of financial statements and related footnote disclosures.

Auditors' Recommendations: We recommend County management and personnel receive training on understanding the requirements of external financial reporting.

The training should include, but not be limited to:

- Selection of appropriate accounting policies:
 - Governmental Accounting Standards Board (GASB)
 - Generally Accepted Accounting Principles (specifically as applied to governmental units)
 - Financial Accounting Standards Board (FASB)
- Understanding the financial reporting entity
- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements
- Required supplementary information
 - Management's discussion and analysis
- Supplementary information required by the Office of the State Auditor

In addition, we recommend that the County develop and implement policies and procedures designed to prevent or detect possible misstatements in its financial statements and related footnote disclosures.

Agency's Response: The County is working with its auditing firm to get additional training for upper management. The Finance Director is taking steps to enhance her knowledge in government accounting. Again the County will make sure that prevention and detection of misstatements will be included and implemented in its internal control policies.

STATE OF NEW MEXICO
 Socorro County
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 08-3 — Cash Appropriations in Excess of Available Cash Balances (Repeated)

Condition: The County rebudgeted “cash balances” in excess of available cash balances in the following fund:

	Designated Cash	Beginning Year Cash & AR Available	Cash Appropriation in excess of available balances
Senior Center Special Revenue Fund	\$ 62,187	\$ 34,853	\$ (27,334)

Criteria: Per Section 6-6-11 NMSA, it is unlawful for any board of county commissioners, municipal governing body...for any purpose whatsoever to become indebted or contract any debts of any kind or mature whatsoever during any current year which, at the end of such current year, is not and cannot then be paid out of the money actually collected and belonging to that current year.

Effect: The County has budgeted cash balances that do not exist. If the County expends all budgeted expenditures it could incur debt if the budgeted designated cash does not exist.

Cause: Inadequate monitoring of ending cash balances and budgeting are the cause of this problem.

Auditors' Recommendations: The budget should be reviewed to insure all funds have adequate budget authority and cash balances for budgeted expenditures. Greater attention should be given to the budget monitoring process end-of-the-year cash balance estimates.

Agency's Response: The senior center was budgeted in excess of cash balance. This was a mistake of the finance director and upper management. In the future, the budget will be looked at more carefully before final process.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 08-5 – Lack of Internal Controls over Non-Standard Journal Entries (Repeated/Modified)

Condition: During the year ended June 30, 2010, the County posted numerous non-standard journal entries in which the following issues were noted:

- Journal entries are made to transfer funds from one fund to another, however, the entry did not properly adjust transfers, and the journal entry reclassified revenues and did not adjust fund cash.
- Journal entries were made and were not properly reviewed and approved.
- Journal entries were posted across funds and did not properly post transfers.
- A journal entry was posted to correct cash balance misstatements from prior years in an effort to correct bank reconciliation differences carried from month to month, however, this journal entry was a one-sided journal entry to cash.

Criteria: Good accounting practices require that non-standard journal entries be supported by adequate documentation and understanding of the journal entry and authorized and reviewed by someone other than the person initiating the adjusting entry.

Effect: Without proper understanding and supporting documentation of journal entries, there is a greater risk that improper adjustments could be made. Improper adjustments result in balances being materially misstated. Also, the risk of fraudulent acts increases without proper understanding and supporting documentation of journal entries.

Cause: The County employees do not have a sufficient review process for journal entries or proper understanding of how to post journal entries for a County.

Auditors' Recommendations: We recommend the County update their policies and procedures regarding the posting of non-standard journal entries. We recommend that the County employees receive the proper training in order to properly prepare, post, and review journal entries so that the County does not post journal entries without a proper understanding of the journal entry or without adequate supporting documentation and that the documentation accompanies the Journal Entries.

Agency's Response: The above referenced journal entries were made in error. The finance director was not aware that these particular journal entries were wrong until it was brought to her attention by the auditors. These entries have or will be corrected and will not be repeated. However, all journal entries were properly approved by upper management, though the journal entries above were incorrect.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 08-7 – PERA Reconciliation (Repeated)

Condition: The County was unable to provide a reconciliation of total wages paid in fiscal year ended June 30, 2010 to reported PERA wages for the same period.

Criteria: Section 2.2.2.10G(7) NMAC (Audit Rule) requires that total wages paid by a public entity must be reported for the Public Employees Retirement Act.

Effect: Total contributions due to the Public Employees Retirement Fund may not have been accurately reported or remitted.

Cause: The County does not accurately break out different employee categories for total wages subject to PERA withholding.

Auditors' Recommendations: We recommend the County perform a reconciliation of total wages, by classification, paid per pay period to the total wages subject to PERA withholding per pay period.

Agency's Response: The County will immediately start to reconcile total wages, by classification, paid per pay period to the total wages subject to PERA withholding per pay period.

FS 09-3 – Inadequate physical controls to Information Technology Equipment (Repeated)

Condition: During our audit, we noted that adequate physical controls are not in place to ensure that access to computer facilities and equipment is restricted to authorized personnel only.

Criteria: Paragraph 4 of the State of New Mexico Statewide Policy S-STD009.001 IT Physical Security states that information systems, media storage areas, and related communication wiring and network devices shall be located in secure locations that are locked and restricted to access by authorized personnel only.

Effect: Theft/loss of IT equipment may potentially result in the unintentional disclosure of confidential information.

Cause: The County is not properly safeguarding IT assets.

Auditors' Recommendations: The County should increase effectiveness of physical security controls to protect IT assets/equipment from physical harm, theft, and/or destruction. The key to the server room should be moved to a location that is only accessible by authorized personnel.

Agency's Response: The key to the server room is in the hanging key box in the payroll clerk's office. That key box is locked and the key is put in the manager's desk where it is also locked up with the commission stamp. The key to unlock the desk is in the manager's credenza.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 09-4 – Information Technology (Repeated)

Condition: During our audit, we noted that:

- Software settings allow batch deletion with no record of deletion kept
- Software settings allow for duplicate check numbers

Criteria: The State of New Mexico Statewide Policy S-STD-003.001 IT Risk Management Standard states that sufficient security controls are to be applied to information systems, resources, and data/information to contain risk of loss or misuse of the information to an acceptable level that supports the mission and operation of the entity.

Effect: Ineffective application controls could potentially result in inaccurate data.

Cause: The County is at risk for data loss and/or data duplication.

Auditors' Recommendations: The County should contact their vendor (Harris Computers) and adjust permissions in the "Operator Master Update" program (rcm005). There is a "Batch Delete Flag" that can be set to not allow a user to delete a batch. The County should also inquire with their vendor about modifying settings so that duplicate check numbers will not be allowed in the system.

Agency's Response: Both of these issues have been fixed as of October 2010. In the Data Now system, it is no longer allowed for batches to be deleted. Also, duplicate checks are no longer allowed in the system after a new program was put in place on the Data Now system to check for duplicate checks before checks are ran.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 10-1 – Entity-Wide Control Deficiency

Condition: During our process of understanding the entity and its environment, we noted instances where elements of the framework of COSO were nonexistent or deficient. The control environment or “tone at the top” did not adequately display accountability and transparency. We noted that the risk assessment element and monitoring element were not documented or sufficiently designed. We also noted the following deficiency:

- Material weaknesses, such as property tax receivable and capital assets have been repeated year after year

Criteria: The Committee of Sponsoring Organizations (COSO) internal control integrated framework consists of five critical elements that must be present in carrying out the achievement objectives of an organization. These elements are known as the control environment, risk assessment, control activities, information and communication and monitoring.

Effect: Without all of the five elements of the COSO framework present, the County is exposing itself to the risk of misappropriation of assets and does not have set processes in place to maximize the resources of the County.

Cause: The County has not implemented a corrective action plan to properly address material weaknesses.

Auditors’ Recommendations: We recommend that the County incorporate the five elements of the COSO internal control integrated framework in their organization. In particular, there must be a documented risk assessment process in place, there should be a mechanism in place to document the monitoring of the internal controls in place and the control environment must promote the highest ethical standards and efficient and effective path towards achieving the County’s goals. We recommend that internal controls be addressed at both the entity level and activity level. We also recommend that key management personnel attend a training class on internal control.

Agency’s Response: The County is going to incorporate and stress internal control to all employees. The County will strive to incorporate documentation of risk assessment, monitoring, and training.

SECTION III – FEDERAL AWARD FINDINGS

None

SECTION IV – PRIOR YEAR AUDIT FINDINGS

FS 02-1 – Lack of Maintaining Capital Assets Listing – Repeated/Modified

FS 02-2 – Late Audit Report – Resolved

FS 02-13 – Lack of Maintaining Tax Roll Reconciliation Schedule-Treasurer’s Office – Repeated

FS 02-14 – Lack of Maintaining Property Tax Records – Repeated

FS 06-3 – Failure to Maintain Adequate Property Tax Billing Records – Repeated

FS-07-5 – Unable to Provide Changes in Assets and Liabilities – Agency Funds – Repeated

FS 07-8 – Lack of Proper Internal Controls – Repeated/Modified

FS 07-10 – Incorrect Comp Time Accrual – Resolved

FS 08-1 – Preparation of Financial Statements – Repeated

FS 08-2 – Payroll Bonuses Paid to Employees – Resolved

FS 08-3 – Cash Appropriations in Excess of Available Cash Balances – Repeated/Modified

FS 08-4 – Negative Cash Balances – Resolved

FS 08-5 – Lack of Internal Controls over Non-Standard Journal Entries – Repeated/Modified

FS 08-6 – Lack of Internal Control over Credit Cards – Resolved

FS 08-7 – PERA Reconciliation – Repeated

FS 09-1 – Expenditures in Excess of Budget – Resolved

FS 09-2 – Inaccurate Bank Reconciliation – Resolved

FS 09-3 – Inadequate physical controls to Information Technology Equipment – Repeated

FS 09-4 – Information Technology – Repeated

STATE OF NEW MEXICO
Socorro County
Other Disclosures
For the Year Ended June 30, 2010

OTHER DISCLOSURES

Exit Conference

An exit conference was held on November 15, 2010. In attendance were the following:

Representing Socorro County:

Rosalind F. "Rosie" Tripp, County Commission Chairman
Delilah Walsh, County Manager
Roberta Smith, Finance Director
Genevie Baca, County Treasurer
Tina Lujan, Deputy Treasurer

Representing Accounting & Consulting Group, LLP:

Ray Roberts, CPA, Managing Partner
Alan D. Bowers, Jr., CPA, Senior Accountant

Auditor Prepared Financial Statements

Although it would be preferred and desirable for the County to prepare its own financial statements, the County's personnel did not have the time to prepare them. Accounting and Consulting Group, LLP prepared the financial statements of Socorro County from the original books and records provided to them by the management of the County. The responsibility for the financial statements remains with the County.