

Accounting & Consulting Group, LLP

Certified Public Accountants

STATE OF NEW MEXICO
SOCORRO COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2011



STATE OF NEW MEXICO
SOCORRO COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2011

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO

Socorro County

June 30, 2011

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STATE OF NEW MEXICO

Socorro County

Official Roster

June 30, 2011

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

Elected Officials

Henry Jojola	County Assessor
Rebecca Vega	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, the aggregate discretely presented component units, each major fund, the budgetary comparisons for the general fund and the major special revenue fund, and the aggregate remaining fund information of Socorro County, New Mexico (the County) as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. We were also engaged to audit the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the major debt service 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, 2011 as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Socorro County Housing Authority or Socorro Village, the discretely presented component units for the year ended June 30, 2011. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Socorro County Housing Authority and Socorro Village, is based solely on the report of the other auditors.

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, 2011. Evidence supporting property tax assessments, adjustments and collections were not available through the general ledger or County Treasurer's Reports. Furthermore, evidence supporting historical costs of capital assets maintained by the County was not available. We were not able to verify either accumulated depreciation at July 1, 2010 or the depreciation expense for the fiscal year ended June 30, 2011. The County's records do not permit the application of other auditing procedures to its 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, 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, 2011, and the respective changes in financial position, thereof, 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, 2011, and the respective changes in financial position, and the remaining nonmajor governmental funds, presented as supplementary information, thereof 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 budgetary comparisons for the year then ended.

In our opinion, based on the report of other auditors, the financial statements of the Socorro County Housing Authority and Socorro Village referred to above, present fairly, in all material respects, the financial position of the business-type activities, as of June 30, 2011, and the results of the operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2011 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The 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 15, 2011

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO

Socorro County
Statement of Net Assets
June 30, 2011

	Governmental Activities	Component Units	
		Housing Authority	Socorro Village
ASSETS			
Current assets			
Cash and cash equivalents	\$ 3,574,692	\$ 59,648	\$ 164,094
Investments	5,200,000	16,537	-
Receivables:			
Property taxes	755,081	-	-
Other taxes	124,700	-	-
Intergovernmental	364,107	37,216	-
Other receivables	2,687	1,503	545
Due from other governments	-	44,744	-
Prepaid expenses	152,805	-	2,191
Total current assets	<u>10,174,072</u>	<u>159,648</u>	<u>166,830</u>
Noncurrent assets			
Restricted cash and cash equivalents	423,718	405,361	131,170
Restricted investments	115,162	-	-
Capital assets	21,722,705	254,223	2,920,941
Less: accumulated depreciation	-	(147,947)	(910,466)
Bond issuance costs, net of accumulated amortization	50,527	-	-
Total noncurrent assets	<u>22,312,112</u>	<u>511,637</u>	<u>2,141,645</u>
Total assets	<u>\$ 32,486,184</u>	<u>\$ 671,285</u>	<u>\$ 2,308,475</u>

The accompanying notes are an integral part of these financial statements

	Governmental Activities	Component Units	
		Housing Authority	Socorro Village
LIABILITIES			
Current liabilities			
Accounts payable	\$ 227,898	\$ 4,236	\$ 4,364
Accrued payroll	47,333	7,273	644
Due to other governments	-	-	44,744
Deferred revenue	-	1	-
Accrued interest	11,726	203	1,713
Current portion of accrued compensated absences	102,851	2,202	560
Current portion of notes payable	525,383	6,233	14,472
Restricted deposits - tenant security deposits	-	-	8,398
Total current liabilities	<u>915,191</u>	<u>20,148</u>	<u>74,895</u>
Noncurrent liabilities			
Noncurrent portion of notes payable	2,902,801	24,131	1,367,825
Landfill liability	79,750	-	-
Total noncurrent liabilities	<u>2,982,551</u>	<u>24,131</u>	<u>1,367,825</u>
Total liabilities	<u>3,897,742</u>	<u>44,279</u>	<u>1,442,720</u>
NET ASSETS			
Invested in capital assets, net of related debt	18,294,521	75,912	628,178
Restricted for:			
Housing assistance payments	-	405,361	-
Debt service	845,781	-	-
Capital projects	344,528	-	-
Other purposes - special revenue	2,213,418	-	-
Unrestricted	<u>6,890,194</u>	<u>145,733</u>	<u>237,577</u>
Total net assets	<u>28,588,442</u>	<u>627,006</u>	<u>865,755</u>
Total liabilities and net assets	<u>\$ 32,486,184</u>	<u>\$ 671,285</u>	<u>\$ 2,308,475</u>

STATE OF NEW MEXICO
Socorro County
Statement of Activities
For the Year Ended June 30, 2011

Functions/Programs	Expenses	Charges for Services	Program Revenues Operating Grants and Contributions
Primary government:			
Governmental activities:			
General government	\$ 3,841,362	\$ 184,261	\$ 541,510
Public safety	2,185,513	456,551	1,053,077
Culture and recreation	716,676	12,552	541,482
Health and welfare	127,160	-	127,678
Public works	1,138,767	168,982	1,161,983
Interest and other charges	51,462	-	-
<i>Total governmental activities</i>	<u>\$ 8,060,940</u>	<u>\$ 822,346</u>	<u>\$ 3,425,730</u>
Component Units			
Housing Authority	<u>\$ 1,468,645</u>	<u>\$ 44,230</u>	<u>\$ -</u>
Socorro Village	<u>\$ 264,085</u>	<u>\$ 99,517</u>	<u>\$ -</u>

General revenues:

Taxes:

Property taxes
Gross receipts taxes
Gasoline and motor vehicle taxes
Other taxes
Payment in lieu of taxes
Miscellaneous revenue
Investment income

Total general revenues

Change in net assets

Beginning net assets

Ending net assets

The accompanying notes are an integral part of these financial statements

Capital Grants and Contributions	Net Revenue (Expense) and Changes in Net Assets	Component Units	
		Housing Authority	Socorro Village
\$ -	\$ (3,115,591)	\$ -	\$ -
431,627	(244,258)	-	-
40,000	(122,642)	-	-
9,089	9,607	-	-
150,924	343,122	-	-
-	(51,462)	-	-
<u>\$ 631,640</u>	<u>(3,181,224)</u>	<u>-</u>	<u>-</u>
<u>\$ 1,619,822</u>	-	195,407	-
<u>\$ 132,405</u>	-	-	(32,163)
	1,817,113	-	-
	1,060,292	-	-
	694,113	-	-
	121,693	-	-
	1,052,793	-	-
	47,984	-	-
	26,347	26	56
	<u>4,820,335</u>	<u>26</u>	<u>56</u>
	1,639,111	195,433	(32,107)
	<u>26,949,331</u>	<u>431,573</u>	<u>897,862</u>
<u>\$ 28,588,442</u>	<u>\$ 627,006</u>	<u>\$ 865,755</u>	

STATE OF NEW MEXICO

Socorro County
Balance Sheet
Governmental Funds
June 30, 2011

	General	Road	NMFA G.O. Bond	Nonmajor Governmental Funds	Total Governmental Funds
<i>Assets</i>					
Cash and cash equivalents	\$ 1,154,199	\$ 1,080,967	\$ -	\$ 1,763,244	\$ 3,998,410
Investments	5,200,000	-	-	115,162	5,315,162
Receivables:					
Property taxes	656,053	-	-	99,028	755,081
Other taxes	44,584	49,370	-	30,746	124,700
Intergovernmental	9,812	25,209	-	329,086	364,107
Other receivables	-	-	-	2,687	2,687
Prepaid expenses	92,103	7,413	-	53,289	152,805
<i>Total assets</i>	<u>\$ 7,156,751</u>	<u>\$ 1,162,959</u>	<u>\$ -</u>	<u>\$ 2,393,242</u>	<u>\$ 10,712,952</u>
<i>Liabilities and fund balance</i>					
<i>Liabilities</i>					
Accounts payable	\$ 57,256	\$ 19,377	\$ -	\$ 151,265	\$ 227,898
Accrued payroll	30,239	5,907	-	11,187	47,333
Deferred revenue:					
Property taxes	571,426	-	-	86,254	657,680
Other	-	315,069	-	-	315,069
<i>Total liabilities</i>	<u>658,921</u>	<u>340,353</u>	<u>-</u>	<u>248,706</u>	<u>1,247,980</u>
<i>Fund balances</i>					
Nonspendable					
Prepaid expenses	92,103	7,413	-	53,289	152,805
Spendable					
Restricted for:					
General county operations	-	-	-	89,889	89,889
Maintenance of roads	-	697,325	-	-	697,325
Fire departments	-	-	-	292,637	292,637
Forest health	-	-	-	133,518	133,518
Public safety	-	-	-	88,182	88,182
Recreation	-	-	-	1,520	1,520
Telecommunications services	-	-	-	44,876	44,876
Senior center	-	-	-	67,519	67,519
Detention center operations	-	-	-	24,142	24,142
Debt service expenditures	-	-	-	726,377	726,377
Capital expenditures	-	-	-	344,528	344,528
Committed to:					
Park operations	-	-	-	11,093	11,093
Community improvement	-	-	-	685	685
Technology improvements	-	-	-	266,448	266,448
Subsequent years expenditures	243,816	-	-	-	243,816
Emergency reserves	1,023,739	117,868	-	-	1,141,607
Unassigned	5,138,172	-	-	(167)	5,138,005
<i>Total fund balances</i>	<u>6,497,830</u>	<u>822,606</u>	<u>-</u>	<u>2,144,536</u>	<u>9,464,972</u>
<i>Total liabilities and fund balances</i>	<u>\$ 7,156,751</u>	<u>\$ 1,162,959</u>	<u>\$ -</u>	<u>\$ 2,393,242</u>	<u>\$ 10,712,952</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit B-1

Socorro County

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Assets

June 30, 2011

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

Fund balances - total governmental funds	\$	9,464,972
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		21,722,705
Other noncurrent assets are not available to pay for current period expenditures and therefore, are deferred in the funds:		
Bond issuance costs net of accumulated amortization		50,527
Revenues 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		
Deferred property tax revenues		657,680
Deferred federal grant revenues		315,069
Certain liabilities, including notes payable, 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		(11,726)
Compensated absences		(102,851)
Notes payable		(3,428,184)
Landfill closure and post-closure liability		(79,750)
		(3,622,456)
Net assets - governmental activities	\$	28,588,442

STATE OF NEW MEXICO
Socorro County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011

	General	Road	NMFA G.O. Bond	Nonmajor Governmental Funds	Total Governmental Funds
<i>Revenues</i>					
Taxes:					
Property	\$ 2,027,868	\$ -	\$ -	\$ 339,062	\$ 2,366,930
Gross receipts	834,056	-	-	226,236	1,060,292
Gasoline and motor vehicle	143,369	550,744	-	-	694,113
Other	101	-	-	121,592	121,693
Intergovernmental:					
Federal operating grants	63,510	464,163	-	190,131	717,804
State operating grants	476,066	426,112	-	1,490,679	2,392,857
State capital grants	-	-	-	591,640	591,640
Payment in lieu of taxes	1,052,793	-	-	-	1,052,793
Local sources	-	-	-	40,000	40,000
Charges for services	259,922	-	-	562,424	822,346
Investment income	25,758	-	-	589	26,347
Miscellaneous	38,944	-	-	9,040	47,984
<i>Total revenues</i>	<u>4,922,387</u>	<u>1,441,019</u>	<u>-</u>	<u>3,571,393</u>	<u>9,934,799</u>
<i>Expenditures</i>					
Current					
General government	3,820,231	-	-	17,592	3,837,823
Public safety	131,471	-	-	2,028,212	2,159,683
Culture and recreation	-	-	-	716,676	716,676
Health and welfare	-	-	-	127,160	127,160
Public works	-	1,121,135	-	17,632	1,138,767
Capital outlay	137,754	293,286	-	1,521,838	1,952,878
Debt Service					
Principal	5,500	-	1,700,000	222,576	1,928,076
Interest	-	-	16,217	58,277	74,494
Issuance costs	-	-	42,700	5,250	47,950
<i>Total expenditures</i>	<u>4,094,956</u>	<u>1,414,421</u>	<u>1,758,917</u>	<u>4,715,213</u>	<u>11,983,507</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>827,431</u>	<u>26,598</u>	<u>(1,758,917)</u>	<u>(1,143,820)</u>	<u>(2,048,708)</u>
<i>Other financing sources (uses)</i>					
Loan proceeds	-	-	-	355,250	355,250
Proceeds from refinanced debt	-	-	1,445,000	-	1,445,000
Transfers in	70,000	-	313,917	1,582,924	1,966,841
Transfers (out)	(981,981)	(18,580)	-	(966,280)	(1,966,841)
<i>Total other financing sources (uses)</i>	<u>(911,981)</u>	<u>(18,580)</u>	<u>1,758,917</u>	<u>971,894</u>	<u>1,800,250</u>
<i>Net change in fund balances</i>	(84,550)	8,018	-	(171,926)	(248,458)
<i>Fund balances - beginning of year</i>	<u>6,582,380</u>	<u>814,588</u>	<u>-</u>	<u>2,316,462</u>	<u>9,713,430</u>
<i>Fund balances - end of year</i>	<u>\$ 6,497,830</u>	<u>\$ 822,606</u>	<u>\$ -</u>	<u>\$ 2,144,536</u>	<u>\$ 9,464,972</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit B-2

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, 2011

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

Net change in fund balances - total governmental funds	\$	(248,458)
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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		1,952,878
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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		(549,817)
Change in deferred revenue related to other receivables		315,069

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:

Increase in accrued compensated absences not due and payable		(3,539)
Decrease in accrued interest payable		5,651
Bond issuance costs capitalized		47,950
Amortization of bond issuance costs		(8,449)
Loan proceeds		(1,800,250)
Principal payments on bonds		1,400,000
Principal payments on notes and leases payable		522,576
Principal payments on landfill liability		5,500

Change in net assets of governmental activities	\$	<u>1,639,111</u>
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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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ 2,070,000	\$ 2,280,536	\$ 2,291,358	\$ 10,822
Gross receipts	815,000	867,962	886,713	18,751
Gasoline and motor vehicle	135,000	135,000	156,128	21,128
Other	-	-	213	213
Intergovernmental:				
Federal operating grants	-	90,000	63,510	(26,490)
State operating grants	195,000	445,520	481,824	36,304
State capital grants	-	-	-	-
Payment in lieu of taxes	1,090,000	1,052,793	1,052,793	-
Charges for services	239,600	239,600	259,931	20,331
Investment income	15,000	15,000	25,758	10,758
Miscellaneous	100	38,840	38,944	104
<i>Total revenues</i>	<u>4,559,700</u>	<u>5,165,251</u>	<u>5,257,172</u>	<u>91,921</u>
<i>Expenditures</i>				
Current				
General government	3,850,877	4,053,282	3,890,122	163,160
Public safety	48,000	136,471	131,471	5,000
Culture and recreation	-	-	-	-
Public works	-	-	-	-
Capital outlay	63,818	126,839	136,025	(9,186)
Debt service				
Principal	-	-	-	-
<i>Total expenditures</i>	<u>3,962,695</u>	<u>4,316,592</u>	<u>4,157,618</u>	<u>158,974</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>597,005</u>	<u>848,659</u>	<u>1,099,554</u>	<u>250,895</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	213,519	63,322	-	(63,322)
Transfers in	70,000	70,000	70,000	-
Transfers (out)	(880,524)	(981,981)	(981,981)	-
<i>Total other financing sources (uses)</i>	<u>(597,005)</u>	<u>(848,659)</u>	<u>(911,981)</u>	<u>(63,322)</u>
<i>Net change in fund balances</i>	-	-	187,573	187,573
<i>Fund balances - beginning of year</i>	-	-	6,166,626	6,166,626
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,354,199</u>	<u>\$ 6,354,199</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 187,573
Adjustments to revenues for property taxes and state operating grants				(334,785)
Adjustments to expenditures for payables, payroll taxes, and other accruals				62,662
Net change in fund balances (GAAP)				<u>\$ (84,550)</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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	486,000	567,600	567,600	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	466,550	466,550	779,232	312,682
State operating grants	377,684	395,859	400,903	5,044
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,330,234</u>	<u>1,430,009</u>	<u>1,747,735</u>	<u>317,726</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	1,154,068	1,195,043	1,171,907	23,136
Capital outlay	242,000	327,978	350,546	(22,568)
Debt service				
Principal	-	-	-	-
<i>Total expenditures</i>	<u>1,396,068</u>	<u>1,523,021</u>	<u>1,522,453</u>	<u>568</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(65,834)</u>	<u>(93,012)</u>	<u>225,282</u>	<u>318,294</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	43,542	111,592	-	(111,592)
Transfers in	-	-	-	-
Transfers (out)	22,292	(18,580)	(18,580)	-
<i>Total other financing sources (uses)</i>	<u>65,834</u>	<u>93,012</u>	<u>(18,580)</u>	<u>(111,592)</u>
<i>Net change in fund balances</i>	-	-	206,702	206,702
<i>Fund balances - beginning of year</i>	-	-	874,265	874,265
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,080,967</u>	<u>\$ 1,080,967</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 206,702
Adjustments to revenues for gross receipts taxes				(306,716)
Adjustments to expenditures for payables, payroll taxes, and other accruals				108,032
Net change in fund balances (GAAP)				<u>\$ 8,018</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, 2011

Exhibit D-1

ASSETS

Cash and cash equivalents	\$ 668,489
Taxes receivable	<u>1,594,817</u>
<i>Total assets</i>	<u><u>\$ 2,263,306</u></u>

LIABILITIES

Due to other taxing units	<u>\$ 2,263,306</u>
<i>Total liabilities</i>	<u><u>\$ 2,263,306</u></u>

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, 2011

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, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

A. *Financial Reporting Entity* (continued)

Discretely Presented Component Unit

The Socorro County Housing Authority (The Authority) has been determined to be a component unit of the County that should be discretely presented in the County's financial statements pursuant to the criteria described above. Socorro Village is a component unit of the Authority that should be discretely presented in the Authority's financial statements pursuant to the criteria described above. The Authority and the Village were audited by another auditor and have separately issued financial statements and all exhibits, schedules, and footnotes are included in their financial statements. The component unit's activities are detailed on Exhibit A-1 and A-2 in the County's financial report. Additional information regarding the Housing Authority and Socorro Village separate audit report for the period ended June 30, 2011 may be obtained from their administrative office as follows: Housing Authority of Socorro County, PO Box 00, Socorro, NM 87801

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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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.

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, 2011 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, 2011

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 *NMFA G.O. Bond Debt Service Fund* was converted to an NMFA loan on 08/20/2010. This fund was set up specifically to pay the principal and interest to NMFA.

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 Fund 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 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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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.

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, 2011, 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 recorded deferred property tax revenue of \$657,680 and deferred federal grant revenue of \$315,069 at June 30, 2011.

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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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.

Fund Balance Classification Policies and Procedures: For committed fund balance, the County's highest level of decision-making authority is the County Commission. The formal action that is required to be taken to establish a fund balance commitment is the County Commission.

For assigned fund balance, the County Commission or an official or body to which the County Commission delegates the authority is authorized to assign amounts to a specific purpose. The authorization policy is in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

For the classification of fund balances, the County considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the County considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Nonspendable Fund Balance: At June 30, 2011, the County had nonspendable fund balance categorized in the governmental funds balance sheet in the amount of \$152,805 as detailed on page 20.

Restricted and Committed Fund Balance: At June 30, 2011, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$2,510,513 for various County operations as restricted by enabling legislation. The County has also presented committed fund balance on the governmental funds balance sheet in the amount of \$1,663,649 in order to provide services throughout the County. The details of these fund balance items are located on the governmental funds balance sheet as detailed on page 20.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Minimum Fund Balance Policy: The County's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. At a minimum, the budget shall ensure that the County holds cash reserves of 3/12th the General Fund expenditures and cash reserves of 1/12th the Road Special Revenue Fund.

Net Assets: 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.

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.

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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 2. Stewardship, Compliance and Accountability (continued)

Budgetary Information (continued)

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
	Budgeted Funds:	
General Fund	\$ 597,005	\$ 848,659
Road Special Revenue Fund	\$ (65,834)	\$ (93,012)
Other Governmental Funds	\$ (970,391)	\$ (3,360,588)

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, 2011 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.

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, 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, 2011.

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 financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance.

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. Under the Transaction Account Guarantee Program (TAGP) in effect from July 1, 2010 to December 31, 2010, time deposits, savings deposits and interest bearing negotiable order of withdrawal (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. The TAGP program expired on December 31, 2010. On November 9, 2010, the FDIC Board of Directors issued a final rule to implement the section of the Dodd-Frank Wall Street Reform and Consumer Protection Act that provides temporary unlimited coverage for noninterest-bearing transaction accounts in all FDIC-insured depository institutions. The separate coverage on noninterest-bearing transaction accounts became effective on December 31, 2010 and will terminate on December 31, 2012.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 3. Deposits and Investments (continued)

From December 31, 2010 to July 20, 2011 accounts held by an official custodian for a government unit are insured as follows:

- Up to \$250,000 for the combined total of all time and savings deposits (including NOW accounts), and
- Unlimited coverage for noninterest-bearing transaction (demand deposit) accounts

Through July 20, 2011, there is no difference in deposit insurance coverage when an official custodian deposits money in-state or out-of-state.

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, 2011, \$9,490,831 of the County’s bank balance of \$10,280,571 was exposed to custodial credit risk; \$9,490,831 was uninsured but collateralized by collateral held by the pledging bank’s trust department, but not in the County’s name; and \$0 was uninsured and uncollateralized at June 30, 2011.

	First State Bank	Wells Fargo Bank	Total
Amount of deposits	\$ 7,478,100	\$ 2,802,471	\$ 10,280,571
Deposit Accounts covered by the "Dodd-Frank Deposit Insurance Provision"	-	-	-
FDIC Coverage	(500,000)	(289,740)	(789,740)
Total uninsured public funds	<u>6,978,100</u>	<u>2,512,731</u>	<u>9,490,831</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	<u>6,978,100</u>	<u>2,512,731</u>	<u>9,490,831</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50% of uninsured funds)	\$ 3,489,050	\$ 1,256,367	\$ 4,745,417
Pledged Collateral	<u>9,799,217</u>	<u>2,559,272</u>	<u>12,358,489</u>
Over (Under) collateralized	<u>\$ 6,310,167</u>	<u>\$ 1,302,906</u>	<u>\$ 7,613,073</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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 3. Deposits and Investments (continued)

Investments

As of June 30, 2011, 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 & Agency Notes	<1 year	\$ 115,162	AAA
		<u>\$ 115,162</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.

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. Agency Notes consisting of notes held in Fannie Mae and Freddie Mac and the U.S. Treasury Notes 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

Cash and cash equivalents per Exhibit A-1	\$ 3,574,692
Investments per Exhibit A-1	5,200,000
Restricted cash and cash equivalents per Exhibit A-1	423,718
Restricted investments per Exhibit A-1	115,162
Cash - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	<u>668,489</u>
 Total cash, cash equivalents, and investments	 9,982,061
 Add: outstanding checks and other reconciling items	 841,435
Less: deposits in transit and other reconciling items	(3,715)
Less: cash and cash equivalents in U.S. Treasury Money Market Fund	(423,718)
Less: investments in U.S. Treasury Notes and U.S. Agency Notes	(115,162)
Less: petty cash	<u>(330)</u>
 Bank balance of deposits	 <u>\$ 10,280,571</u>

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 4. Receivables

Receivables as of June 30, 2011, are as follows:

	<u>General</u>	<u>Road</u>	<u>NMFA G.O. Bond</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Property taxes	\$ 656,053	\$ -	\$ -	\$ 99,028	\$ 755,081
Other taxes:					
Gross receipts taxes	44,584	-	-	20,267	64,851
Gasoline and oil taxes	-	49,370	-	-	49,370
Other taxes	-	-	-	10,479	10,479
Intergovernmental-grants:					
State	9,812	25,209	-	315,282	350,303
Federal	-	-	-	12,419	12,419
Local	-	-	-	1,385	1,385
Other receivables:					
Reimbursements	-	-	-	2,687	2,687
Totals by category	<u>\$ 710,449</u>	<u>\$ 74,579</u>	<u>\$ -</u>	<u>\$ 461,547</u>	<u>\$ 1,246,575</u>

In accordance with GASB Statement No. 33, property tax revenues in the amount of \$657,680 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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

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. At June 30, 2011, there were no interfund receivables or payables for the County.

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

Transfers In	Transfers Out	Amount
Primary Government		
General Fund	Fire Excise Tax Special Revenue Fund	\$ 40,000
General Fund	Wildland Grant Special Revenue Fund	30,000
Legislative Appropriations Capital Projects Fund	General Fund	36,212
NMFA Midway Debt Service Fund	Midway Fire Special Revenue Fund	6,081
San Antonio Fire Special Revenue Fund	Fire Excise Tax Special Revenue Fund	18,093
San Antonio Fire Special Revenue Fund	NMFA San Antonio Fire Debt Service Fund	23
San Antonio Fire Special Revenue Fund	NMFA San Antonio Fire Station Debt Service Fund	14,300
Veguita Fire Special Revenue Fund	Fire Excise Tax Special Revenue Fund	142,000
Veguita Fire Special Revenue Fund	NMFA Veguita Fire Station Debt Service Fund	72,476
Abeytas Fire Special Revenue Fund	General Fund	265
Abeytas Fire Special Revenue Fund	NMFA Abeytas Fire Debt Service Fund	10
Jail - Detention Center Special Revenue Fund	General Fund	679,861
NMFA Sheriff's Department Vehicles Debt Service Fund	Law Enforcement Protect Special Revenue Fund	17,756
Property Valuation Loan Debt Service Fund	Property Administration Special Revenue Fund	15,216
Technology Special Revenue Fund	General Fund	1,740
NMFA G.O. Bond Debt Service Fund	General Obligation Bond Debt Service Fund	313,917
NMFA San Antonio #3 Pumper Debt Service Fund	San Antonio Fire Special Revenue Fund	25,563
Parks Department Special Revenue Fund	General Fund	1,800
NMFA San Antonio #2 Pumper Debt Service Fund	San Antonio Fire Special Revenue Fund	16,398
Senior Center Special Revenue Fund	General Fund	247,031
NMFA Veguita Debt Service Fund	Veguita Fire Special Revenue Fund	8,225
Wildland Grant Special Revenue Fund	Fire Excise Tax Special Revenue Fund	110,000
NMFA Abeytas #2 Debt Service Fund	Abeytas Fire Special Revenue Fund	23,618
NMFA Hop Canyon Station Debt Service Fund	Hop Canyon Fire Special Revenue Fund	15,394
NMFA BLM Building Purchase Debt Service Fund	General Fund	15,072
NMFA Bulldozer Debt Service Fund	Road Special Revenue Fund	18,580
NMFA San Antonio Fire Station Debt Service Fund	San Antonio Fire Special Revenue Fund	29,355
NMFA Abeytas Fire Pumper/Tanker Debt Service Fund	Abeytas Fire Special Revenue Fund	42,837
NMFA Veguita Fire Station Debt Service Fund	Veguita Fire Special Revenue Fund	25,018
	Total	<u>\$ 1,966,841</u>

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 6. Capital Assets

The following is a summary of capital assets and changes occurring during the year ended June 30, 2011. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
Capital assets not being depreciated:				
Land	\$ 656,667	\$ -	\$ -	\$ 656,667
Construction in progress	633,986	-	-	633,986
Total capital assets not being depreciated	<u>1,290,653</u>	<u>-</u>	<u>-</u>	<u>1,290,653</u>
Capital assets being depreciated:				
Buildings and improvements	7,488,799	1,952,878	-	9,441,677
Furniture, fixtures and equipment	10,990,375	-	-	10,990,375
Total capital assets being depreciated	<u>18,479,174</u>	<u>1,952,878</u>	<u>-</u>	<u>20,432,052</u>
Less accumulated depreciation:				
Buildings and improvements	-	-	-	-
Furniture, fixtures and equipment	-	-	-	-
Total accumulated depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets, net of depreciation	<u>\$ 19,769,827</u>	<u>\$ 1,952,878</u>	<u>\$ -</u>	<u>\$ 21,722,705</u>

The County did not maintain an accurate capital asset inventory or disclose non-depreciable assets as of June 30, 2011; as a result, lives, methods and historical cost are not available to record depreciation expense for the year ended June 30, 2011.

NOTE 7. Long-term Debt

During the year ended June 30, 2011, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance June 30, 2010	Additions	Retirements	Balance June 30, 2011	Due Within One Year
General Obligation Bonds	\$ 1,400,000	\$ -	\$ 1,400,000	\$ -	\$ -
Notes Payable	2,150,510	1,800,250	522,576	3,428,184	525,383
Landfill Closure and Post-Closure Liability	85,250	-	5,500	79,750	-
Compensated Absences	99,312	182,353	178,814	102,851	102,851
Total Long-Term Debt	<u>\$ 3,735,072</u>	<u>\$ 1,982,603</u>	<u>\$ 2,106,890</u>	<u>\$ 3,610,785</u>	<u>\$ 628,234</u>

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize notes payable as of June 30, 2011, including interest payments are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2012	\$ 525,383	\$ 67,189	\$ 592,572
2013	501,207	59,222	560,429
2014	496,389	52,087	548,476
2015	475,357	43,761	519,118
2016	169,565	34,285	203,850
2017-2021	568,169	120,772	688,941
2022-2026	500,179	61,588	561,767
2027-2031	191,935	10,636	202,571
	<u>\$ 3,428,184</u>	<u>\$ 449,540</u>	<u>\$ 3,877,724</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.

Notes payable outstanding at June 30, 2011, consisted of the following issues:

NM Finance Authority Loan, dated October 17, 2003, principal due May 1, 2004 through 2014 having no yield	\$ 23,087
NM Finance Authority Loan, dated October 17, 2003, principal due May 1, 2004 through 2014 having no yield	47,433
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%	24,205
New Mexico Finance Authority, dated March 3, 2006, principal due May 1, 2006 through 2016 having approximate yields of 3.14% to 3.63%	118,277
NM Finance Authority Loan, dated May 19, 2006, principal due May 1, 2007 through 2016 having approximate yields of 3.00%	108,270
New Mexico Finance Authority, dated July 28, 2006, principal due May 1, 2007 through 2027 having approximate yields of 3.28% to 4.18%	220,102
New Mexico Finance Authority, dated February 16, 2007, principal due May 1, 2008 through 2027 having approximate yields of 3.29% to 3.83%	216,778
New Mexico Finance Authority, dated November 16, 2007, principal due November 1, 2008 through 2011 having approximate yields of 0.00%	17,750
New Mexico Finance Authority, dated December 19, 2008, principal due May 1, 2009 through 2014 having approximate yields of 2.18% to 3.58%	64,959
New Mexico Finance Authority, dated January 30, 2009, principal due May 1, 2010 through 2019 having approximate yields of 3.05% to 5.46%	283,441

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 7. Long-term Debt (continued)

New Mexico Finance Authority, dated January 30, 2009, principal due May 1, 2010 through 2029 having approximate yields of 1.55% to 5.29%	411,102
New Mexico Finance Authority, dated July 17, 2009, principal due May 1, 2011 through 2030 having approximate yields of 0.24% to 2.41%	333,325
New Mexico Finance Authority, dated August 20, 2010, principal due June 1, 2011 through 2015 having approximate yields of 0.53% to 2.01%	1,145,000
New Mexico Finance Authority, dated February 4, 2011, principal due July 1, 2011 through 2025 having approximate yields of 0.57% to 3.632%	355,250
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>59,205</u>
Total Notes Payable	<u>\$ 3,428,184</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.

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.

Refinanced Debt – During the year ended June 30, 2011 the County issued \$1,445,000 of additional loan to pay off the outstanding balance of bonds payable. The principal payments on the refinanced debt have been shown as current year debt service principal payments at Exhibit B-2.

Landfills – The County monitors the closures of three landfills as required by State and Federal laws. During fiscal year June 30, 2011, 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, 2011, compensated absences increased \$3,539 over the prior year accrual.

Operating Leases – The County leases equipment under a cancelable operating lease with terms that began in June 2011 and will end seven months later in December 2011. Total cost for this lease during the fiscal year was approximately \$1,450. The Future minimum lease payments for this lease through December 2011 are \$8,700.

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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

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, 2011:

Senior Volunteer Program - Special Revenue Fund	\$	(167)
Total	\$	<u>(167)</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 budget authority. There were no funds with expenditures in excess of budget authority for the year ended June 30, 2011.
- C. Designated cash appropriations in excess of available balances. There were no funds that maintained cash appropriation in excess of beginning available balances for the year ended June 30, 2011.

NOTE 10. Pension Plan- Public Employees Retirement Association

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: 16.3% 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: 18.5% 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, 2011, 2010 and 2009 were \$279,661, \$258,179, and \$238,501, respectively.

NOTE 11. Post-Employment Benefit- State Retiree Health Care Plan

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, 2011.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

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 \$79,750 which is an estimate of the remaining liability through June 30, 2011 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.

NOTE 14. Commitments

The County's commitments as of June 30, 2011 are as follows:

<u>Project</u>	<u>Year Ending</u>	<u>Amount</u>
Veteran's Parks Improvement	2012	\$ 100,000
Tire Grant	2012	77,290
Solid Waste Facility Improvements	2012	50,699
Senior Center Building	2012	37,500
Senior Center Equipment	2012	26,000
Total commitments		<u>\$ 291,489</u>

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

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	Unknown
Audit Responsibility	None

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	Unknown
Audit Responsibility	None

Wildland Fire Protection and Suppression

Participants	Socorro County Energy, Minerals and Natural Resources Department (EMNRD)
Responsible Party	Socorro County
Description	The County will make resources available to EMNRD for wildland fire suppression and management. EMNRD will reimburse the County for services of qualified and requested resources.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Unknown
Audit Responsibility	None

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 15. Joint Powers Agreements (continued)

Purchase of Type 6 Wildland Fire Engine for the Veguita Volunteer Fire Department

Participants	Socorro County Energy, Minerals and Natural Resources Department (EMNRD)
Responsible Party	Socorro County
Description	The County will purchase a Type 6 Wildland Fire Engine for the Veguita Volunteer Fire Department and the EMNRD will transfer to the County an amount not to exceed \$107,000
Term of agreement	Until Terminated
Amount of project	\$119,000
County contributions	\$12,000
Audit Responsibility	None

NOTE 16. Restricted Net Assets

The government-wide statement of net assets reports \$3,403,727 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 32, and 53-55.

NOTE 17. Subsequent Events

The date to which events occurring after June 30, 2011, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosures is November 15, 2011 which is the date on which the financial statements were available to be issued. No events took place subsequent to year end.

NOTE 18. Subsequent Pronouncements

In November 2010, GASB Statement No. 60 *Accounting and Financial Reporting for Service Concession Arrangements*, Effective Date: For financial statements for periods beginning after December 15, 2011. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The County is still evaluating the possible effects of this standard.

In November 2010, GASB Statement No. 61 *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012. Earlier application is encouraged. The standard is expected to have no effect on the County in upcoming years.

In December 2010, GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, Effective Date: The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. Earlier application is encouraged. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The County will implement this standard during fiscal year June 30, 2013.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2011

NOTE 18. Subsequent Pronouncements (continued)

In June 2011, GASB Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* Effective Date: The provisions of Statement 63 are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the County in upcoming years.

In June 2011, GASB Statement No. 64 *Derivative Instruments: Application of Hedge Accounting Termination Provisions*—an amendment of GASB Statement No. 53 Effective Date: The provisions of Statement 64 are effective for financial statements for periods beginning after June 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the County in upcoming years.

NOTE 19. Concentrations

The County depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

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STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Funds
June 30, 2011

SPECIAL REVENUE FUNDS

Forest Reserve Title III - To account for the County's share of Title III Forest Reserve Receipts. Funds may be expended by the Board of County Commissioners upon roads within forest reserves in those counties. The authority to create this fund was given by 6-11-3, NMSA 1978 Compilation.

Farm and Range Improvement – Congress provides for distribution among the states and territories of the United States, a portion of the revenues derived from forest reserves, commonly known as the Taylor Grazing Act. The Treasurer of the State of New Mexico shall transmit to the treasurers of the various counties, in which forest reserves are situated, the proportion to be based upon the number of acres of forest reserve in such county. Expenditures from this fund are limited to conservation of soil and water, the control of rodents and predatory animals and the extermination of poisonous and noxious weeds, the construction of dipping vats, spraying machines and other structures to control parasites on livestock, and for repair and maintenance of said vats, machines and structures and for the construction and maintenance of secondary roads. This work is contracted through the United States Department of Agriculture (USDA) Animal and Plant Health Inspection Services and Wildlife Services division. The authority to create this fund was given by 6-11-6 NMSA 1978 Compilation.

Recreation Fund - Revenues are based on a proportion of cigarettes sales made within the county borders, exclusive of sales within any municipality in that county, bears to the total sales of cigarettes in the state during the month. Disbursements shall be used for recreational facilities and salaries of instructors and other employees necessary to the operation of such facilities. Such recreational facilities shall be for the use of all persons. The authority to create this fund was given by 7-12-15, NMSA 1978 Compilation.

Fire District Protection 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 "Fire Protection Fund Law" collects a portion of the proceeds derived from property and vehicle insurance business (59A-6-5, D (1)) transactions in the state. The purpose of the Fire Protection Fund Law is to provide funding for the operation, maintenance and betterment of local fire departments, to the end that the hazard of loss by fire and fire insurance rates may be reduced and the public safety thereby promoted. Expenditures are limited to the maintenance and insurance of the fire department, the purchase, construction, maintenance, repair and operation of fire stations, including substations, fire apparatus and equipment, and the financing or refinancing thereof, the payment of insurance premiums for injuries or deaths of firefighters, attendance at any fire schools and conventions approved by the State Fire Marshal. Any expenditures in connection with the construction, purchase or equipment of any fire station or substation, must have the prior written approval of the State Fire Marshal. No funds may be expended for any purpose relating to the water supply/distribution systems or for the purchase, rental, installation or maintenance of fire hydrants. The authority to create this fund was given by 59A-53-1, NMSA 1978 Compilation.

EMS (Emergency Medical Service) Funds – To account for revenues, grants received, and expenditures incurred in providing emergency medical services to the residents of the Alamo Navajo Indian Reservation and NRAO/VLA. The purpose of the Emergency Medical Services Fund Act is for the establishment and enhancement of local emergency medical services, statewide emergency medical services and trauma services in order to reduce injury and loss of life. The authority to create this fund was given by 24-10A-6, NMSA 1978 Compilation.

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.

Jail – Detention Fund - Proceeds must be used 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 authority to create this fund was given by 7-20F-1 through 7-20F-12, NMSA 1978 Compilation.

STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Funds
June 30, 2011

SPECIAL REVENUE FUNDS (continued)

Fire Excise Tax - To account for taxes received, from a dedicated Gross Receipts Tax, and expenditures incurred to supplement the operational expenses and capital outlay costs of the County's independent fire districts and/or ambulance service. Expenditures from this fund are at the discretion of the Board of County Commissioners. The authority to create this fund was given by 7-20E-15, NMSA 1978 Compilation and Socorro County Ordinance 05-004.

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's property reappraisal program. Fees received are one percent (1%) of the property taxes collected. Expenditures from the fund may be made pursuant to a property valuation program presented by the County assessor and approved by the majority of the County commissioners. The authority to create this fund was given by 7-38-38.1, NMSA 1978 Compilation.

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 fees assessed (not to exceed four dollars (\$4.00)) on each recorded document in the County Clerk's office. Proceeds may be used to rent, purchase, lease or lease-purchase equipment associated with recording, filing, maintaining or reproducing documents in the county clerk's office and for staff training on office procedures and equipment. The authority to create this fund was given by 14-8-12.2, NMSA 1978 Compilation.

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 funds used in the operation of, and ongoing improvements to, Socorro County parks. Primary funding is Escondida Lake user fees, local contributions, and support from the General Fund. The County maintains the following parks: Isidro Baca (aka Veterans Memorial Park), Escondida Lake, Polvadera (aka Em Eusebio Saiz Memorial), and San Antonio. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

Senior Center - To account for funds used to provide feeding of senior citizens, senior companion program and other senior citizens services such as transportation and homemaking. Funding is provided through the Department of Health and Human Services. The authority to create this fund was given by the Older American Act of 1965, Title III, Parts A and F, Public Law 89-73, as amended; Public Law 90-42, 81 Stat. 106; Public Law 91-69, 83 Stat. 108; Public Law 93-29, 87 Stat. 30; Public Law 93-351, 88 Stat. 357; Public Law 94-135, 89 Stat. 713; Public Law 95-65, 91 Stat. 269; Public Law 95-478, 92 Stat. 1513; Public Law 97-115, 95 Stat. 1595; Public Law 98-459, 98 Stat. 1767; Public Law 100-175, 101 Stat. 926, Section 705, Public Law 100-628; 42 U.S.C 3022-3030(m); Public Law 102-375 and New Mexico State Chapter 354, NMSA 1978 Compilation.

Wildland Grant - To account for funds received for protecting and preserving the County's surrounding Wildland areas. Wildland is defined as lands owned by the governing body that are designated for public recreational purposes and that are covered wholly or in part by timber, brush or native grass. This fund includes an annual disbursement from the State Fire Marshal's Office for the operation (not salary or benefits) of an administrative office for the county fire marshal. This fund is administered by the County Fire Marshal's Office. This fund was created by the Board of Commissioners under County Ordinance 2005-003.

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.

Literacy Volunteer Program Fund - To account for funds used to foster and promote increased literacy among the 17,000 + residents in Socorro County. Accredited through ProLiteracy of America LVSC provides literacy opportunities for adults and their families to acquire skills that will help them become more effective members of their families, communities, and workplaces. 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
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SPECIAL REVENUE FUNDS (continued)

Senior Volunteer Program Fund – To account for funds used to provide academia and companion to seniors in the County of Socorro. The County is the sponsor for this program, but the funds are provided through Area on Aging. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

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 Valuation Loan – 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

Legislative Appropriations – Beginning with the 2007 New Mexico Legislative Session, all legislative appropriations are coded to this fund with each legislative appropriation given its own revenue and expense line item. Recording all legislative appropriations to one fund will make it easier to track the funding/reimbursement status of each project. Also any other state grants deemed necessary to run through this fund to track individually. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

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.

Repair and Replacement Fund – Formerly known as the Equipment Fund, this fund is intended for the repair or replacement of County equipment, infrastructure, and buildings. Proceeds may be from loans, sale of county assets, rental income from leasing County office space, transfer(s) from the General Fund, etc. This fund is not intended for routine repair expenditures, but for more extensive expenditures such as major equipment overhauls or roof replacements. This fund may also be used for capital projects when Legislative Appropriations prove insufficient to complete the project. 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
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue			
	Forest Reserve Title III	Farm and Range Improvement	Recreation Fund	Midway Fire
<i>Assets</i>				
Cash and cash equivalents	\$ 84,832	\$ 22,474	\$ 1,520	\$ 40,921
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Prepaid expenses	-	-	-	4,169
<i>Total assets</i>	<u>\$ 84,832</u>	<u>\$ 22,474</u>	<u>\$ 1,520</u>	<u>\$ 45,090</u>
<i>Liabilities</i>				
Accounts payable	\$ 465	\$ -	\$ -	\$ 342
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
<i>Total liabilities</i>	<u>465</u>	<u>-</u>	<u>-</u>	<u>342</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	-	-	-	4,169
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	40,579
Forest health	84,367	22,474	-	-
Public safety	-	-	-	-
Recreation	-	-	1,520	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Detention center operations	-	-	-	-
Debt service expenditures	-	-	-	-
Capital expenditures	-	-	-	-
Committed to:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>84,367</u>	<u>22,474</u>	<u>1,520</u>	<u>44,748</u>
<i>Total liabilities and fund balances</i>	<u>\$ 84,832</u>	<u>\$ 22,474</u>	<u>\$ 1,520</u>	<u>\$ 45,090</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
\$ 25,572	\$ 16,663	\$ 11,998	\$ 108,550	\$ 24,403	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,359	131,469	10,177	490	-	-
-	-	-	-	-	-
4,893	3,342	4,748	3,562	-	-
<u>\$ 36,824</u>	<u>\$ 151,474</u>	<u>\$ 26,923</u>	<u>\$ 112,602</u>	<u>\$ 24,403</u>	<u>\$ -</u>
\$ 2,082	\$ 329	\$ 3,491	\$ 109,002	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,082</u>	<u>329</u>	<u>3,491</u>	<u>109,002</u>	<u>-</u>	<u>-</u>
4,893	3,342	4,748	3,562	-	-
-	-	-	-	-	-
29,849	147,803	18,684	38	-	-
-	-	-	-	24,403	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>34,742</u>	<u>151,145</u>	<u>23,432</u>	<u>3,600</u>	<u>24,403</u>	<u>-</u>
<u>\$ 36,824</u>	<u>\$ 151,474</u>	<u>\$ 26,923</u>	<u>\$ 112,602</u>	<u>\$ 24,403</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue			
	Jail - Detention Fund	Fire Excise Tax	Law Enforcement Protection	Property Administration
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ 37,961	\$ 1,294	\$ 32,642
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	20,267	10,479	-	-
Intergovernmental	31,127	-	-	-
Other receivables	2,687	-	-	-
Prepaid expenses	17,682	-	-	-
<i>Total assets</i>	<u>\$ 71,763</u>	<u>\$ 48,440</u>	<u>\$ 1,294</u>	<u>\$ 32,642</u>
<i>Liabilities</i>				
Accounts payable	\$ 24,504	\$ -	\$ -	\$ 212
Accrued payroll	5,435	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
<i>Total liabilities</i>	<u>29,939</u>	<u>-</u>	<u>-</u>	<u>212</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	17,682	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	32,430
Fire departments	-	48,440	-	-
Forest health	-	-	-	-
Public safety	-	-	1,294	-
Recreation	-	-	-	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Detention center operations	24,142	-	-	-
Debt service expenditures	-	-	-	-
Capital expenditures	-	-	-	-
Committed to:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>41,824</u>	<u>48,440</u>	<u>1,294</u>	<u>32,430</u>
<i>Total liabilities and fund balances</i>	<u>\$ 71,763</u>	<u>\$ 48,440</u>	<u>\$ 1,294</u>	<u>\$ 32,642</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Technology	VLA EMS	Clerk Filing Fees	DWI Grant	Parks Department	Senior Center
\$ 266,483	\$ 6,108	\$ 57,459	\$ 22,212	\$ 12,071	\$ 39,622
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	39,504	-	34,139
-	-	-	-	-	-
-	-	-	-	-	7,650
<u>\$ 266,483</u>	<u>\$ 6,108</u>	<u>\$ 57,459</u>	<u>\$ 61,716</u>	<u>\$ 12,071</u>	<u>\$ 81,411</u>
\$ 35	\$ 605	\$ -	\$ 2,673	\$ 978	\$ 2,551
-	-	-	2,061	-	3,691
-	-	-	-	-	-
<u>35</u>	<u>605</u>	<u>-</u>	<u>4,734</u>	<u>978</u>	<u>6,242</u>
-	-	-	-	-	7,650
-	-	57,459	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	5,503	-	56,982	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	67,519
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	11,093	-
-	-	-	-	-	-
266,448	-	-	-	-	-
-	-	-	-	-	-
<u>266,448</u>	<u>5,503</u>	<u>57,459</u>	<u>56,982</u>	<u>11,093</u>	<u>75,169</u>
<u>\$ 266,483</u>	<u>\$ 6,108</u>	<u>\$ 57,459</u>	<u>\$ 61,716</u>	<u>\$ 12,071</u>	<u>\$ 81,411</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue			
	Wildland Grant	Tele- communications Fund	Hop Canyon Fire	Literacy Volunteer Program
<i>Assets</i>				
Cash and cash equivalents	\$ 27,393	\$ 47,051	\$ 7,594	\$ 685
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	588	-	-	-
Other receivables	-	-	-	-
Prepaid expenses	3,076	-	4,167	-
<i>Total assets</i>	<u>\$ 31,057</u>	<u>\$ 47,051</u>	<u>\$ 11,761</u>	<u>\$ 685</u>
<i>Liabilities</i>				
Accounts payable	\$ 1,304	\$ 2,175	\$ 350	\$ -
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
<i>Total liabilities</i>	<u>1,304</u>	<u>2,175</u>	<u>350</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	3,076	-	4,167	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	7,244	-
Forest health	26,677	-	-	-
Public safety	-	-	-	-
Recreation	-	-	-	-
Telecommunications services	-	44,876	-	-
Senior center	-	-	-	-
Detention center operations	-	-	-	-
Debt service expenditures	-	-	-	-
Capital expenditures	-	-	-	-
Committed to:				
Park operations	-	-	-	-
Community improvement	-	-	-	685
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>29,753</u>	<u>44,876</u>	<u>11,411</u>	<u>685</u>
<i>Total liabilities and fund balances</i>	<u>\$ 31,057</u>	<u>\$ 47,051</u>	<u>\$ 11,761</u>	<u>\$ 685</u>

The accompanying notes are an integral part of these financial statements

Special Revenue		Debt Service			
Senior Volunteer Program	General Obligation Bond	NMFA San Antonio Fire	NMFA Abeytas Fire	NMFA Midway	NMFA San Antonio #3 Pumper
\$ -	\$ 174,723	\$ -	\$ -	\$ 19	\$ 2,479
-	-	-	-	-	19,841
-	99,028	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 273,751</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10</u>	<u>\$ 22,320</u>
\$ 167	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	86,254	-	-	-	-
<u>167</u>	<u>86,254</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	187,497	-	-	10	22,320
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(167)	-	-	-	-	-
<u>(167)</u>	<u>187,497</u>	<u>-</u>	<u>-</u>	<u>10</u>	<u>22,320</u>
<u>\$ -</u>	<u>\$ 273,751</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10</u>	<u>\$ 22,320</u>

STATE OF NEW MEXICO
Socorro County
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Debt Service

	NMFA San Antonio #2	NMFA Veguita	NMFA Abeytas #2	NMFA Hop Canyon Station
<i>Assets</i>				
Cash and cash equivalents	\$ 3	\$ 1	\$ 1,947	\$ 1,857
Investments	24	12	15,579	14,860
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 27</u>	<u>\$ 13</u>	<u>\$ 17,526</u>	<u>\$ 16,717</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Public safety	-	-	-	-
Recreation	-	-	-	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Detention center operations	-	-	-	-
Debt service expenditures	27	13	17,526	16,717
Capital expenditures	-	-	-	-
Committed to:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>27</u>	<u>13</u>	<u>17,526</u>	<u>16,717</u>
<i>Total liabilities and fund balances</i>	<u>\$ 27</u>	<u>\$ 13</u>	<u>\$ 17,526</u>	<u>\$ 16,717</u>

The accompanying notes are an integral part of these financial statements

Debt Service

NMFA BLM Building Purchase	NMFA Sheriff's Department Vehicles	NMFA Bulldozer	NMFA San Antonio Fire Station	NMFA Abeytas Fire Pumper/Tanker	NMFA Veguita Fire Station
\$ 2,159	\$ 2	\$ 12,868	\$ 9,945	\$ 34,040	\$ 8,366
17,285	13	-	26,207	-	21,332
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 19,444</u>	<u>\$ 15</u>	<u>\$ 12,868</u>	<u>\$ 36,152</u>	<u>\$ 34,040</u>	<u>\$ 29,698</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
19,444	15	12,868	36,152	34,040	29,698
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,444</u>	<u>15</u>	<u>12,868</u>	<u>36,152</u>	<u>34,040</u>	<u>29,698</u>
<u>\$ 19,444</u>	<u>\$ 15</u>	<u>\$ 12,868</u>	<u>\$ 36,152</u>	<u>\$ 34,040</u>	<u>\$ 29,698</u>

STATE OF NEW MEXICO
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Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Debt Service		Capital Projects	
	Property Valuation Loan	NMFA Veguita #3	Legislative Appropriations	Rio Abajo Library
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ 350,050	\$ 13,490	\$ -
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	-	75,108	-
Other receivables	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 350,050</u>	<u>\$ 88,598</u>	<u>\$ -</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Public safety	-	-	-	-
Recreation	-	-	-	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Detention center operations	-	-	-	-
Debt service expenditures	-	350,050	-	-
Capital expenditures	-	-	88,598	-
Committed to:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>350,050</u>	<u>88,598</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 350,050</u>	<u>\$ 88,598</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

<u>Capital Projects</u>		
<u>Repair and Replacement</u>	<u>Sabinal and Abeytas Center</u>	<u>Total Nonmajor Funds</u>
\$ 255,122	\$ 683	\$ 1,763,244
-	-	115,162
-	-	99,028
-	-	30,746
125	-	329,086
-	-	2,687
-	-	53,289
<u>\$ 255,247</u>	<u>\$ 683</u>	<u>\$ 2,393,242</u>
\$ -	\$ -	\$ 151,265
-	-	11,187
-	-	86,254
-	-	248,706
-	-	53,289
-	-	89,889
-	-	292,637
-	-	133,518
-	-	88,182
-	-	1,520
-	-	44,876
-	-	67,519
-	-	24,142
-	-	726,377
255,247	683	344,528
-	-	11,093
-	-	685
-	-	266,448
-	-	(167)
<u>255,247</u>	<u>683</u>	<u>2,144,536</u>
<u>\$ 255,247</u>	<u>\$ 683</u>	<u>\$ 2,393,242</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, 2011

	Special Revenue			
	Forest Reserve Title III	Farm and Range Improvement	Recreation Fund	Midway Fire
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	51	-
Intergovernmental:				
Federal operating grants	68,727	21,033	-	-
State operating grants	-	-	-	61,850
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>68,727</u>	<u>21,033</u>	<u>51</u>	<u>61,850</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	44,967
Culture and recreation	27,059	21,000	6,276	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	163,986	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>191,045</u>	<u>21,000</u>	<u>6,276</u>	<u>44,967</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(122,318)</u>	<u>33</u>	<u>(6,225)</u>	<u>16,883</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	(6,081)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,081)</u>
<i>Net change in fund balances</i>	<u>(122,318)</u>	<u>33</u>	<u>(6,225)</u>	<u>10,802</u>
<i>Fund balances - beginning of year</i>	<u>206,685</u>	<u>22,441</u>	<u>7,745</u>	<u>33,946</u>
<i>Fund balances - end of year</i>	<u>\$ 84,367</u>	<u>\$ 22,474</u>	<u>\$ 1,520</u>	<u>\$ 44,748</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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
197,792	289,574	148,668	45,521	17,974	112,500
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>197,792</u>	<u>289,574</u>	<u>148,668</u>	<u>45,521</u>	<u>17,974</u>	<u>112,500</u>
-	-	-	-	-	-
77,559	88,343	62,740	127,707	6,932	-
-	-	-	-	-	-
-	-	-	-	-	112,500
-	-	-	-	-	-
113,861	344,607	30,215	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>191,420</u>	<u>432,950</u>	<u>92,955</u>	<u>127,707</u>	<u>6,932</u>	<u>112,500</u>
<u>6,372</u>	<u>(143,376)</u>	<u>55,713</u>	<u>(82,186)</u>	<u>11,042</u>	<u>-</u>
-	-	-	-	-	-
32,416	214,476	275	-	-	-
(71,316)	(33,243)	(66,455)	-	-	-
<u>(38,900)</u>	<u>181,233</u>	<u>(66,180)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(32,528)	37,857	(10,467)	(82,186)	11,042	-
<u>67,270</u>	<u>113,288</u>	<u>33,899</u>	<u>85,786</u>	<u>13,361</u>	<u>-</u>
<u>\$ 34,742</u>	<u>\$ 151,145</u>	<u>\$ 23,432</u>	<u>\$ 3,600</u>	<u>\$ 24,403</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, 2011

	Special Revenue			
	Jail - Detention Center	Fire Excise Tax	Law Enforcement Protection	Property Administration
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	226,236	-	-	-
Other	-	121,541	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	17,756	-
State capital grants	-	-	-	-
Local sources	40,000	-	-	-
Charges for services	250,026	-	-	71,199
Investment income	-	-	-	-
Miscellaneous	3,444	-	-	-
<i>Total revenues</i>	<u>519,706</u>	<u>121,541</u>	<u>17,756</u>	<u>71,199</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	1,202,329	-	4,550	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	17,632
Capital outlay	2,920	-	-	131,048
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>1,205,249</u>	<u>-</u>	<u>4,550</u>	<u>148,680</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(685,543)</u>	<u>121,541</u>	<u>13,206</u>	<u>(77,481)</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	679,861	-	-	-
Transfers (out)	-	(310,093)	(17,756)	(15,216)
<i>Total other financing sources (uses)</i>	<u>679,861</u>	<u>(310,093)</u>	<u>(17,756)</u>	<u>(15,216)</u>
<i>Net change in fund balances</i>	<u>(5,682)</u>	<u>(188,552)</u>	<u>(4,550)</u>	<u>(92,697)</u>
<i>Fund balances - beginning of year</i>	<u>47,506</u>	<u>236,992</u>	<u>5,844</u>	<u>125,127</u>
<i>Fund balances - end of year</i>	<u>\$ 41,824</u>	<u>\$ 48,440</u>	<u>\$ 1,294</u>	<u>\$ 32,430</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Technology	VLA EMS	Clerk Filing Fees	DWI Grant	Parks Department	Senior Center
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	100,371
-	5,285	-	145,199	-	248,989
-	-	-	-	-	9,089
-	-	-	-	-	-
-	-	14,498	198,533	12,552	-
-	-	-	-	-	16
-	-	-	1,385	-	4,211
-	5,285	14,498	345,117	12,552	362,676
3,445	-	13,147	-	-	-
-	4,493	-	376,054	-	-
-	-	-	-	8,463	563,596
-	-	-	-	-	-
-	-	-	-	-	-
98,765	-	-	54	-	3,151
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
102,210	4,493	13,147	376,108	8,463	566,747
(102,210)	792	1,351	(30,991)	4,089	(204,071)
-	-	-	-	-	-
1,740	-	-	-	1,800	247,031
-	-	-	-	-	-
1,740	-	-	-	1,800	247,031
(100,470)	792	1,351	(30,991)	5,889	42,960
366,918	4,711	56,108	87,973	5,204	32,209
\$ 266,448	\$ 5,503	\$ 57,459	\$ 56,982	\$ 11,093	\$ 75,169

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, 2011

	Special Revenue			
	Wildland Grant	Tele- communications Fund	Hop Canyon Fire	Literacy Volunteer Program
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	102,362	37,000	45,031	15,178
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>102,362</u>	<u>37,000</u>	<u>45,031</u>	<u>15,178</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	30,688	-
Culture and recreation	76,582	13,179	-	-
Health and welfare	-	-	-	14,493
Public works	-	-	-	-
Capital outlay	119,478	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>196,060</u>	<u>13,179</u>	<u>30,688</u>	<u>14,493</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(93,698)</u>	<u>23,821</u>	<u>14,343</u>	<u>685</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	110,000	-	-	-
Transfers (out)	(30,000)	-	(15,394)	-
<i>Total other financing sources (uses)</i>	<u>80,000</u>	<u>-</u>	<u>(15,394)</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>(13,698)</u>	<u>23,821</u>	<u>(1,051)</u>	<u>685</u>
<i>Fund balances - beginning of year</i>	<u>43,451</u>	<u>21,055</u>	<u>12,462</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 29,753</u>	<u>\$ 44,876</u>	<u>\$ 11,411</u>	<u>\$ 685</u>

The accompanying notes are an integral part of these financial statements

Special Revenue	Debt Service				
Senior Volunteer Program	General Obligation Bond	NMFA San Antonio Fire	NMFA Abeytas Fire	NMFA Midway	NMFA San Antonio #3 Pumper
\$ -	\$ 338,541	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	10	58
-	-	-	-	-	-
-	338,541	-	-	10	58
-	-	-	-	-	-
-	-	-	-	76	-
-	-	-	-	-	-
167	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	6,013	21,926
-	11,525	-	-	-	3,667
-	-	-	-	-	-
167	11,525	-	-	6,089	25,593
-	-	-	-	-	-
(167)	327,016	-	-	(6,079)	(25,535)
-	-	-	-	-	-
-	-	-	-	6,081	25,563
-	(313,917)	(23)	(10)	-	-
-	(313,917)	(23)	(10)	6,081	25,563
(167)	13,099	(23)	(10)	2	28
-	174,398	23	10	8	22,292
\$ (167)	\$ 187,497	\$ -	\$ -	\$ 10	\$ 22,320

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, 2011

	Debt Service			
	NMFA San Antonio #2	NMFA Veguita	NMFA Abeytas #2	NMFA Hop Canyon Station
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	26	13	50	37
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>26</u>	<u>13</u>	<u>50</u>	<u>37</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	157	76	319	581
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	15,729	5,503	21,909	12,472
Interest	531	2,649	1,408	2,366
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>16,417</u>	<u>8,228</u>	<u>23,636</u>	<u>15,419</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(16,391)</u>	<u>(8,215)</u>	<u>(23,586)</u>	<u>(15,382)</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	16,398	8,225	23,618	15,394
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>16,398</u>	<u>8,225</u>	<u>23,618</u>	<u>15,394</u>
<i>Net change in fund balances</i>	7	10	32	12
<i>Fund balances - beginning of year</i>	<u>20</u>	<u>3</u>	<u>17,494</u>	<u>16,705</u>
<i>Fund balances - end of year</i>	<u>\$ 27</u>	<u>\$ 13</u>	<u>\$ 17,526</u>	<u>\$ 16,717</u>

The accompanying notes are an integral part of these financial statements

Debt Service

NMFA BLM Building Purchase	NMFA Sheriff's Department Vehicles	NMFA Bulldozer	NMFA San Antonio Fire Station	NMFA Abeytas Fire Pumper/Tanker	NMFA Veguita Fire Station
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
28	15	30	57	91	108
-	-	-	-	-	-
<u>28</u>	<u>15</u>	<u>30</u>	<u>57</u>	<u>91</u>	<u>108</u>
-	-	-	-	-	-
574	67	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,352	17,706	21,104	26,979	29,911	15,756
2,129	-	1,188	10,578	12,974	9,262
-	-	-	-	-	-
<u>15,055</u>	<u>17,773</u>	<u>22,292</u>	<u>37,557</u>	<u>42,885</u>	<u>25,018</u>
<u>(15,027)</u>	<u>(17,758)</u>	<u>(22,262)</u>	<u>(37,500)</u>	<u>(42,794)</u>	<u>(24,910)</u>
-	-	-	-	-	-
15,072	17,756	18,580	29,355	42,837	25,018
-	-	-	(14,300)	-	(72,476)
<u>15,072</u>	<u>17,756</u>	<u>18,580</u>	<u>15,055</u>	<u>42,837</u>	<u>(47,458)</u>
45	(2)	(3,682)	(22,445)	43	(72,368)
<u>19,399</u>	<u>17</u>	<u>16,550</u>	<u>58,597</u>	<u>33,997</u>	<u>102,066</u>
<u>\$ 19,444</u>	<u>\$ 15</u>	<u>\$ 12,868</u>	<u>\$ 36,152</u>	<u>\$ 34,040</u>	<u>\$ 29,698</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, 2011

	Debt Service		Capital Projects	
	Property Valuation Loan	NMFA Veguita #3	Legislative Appropriations	Rio Abajo Library
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ 521
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	582,551	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	50	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	50	582,551	521
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	521
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	486,936	-
Debt Service				
Principal	15,216	-	-	-
Interest	-	-	-	-
Issuance costs	-	5,250	-	-
<i>Total expenditures</i>	15,216	5,250	486,936	521
<i>Excess (deficiency) of revenues over expenditures</i>	(15,216)	(5,200)	95,615	-
<i>Other financing sources (uses)</i>				
Loan proceeds	-	355,250	-	-
Transfers in	15,216	-	36,212	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	15,216	355,250	36,212	-
<i>Net change in fund balances</i>	-	350,050	131,827	-
<i>Fund balances - beginning of year</i>	-	-	(43,229)	-
<i>Fund balances - end of year</i>	\$ -	\$ 350,050	\$ 88,598	\$ -

The accompanying notes are an integral part of these financial statements

Capital Projects		Total
Repair and Replacement	Sabinal and Abeytas Center	Nonmajor Funds
\$ -	\$ -	\$ 339,062
-	-	226,236
-	-	121,592
-	-	190,131
-	-	1,490,679
-	-	591,640
-	-	40,000
15,616	-	562,424
-	-	589
-	-	9,040
<u>15,616</u>	<u>-</u>	<u>3,571,393</u>
1,000	-	17,592
-	-	2,028,212
-	-	716,676
-	-	127,160
-	-	17,632
26,817	-	1,521,838
-	-	222,576
-	-	58,277
-	-	5,250
<u>27,817</u>	<u>-</u>	<u>4,715,213</u>
<u>(12,201)</u>	<u>-</u>	<u>(1,143,820)</u>
-	-	355,250
-	-	1,582,924
-	-	(966,280)
<u>-</u>	<u>-</u>	<u>971,894</u>
(12,201)	-	(171,926)
<u>267,448</u>	<u>683</u>	<u>2,316,462</u>
<u>\$ 255,247</u>	<u>\$ 683</u>	<u>\$ 2,144,536</u>

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STATE OF NEW MEXICO

Statement B-1

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, 2011

	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	76,800	76,800	68,727	(8,073)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>76,800</u>	<u>76,800</u>	<u>68,727</u>	<u>(8,073)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	206,685	27,285	26,594	691
Health and welfare	-	-	-	-
Capital outlay	-	179,400	163,986	15,414
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>206,685</u>	<u>206,685</u>	<u>190,580</u>	<u>16,105</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(129,885)</u>	<u>(129,885)</u>	<u>(121,853)</u>	<u>8,032</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	129,885	129,885	-	(129,885)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>129,885</u>	<u>129,885</u>	<u>-</u>	<u>(129,885)</u>
<i>Net change in fund balances</i>	-	-	(121,853)	(121,853)
<i>Fund balances - beginning of year</i>	-	-	206,685	206,685
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,832</u>	<u>\$ 84,832</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (121,853)
No adjustments to revenues				-
Adjustments to expenditures for purchase of general supplies and materials				(465)
Net change in fund balance (GAAP)				<u>\$ (122,318)</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, 2011

	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	22,452	22,452	21,033	(1,419)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>22,452</u>	<u>22,452</u>	<u>21,033</u>	<u>(1,419)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	22,000	22,000	21,000	1,000
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>22,000</u>	<u>22,000</u>	<u>21,000</u>	<u>1,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>452</u>	<u>452</u>	<u>33</u>	<u>(419)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(452)	(452)	-	452
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(452)</u>	<u>(452)</u>	<u>-</u>	<u>452</u>
<i>Net change in fund balances</i>	-	-	33	33
<i>Fund balances - beginning of year</i>	-	-	22,441	22,441
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,474</u>	<u>\$ 22,474</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 33
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 33</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, 2011

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	-	-	107	107
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	107	107
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	8,400	8,400	7,038	1,362
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	8,400	8,400	7,038	1,362
<i>Excess (deficiency) of revenues over expenditures</i>	(8,400)	(8,400)	(6,931)	1,469
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	8,400	8,400	-	(8,400)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	8,400	8,400	-	(8,400)
<i>Net change in fund balances</i>	-	-	(6,931)	(6,931)
<i>Fund balances - beginning of year</i>	-	-	8,451	8,451
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 1,520	\$ 1,520
Net change in fund balance (non-GAAP budgetary basis)				\$ (6,931)
Adjustments to revenues for other taxes				(56)
Adjustments to expenditures for payables and other accruals				762
Net change in fund balance (GAAP)				\$ (6,225)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

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, 2011

	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	-	-	-	-
State operating grants	50,333	60,333	61,850	1,517
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,333</u>	<u>60,333</u>	<u>61,850</u>	<u>1,517</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	44,190	50,301	43,287	7,014
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	5,000	-	5,000
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>44,190</u>	<u>55,301</u>	<u>43,287</u>	<u>12,014</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>6,143</u>	<u>5,032</u>	<u>18,563</u>	<u>13,531</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(61)	1,049	-	(1,049)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(6,082)	(6,081)	(6,081)	-
<i>Total other financing sources (uses)</i>	<u>(6,143)</u>	<u>(5,032)</u>	<u>(6,081)</u>	<u>(1,049)</u>
<i>Net change in fund balances</i>	-	-	12,482	12,482
<i>Fund balances - beginning of year</i>	-	-	28,439	28,439
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,921</u>	<u>\$ 40,921</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 12,482
No adjustments to revenues				-
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				(1,680)
Net change in fund balance (GAAP)				<u>\$ 10,802</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-5

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, 2011

	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	-	-	-	-
State operating grants	195,741	187,478	192,417	4,939
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>195,741</u>	<u>187,478</u>	<u>192,417</u>	<u>4,939</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	106,024	95,205	75,724	19,481
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	18,231	100,688	113,861	(13,173)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>124,255</u>	<u>195,893</u>	<u>189,585</u>	<u>6,308</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>71,486</u>	<u>(8,415)</u>	<u>2,832</u>	<u>11,247</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	47,314	-	(47,314)
Loan proceeds	-	-	-	-
Transfers in	-	32,417	32,416	(1)
Transfers (out)	(71,486)	(71,316)	(71,316)	-
<i>Total other financing sources (uses)</i>	<u>(71,486)</u>	<u>8,415</u>	<u>(38,900)</u>	<u>(47,315)</u>
<i>Net change in fund balances</i>	-	-	(36,068)	(36,068)
<i>Fund balances - beginning of year</i>	-	-	61,640	61,640
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,572</u>	<u>\$ 25,572</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (36,068)
Adjustments to revenues for state operating grants				5,375
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				(1,835)
Net change in fund balance (GAAP)				<u>\$ (32,528)</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, 2011

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	-	-	-	-
State operating grants	143,047	158,297	158,318	21
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>143,047</u>	<u>158,297</u>	<u>158,318</u>	<u>21</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	67,425	91,691	87,798	3,893
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	180,000	365,138	365,138	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>247,425</u>	<u>456,829</u>	<u>452,936</u>	<u>3,893</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(104,378)</u>	<u>(298,532)</u>	<u>(294,618)</u>	<u>3,914</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	102,624	117,299	-	(117,299)
Loan proceeds	-	-	-	-
Transfers in	35,000	214,476	214,476	-
Transfers (out)	(33,246)	(33,243)	(33,243)	-
<i>Total other financing sources (uses)</i>	<u>104,378</u>	<u>298,532</u>	<u>181,233</u>	<u>(117,299)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(113,385)</u>	<u>(113,385)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>130,048</u>	<u>130,048</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,663</u>	<u>\$ 16,663</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (113,385)
Adjustments to revenues for state operating grants				131,256
Adjustments to expenditures for capital asset purchases				19,986
Net change in fund balance (GAAP)				\$ 37,857

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-7

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, 2011

	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	-	-	-	-
State operating grants	135,166	138,497	138,491	(6)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>135,166</u>	<u>138,497</u>	<u>138,491</u>	<u>(6)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	49,165	68,335	57,410	10,925
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	19,000	30,500	30,215	285
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>68,165</u>	<u>98,835</u>	<u>87,625</u>	<u>11,210</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>67,001</u>	<u>39,662</u>	<u>50,866</u>	<u>11,204</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(478)	26,518	-	(26,518)
Loan proceeds	-	-	-	-
Transfers in	-	275	275	-
Transfers (out)	(66,523)	(66,455)	(66,455)	-
<i>Total other financing sources (uses)</i>	<u>(67,001)</u>	<u>(39,662)</u>	<u>(66,180)</u>	<u>(26,518)</u>
<i>Net change in fund balances</i>	-	-	(15,314)	(15,314)
<i>Fund balances - beginning of year</i>	-	-	27,312	27,312
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,998</u>	<u>\$ 11,998</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (15,314)
Adjustments to revenues for state operating grants				10,177
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				(5,330)
Net change in fund balance (GAAP)				<u>\$ (10,467)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-8

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, 2011

	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	-	-	-	-
State operating grants	45,031	45,031	45,031	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>45,031</u>	<u>45,031</u>	<u>45,031</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	45,031	35,031	17,553	17,478
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	10,000	-	10,000
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>45,031</u>	<u>45,031</u>	<u>17,553</u>	<u>27,478</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>27,478</u>	<u>27,478</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>27,478</u>	<u>27,478</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>81,072</u>	<u>81,072</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 108,550</u>	<u>\$ 108,550</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 27,478
Adjustments to revenues for state operating grants				490
Adjustments to expenditures for payables, payroll taxes, prepaid expenses, and other accruals				<u>(110,154)</u>
Net change in fund balance (GAAP)				<u>\$ (82,186)</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, 2011

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	-	-	-	-
State operating grants	15,000	15,000	17,974	2,974
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	15,000	15,000	17,974	2,974
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	15,000	15,000	6,932	8,068
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	15,000	15,000	6,932	8,068
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	11,042	11,042
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	11,042	11,042
<i>Fund balances - beginning of year</i>	-	-	13,361	13,361
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 24,403	\$ 24,403
Net change in fund balance (non-GAAP budgetary basis)				\$ 11,042
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 11,042

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, 2011

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	-	-	-	-
State operating grants	112,500	112,500	112,500	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	112,500	112,500	112,500	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	112,500	112,500	112,500	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	112,500	112,500	112,500	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-11

Socorro County

Jail - 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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	200,000	249,395	249,395	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	215,000	237,916	237,916	-
Investment income	-	-	-	-
Miscellaneous	-	40,000	44,105	4,105
<i>Total revenues</i>	<u>415,000</u>	<u>527,311</u>	<u>531,416</u>	<u>4,105</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	1,030,768	1,208,677	1,208,357	320
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	2,600	2,600	2,920	(320)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,033,368</u>	<u>1,211,277</u>	<u>1,211,277</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(618,368)</u>	<u>(683,966)</u>	<u>(679,861)</u>	<u>4,105</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	4,105	-	(4,105)
Loan proceeds	-	-	-	-
Transfers in	618,368	679,861	679,861	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>618,368</u>	<u>683,966</u>	<u>679,861</u>	<u>(4,105)</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 balance (non-GAAP budgetary basis)				\$ -
Adjustments to revenues for tax accruals, earnings on investments, and other deferrals and accruals				(11,710)
Adjustments to expenditures for public safety operating costs				6,028
Net change in fund balance (GAAP)				<u>\$ (5,682)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

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, 2011

	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	136,761	11,788
Intergovernmental:				
Federal operating 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>136,761</u>	<u>11,788</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<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>136,761</u>	<u>11,788</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(39,973)	185,120	-	(185,120)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(85,000)	(310,093)	(310,093)	-
<i>Total other financing sources (uses)</i>	<u>(124,973)</u>	<u>(124,973)</u>	<u>(310,093)</u>	<u>(185,120)</u>
<i>Net change in fund balances</i>	-	-	(173,332)	(173,332)
<i>Fund balances - beginning of year</i>	-	-	211,293	211,293
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,961</u>	<u>\$ 37,961</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (173,332)
Adjustments to revenues for other taxes				(15,220)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (188,552)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

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, 2011

	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	-	-	-	-
State operating grants	23,600	23,600	23,600	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>23,600</u>	<u>23,600</u>	<u>23,600</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	4,550	4,550	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,550</u>	<u>4,550</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>23,600</u>	<u>19,050</u>	<u>19,050</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(5,827)	(1,294)	-	1,294
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(17,773)	(17,756)	(17,756)	-
<i>Total other financing sources (uses)</i>	<u>(23,600)</u>	<u>(19,050)</u>	<u>(17,756)</u>	<u>1,294</u>
<i>Net change in fund balances</i>	-	-	1,294	1,294
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,294</u>	<u>\$ 1,294</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,294
Adjustments to revenues for state operating grants				(5,844)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (4,550)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	60,000	60,000	71,199	11,199
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>60,000</u>	<u>60,000</u>	<u>71,199</u>	<u>11,199</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Public works	52,500	52,500	17,903	34,597
Capital outlay	30,000	98,834	133,048	(34,214)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>82,500</u>	<u>151,334</u>	<u>150,951</u>	<u>383</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(22,500)</u>	<u>(91,334)</u>	<u>(79,752)</u>	<u>11,582</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	37,716	106,550	-	(106,550)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(15,216)	(15,216)	(15,216)	-
<i>Total other financing sources (uses)</i>	<u>22,500</u>	<u>91,334</u>	<u>(15,216)</u>	<u>(106,550)</u>
<i>Net change in fund balances</i>	-	-	(94,968)	(94,968)
<i>Fund balances - beginning of year</i>	-	-	127,610	127,610
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,642</u>	<u>\$ 32,642</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (94,968)
No adjustments to revenues				-
Adjustments to expenditures for public works and capital purchases				2,271
Net change in fund balance (GAAP)				<u>\$ (92,697)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	(1,740)	3,445	(5,185)
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	377,786	109,598	268,188
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	376,046	113,043	263,003
<i>Excess (deficiency) of revenues over expenditures</i>	-	(376,046)	(113,043)	263,003
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	374,306	-	(374,306)
Loan proceeds	-	-	-	-
Transfers in	-	1,740	1,740	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	376,046	1,740	(374,306)
<i>Net change in fund balances</i>	-	-	(111,303)	(111,303)
<i>Fund balances - beginning of year</i>	-	-	377,786	377,786
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 266,483	\$ 266,483
Net change in fund balance (non-GAAP budgetary basis)				\$ (111,303)
No adjustments to revenues				-
Adjustments to expenditures for capital purchases				10,833
Net change in fund balance (GAAP)				\$ (100,470)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-16

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, 2011

	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	-	-	-	-
State operating grants	5,000	5,000	5,285	285
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,000</u>	<u>5,000</u>	<u>5,285</u>	<u>285</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	5,000	5,000	3,888	1,112
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,000</u>	<u>5,000</u>	<u>3,888</u>	<u>1,112</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>1,397</u>	<u>1,397</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,397</u>	<u>1,397</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,711</u>	<u>4,711</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,108</u>	<u>\$ 6,108</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,397
No adjustments to revenues				-
Adjustments to expenditures for public safety operating costs				(605)
Net change in fund balance (GAAP)				<u>\$ 792</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	18,000	18,000	14,498	(3,502)
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>18,000</u>	<u>18,000</u>	<u>14,498</u>	<u>(3,502)</u>
<i>Expenditures</i>				
Current				
General government	18,000	18,000	13,147	4,853
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>18,000</u>	<u>18,000</u>	<u>13,147</u>	<u>4,853</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>1,351</u>	<u>1,351</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,351</u>	<u>1,351</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>56,108</u>	<u>56,108</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,459</u>	<u>\$ 57,459</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,351
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 1,351</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

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, 2011

	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	-	-	-	-
State operating grants	150,000	150,000	139,999	(10,001)
State capital grants	-	-	-	-
Charges for services	196,000	196,000	186,081	(9,919)
Investment income	-	-	-	-
Miscellaneous	-	-	1,385	1,385
<i>Total revenues</i>	<u>346,000</u>	<u>346,000</u>	<u>327,465</u>	<u>(18,535)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	353,116	392,903	382,064	10,839
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	54	(54)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>353,116</u>	<u>392,903</u>	<u>382,118</u>	<u>10,785</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(7,116)</u>	<u>(46,903)</u>	<u>(54,653)</u>	<u>(7,750)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	7,116	46,903	-	(46,903)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>7,116</u>	<u>46,903</u>	<u>-</u>	<u>(46,903)</u>
<i>Net change in fund balances</i>	-	-	(54,653)	(54,653)
<i>Fund balances - beginning of year</i>	-	-	76,865	76,865
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,212</u>	<u>\$ 22,212</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (54,653)
Adjustments to revenues for state operating grants and program charges				17,652
Adjustments to expenditures for public safety operating costs				6,010
Net change in fund balance (GAAP)				<u>\$ (30,991)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	5,000	6,580	12,552	5,972
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,000</u>	<u>6,580</u>	<u>12,552</u>	<u>5,972</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	6,800	8,380	7,485	895
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,800</u>	<u>8,380</u>	<u>7,485</u>	<u>895</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,800)</u>	<u>(1,800)</u>	<u>5,067</u>	<u>6,867</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	1,800	1,800	1,800	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,800</u>	<u>1,800</u>	<u>1,800</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	6,867	6,867
<i>Fund balances - beginning of year</i>	-	-	5,204	5,204
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,071</u>	<u>\$ 12,071</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 6,867
No adjustments to revenues				-
Adjustments to expenditures for culture and recreation payables				(978)
Net change in fund balance (GAAP)				<u>\$ 5,889</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

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, 2011

	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	94,787	95,645	858
State operating grants	226,332	247,060	250,248	3,188
State capital grants	-	-	9,089	9,089
Charges for services	-	-	-	-
Investment income	-	-	16	16
Miscellaneous	200	2,405	4,211	1,806
<i>Total revenues</i>	<u>312,985</u>	<u>344,252</u>	<u>359,209</u>	<u>14,957</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	568,287	591,282	563,467	27,815
Health and welfare	-	-	-	-
Capital outlay	-	-	3,151	(3,151)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>568,287</u>	<u>591,282</u>	<u>566,618</u>	<u>24,664</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(255,302)</u>	<u>(247,030)</u>	<u>(207,409)</u>	<u>39,621</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	10,000	(1)	-	1
Loan proceeds	-	-	-	-
Transfers in	245,302	247,031	247,031	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>255,302</u>	<u>247,030</u>	<u>247,031</u>	<u>1</u>
<i>Net change in fund balances</i>	-	-	39,622	39,622
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,622</u>	<u>\$ 39,622</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 39,622
Adjustments to revenues for federal and state operating grants				3,467
Adjustments to expenditures for payables and payroll taxes				(129)
Net change in fund balance (GAAP)				<u>\$ 42,960</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

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, 2011

	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	-	-	-	-
State operating grants	97,549	125,849	119,493	(6,356)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>97,549</u>	<u>125,849</u>	<u>119,493</u>	<u>(6,356)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	77,549	111,479	75,705	35,774
Health and welfare	-	-	-	-
Capital outlay	-	143,222	145,700	(2,478)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>77,549</u>	<u>254,701</u>	<u>221,405</u>	<u>33,296</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>20,000</u>	<u>(128,852)</u>	<u>(101,912)</u>	<u>26,940</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	48,852	-	(48,852)
Loan proceeds	-	-	-	-
Transfers in	10,000	110,000	110,000	-
Transfers (out)	(30,000)	(30,000)	(30,000)	-
<i>Total other financing sources (uses)</i>	<u>(20,000)</u>	<u>128,852</u>	<u>80,000</u>	<u>(48,852)</u>
<i>Net change in fund balances</i>	-	-	(21,912)	(21,912)
<i>Fund balances - beginning of year</i>	-	-	49,305	49,305
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,393</u>	<u>\$ 27,393</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (21,912)
Adjustments to revenues for state operating grants				(17,131)
Adjustments to expenditures for prepaid insurance and capital purchases				25,345
Net change in fund balance (GAAP)				<u>\$ (13,698)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

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, 2011

	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	-	-	-	-
State operating grants	-	37,000	37,000	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	37,000	37,000	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	11,004	11,004	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	11,004	11,004	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	25,996	25,996	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(25,996)	-	25,996
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	(25,996)	-	25,996
<i>Net change in fund balances</i>	-	-	25,996	25,996
<i>Fund balances - beginning of year</i>	-	-	21,055	21,055
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 47,051	\$ 47,051
Net change in fund balance (non-GAAP budgetary basis)				\$ 25,996
No adjustments to revenues				-
Adjustments to expenditures for general supplies and materials and operating costs				(2,175)
Net change in fund balance (GAAP)				\$ 23,821

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

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, 2011

	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	-	-	-	-
State operating grants	45,056	45,056	45,031	(25)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>45,056</u>	<u>45,056</u>	<u>45,031</u>	<u>(25)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	44,850	44,850	38,348	6,502
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>44,850</u>	<u>44,850</u>	<u>38,348</u>	<u>6,502</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>206</u>	<u>206</u>	<u>6,683</u>	<u>6,477</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	15,213	15,188	-	(15,188)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(15,419)	(15,394)	(15,394)	-
<i>Total other financing sources (uses)</i>	<u>(206)</u>	<u>(206)</u>	<u>(15,394)</u>	<u>(15,188)</u>
<i>Net change in fund balances</i>	-	-	(8,711)	(8,711)
<i>Fund balances - beginning of year</i>	-	-	16,305	16,305
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,594</u>	<u>\$ 7,594</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (8,711)
No adjustments to revenues				-
Adjustments to expenditures for public safety operations				7,660
Net change in fund balance (GAAP)				<u>\$ (1,051)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

Socorro County

Literacy Volunteer Program - 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, 2011

	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	-	-	-	-
State operating grants	11,049	14,549	15,178	629
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>11,049</u>	<u>14,549</u>	<u>15,178</u>	<u>629</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	11,049	14,549	14,493	56
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>11,049</u>	<u>14,549</u>	<u>14,493</u>	<u>56</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>685</u>	<u>685</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>685</u>	<u>685</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 685</u>	<u>\$ 685</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 685
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 685</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

Socorro County

Senior Volunteer Program - 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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
Adjustments to expenditures for purchase of general supplies and materials				(167)
Net change in fund balance (GAAP)				\$ (167)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ 338,500	\$ 338,500	\$ 325,767	\$ (12,733)
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>338,500</u>	<u>338,500</u>	<u>325,767</u>	<u>(12,733)</u>
<i>Expenditures</i>				
Current				
General government	-	500	-	500
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	275,000	-	-	-
Interest	63,000	11,525	11,525	-
<i>Total expenditures</i>	<u>338,000</u>	<u>12,025</u>	<u>11,525</u>	<u>500</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>500</u>	<u>326,475</u>	<u>314,242</u>	<u>(12,233)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(500)	(12,558)	-	12,558
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(313,917)	(313,917)	-
<i>Total other financing sources (uses)</i>	<u>(500)</u>	<u>(326,475)</u>	<u>(313,917)</u>	<u>12,558</u>
<i>Net change in fund balances</i>	-	-	325	325
<i>Fund balances - beginning of year</i>	-	-	174,398	174,398
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 174,723</u>	<u>\$ 174,723</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 325
Adjustments to revenues for property taxes				12,774
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 13,099</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	23	-	(23)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(23)	(23)	-
<i>Total other financing sources (uses)</i>	-	-	(23)	(23)
<i>Net change in fund balances</i>	-	-	(23)	(23)
<i>Fund balances - beginning of year</i>	-	-	23	23
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ (23)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (23)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	10	-	(10)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(10)	(10)	-
<i>Total other financing sources (uses)</i>	-	-	(10)	(10)
<i>Net change in fund balances</i>	-	-	(10)	(10)
<i>Fund balances - beginning of year</i>	-	-	10	10
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ (10)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (10)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-29

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	9	8	10	2
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>9</u>	<u>8</u>	<u>10</u>	<u>2</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	75	76	76	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	6,007	6,013	6,013	-
Interest	-	-	-	-
<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>(6,073)</u>	<u>(6,081)</u>	<u>(6,079)</u>	<u>2</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(9)	-	-	-
Loan proceeds	-	-	-	-
Transfers in	6,082	6,081	6,081	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>6,073</u>	<u>6,081</u>	<u>6,081</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	2	2
<i>Fund balances - beginning of year</i>	-	-	8	8
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10</u>	<u>\$ 10</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 2
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 2</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	72	64	58	(6)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>72</u>	<u>64</u>	<u>58</u>	<u>(6)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	21,926	21,926	21,926	-
Interest	3,667	3,667	3,667	-
<i>Total expenditures</i>	<u>25,593</u>	<u>25,593</u>	<u>25,593</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(25,521)</u>	<u>(25,529)</u>	<u>(25,535)</u>	<u>(6)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(72)	(34)	-	34
Loan proceeds	-	-	-	-
Transfers in	25,593	25,563	25,563	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>25,521</u>	<u>25,529</u>	<u>25,563</u>	<u>34</u>
<i>Net change in fund balances</i>	-	-	28	28
<i>Fund balances - beginning of year</i>	-	-	22,292	22,292
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,320</u>	<u>\$ 22,320</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 28
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 28</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	24	21	26	5
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>24</u>	<u>21</u>	<u>26</u>	<u>5</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	157	157	157	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,281	15,281	15,281	-
Interest	979	979	979	-
<i>Total expenditures</i>	<u>16,417</u>	<u>16,417</u>	<u>16,417</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(16,393)</u>	<u>(16,396)</u>	<u>(16,391)</u>	<u>5</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(24)	(2)	-	2
Loan proceeds	-	-	-	-
Transfers in	16,417	16,398	16,398	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>16,393</u>	<u>16,396</u>	<u>16,398</u>	<u>2</u>
<i>Net change in fund balances</i>	-	-	7	7
<i>Fund balances - beginning of year</i>	-	-	20	20
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27</u>	<u>\$ 27</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 7
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 7</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-32

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	2	2	13	11
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2</u>	<u>2</u>	<u>13</u>	<u>11</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	76	76	76	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	7,235	7,235	7,235	-
Interest	917	917	917	-
<i>Total expenditures</i>	<u>8,228</u>	<u>8,228</u>	<u>8,228</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(8,226)</u>	<u>(8,226)</u>	<u>(8,215)</u>	<u>11</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(2)	1	-	(1)
Loan proceeds	-	-	-	-
Transfers in	8,228	8,225	8,225	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>8,226</u>	<u>8,226</u>	<u>8,225</u>	<u>(1)</u>
<i>Net change in fund balances</i>	-	-	10	10
<i>Fund balances - beginning of year</i>	-	-	3	3
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13</u>	<u>\$ 13</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 10
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 10</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	50	44	50	6
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50</u>	<u>44</u>	<u>50</u>	<u>6</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	320	320	319	1
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	19,795	19,795	19,795	-
Interest	3,522	3,522	3,522	-
<i>Total expenditures</i>	<u>23,637</u>	<u>23,637</u>	<u>23,636</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(23,587)</u>	<u>(23,593)</u>	<u>(23,586)</u>	<u>7</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(50)	(25)	-	25
Loan proceeds	-	-	-	-
Transfers in	23,637	23,618	23,618	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>23,587</u>	<u>23,593</u>	<u>23,618</u>	<u>25</u>
<i>Net change in fund balances</i>	-	-	32	32
<i>Fund balances - beginning of year</i>	-	-	17,494	17,494
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,526</u>	<u>\$ 17,526</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 32
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 32</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-34

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	58	52	37	(15)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>58</u>	<u>52</u>	<u>37</u>	<u>(15)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	581	581	581	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	12,472	12,472	12,472	-
Interest	2,366	2,366	2,366	-
<i>Total expenditures</i>	<u>15,419</u>	<u>15,419</u>	<u>15,419</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,361)</u>	<u>(15,367)</u>	<u>(15,382)</u>	<u>(15)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(58)	(27)	-	27
Loan proceeds	-	-	-	-
Transfers in	15,419	15,394	15,394	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>15,361</u>	<u>15,367</u>	<u>15,394</u>	<u>27</u>
<i>Net change in fund balances</i>	-	-	12	12
<i>Fund balances - beginning of year</i>	-	-	16,705	16,705
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,717</u>	<u>\$ 16,717</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 12
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 12</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-35

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	37	33	28	(5)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>37</u>	<u>33</u>	<u>28</u>	<u>(5)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	573	574	574	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	12,352	12,352	12,352	-
Interest	2,129	2,129	2,129	-
<i>Total expenditures</i>	<u>15,054</u>	<u>15,055</u>	<u>15,055</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,017)</u>	<u>(15,022)</u>	<u>(15,027)</u>	<u>(5)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(37)	(50)	-	50
Loan proceeds	-	-	-	-
Transfers in	15,054	15,072	15,072	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>15,017</u>	<u>15,022</u>	<u>15,072</u>	<u>50</u>
<i>Net change in fund balances</i>	-	-	45	45
<i>Fund balances - beginning of year</i>	-	-	19,399	19,399
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,444</u>	<u>\$ 19,444</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 45
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 45</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-36

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	24	22	15	(7)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>24</u>	<u>22</u>	<u>15</u>	<u>(7)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	67	67	67	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	17,706	17,706	17,706	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>17,773</u>	<u>17,773</u>	<u>17,773</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(17,749)</u>	<u>(17,751)</u>	<u>(17,758)</u>	<u>(7)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(24)	(5)	-	5
Loan proceeds	-	-	-	-
Transfers in	17,773	17,756	17,756	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>17,749</u>	<u>17,751</u>	<u>17,756</u>	<u>5</u>
<i>Net change in fund balances</i>	-	-	(2)	(2)
<i>Fund balances - beginning of year</i>	-	-	17	17
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15</u>	<u>\$ 15</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (2)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (2)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-37

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	30	30
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	30	30
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	21,104	21,104	21,104	-
Interest	1,188	1,188	1,188	-
<i>Total expenditures</i>	22,292	22,292	22,292	-
<i>Excess (deficiency) of revenues over expenditures</i>	(22,292)	(22,292)	(22,262)	30
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	3,712	-	(3,712)
Loan proceeds	-	-	-	-
Transfers in	22,292	18,580	18,580	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	22,292	22,292	18,580	(3,712)
<i>Net change in fund balances</i>	-	-	(3,682)	(3,682)
<i>Fund balances - beginning of year</i>	-	-	16,550	16,550
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 12,868	\$ 12,868
Net change in fund balance (non-GAAP budgetary basis)				\$ (3,682)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (3,682)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-38

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	57	57
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	57	57
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	18,898	26,979	26,979	-
Interest	10,578	10,578	10,578	-
<i>Total expenditures</i>	29,476	37,557	37,557	-
<i>Excess (deficiency) of revenues over expenditures</i>	(29,476)	(37,557)	(37,500)	57
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	22,503	-	(22,503)
Loan proceeds	-	-	-	-
Transfers in	29,476	29,355	29,355	-
Transfers (out)	-	(14,301)	(14,300)	1
<i>Total other financing sources (uses)</i>	29,476	37,557	15,055	(22,502)
<i>Net change in fund balances</i>	-	-	(22,445)	(22,445)
<i>Fund balances - beginning of year</i>	-	-	58,597	58,597
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 36,152	\$ 36,152
Net change in fund balance (non-GAAP budgetary basis)				\$ (22,445)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (22,445)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-39

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	91	91
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	91	91
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	29,911	29,911	29,911	-
Interest	12,975	12,975	12,974	1
<i>Total expenditures</i>	42,886	42,886	42,885	1
<i>Excess (deficiency) of revenues over expenditures</i>	(42,886)	(42,886)	(42,794)	92
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	49	-	(49)
Loan proceeds	42,886	42,837	42,837	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	42,886	42,886	42,837	(49)
<i>Net change in fund balances</i>	-	-	43	43
<i>Fund balances - beginning of year</i>	-	-	33,997	33,997
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 34,040	\$ 34,040
Net change in fund balance (non-GAAP budgetary basis)				\$ 43
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 43

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-40

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	108	108
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	108	108
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,756	15,756	15,756	-
Interest	9,262	9,262	9,262	-
<i>Total expenditures</i>	25,018	25,018	25,018	-
<i>Excess (deficiency) of revenues over expenditures</i>	(25,018)	(25,018)	(24,910)	108
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	25,018	72,476	-	(72,476)
Loan proceeds	-	-	-	-
Transfers in	-	25,018	25,018	-
Transfers (out)	-	(72,476)	(72,476)	-
<i>Total other financing sources (uses)</i>	25,018	25,018	(47,458)	(72,476)
<i>Net change in fund balances</i>	-	-	(72,368)	(72,368)
<i>Fund balances - beginning of year</i>	-	-	102,066	102,066
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 29,698	\$ 29,698
Net change in fund balance (non-GAAP budgetary basis)				\$ (72,368)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (72,368)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-41

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,216	15,216	15,216	-
Interest	-	-	-	-
<i>Total expenditures</i>	15,216	15,216	15,216	-
<i>Excess (deficiency) of revenues over expenditures</i>	(15,216)	(15,216)	(15,216)	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	15,216	15,216	15,216	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	15,216	15,216	15,216	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-42

Socorro County

NMFA G.O. 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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	21,400	21,400	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	500	1,702,300	1,702,300	-
Interest	-	35,217	35,217	-
<i>Total expenditures</i>	500	1,758,917	1,758,917	-
<i>Excess (deficiency) of revenues over expenditures</i>	(500)	(1,758,917)	(1,758,917)	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	500	-	-	-
Proceeds from refinanced debt	-	1,445,000	1,445,000	-
Transfers in	-	313,917	313,917	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	500	1,758,917	1,758,917	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-43

Socorro County

NMFA Veguita #3 - 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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	50	50
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	50	50
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	5,250	5,250	-
<i>Total expenditures</i>	-	5,250	5,250	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	(5,250)	(5,200)	50
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(350,000)	-	350,000
Loan proceeds	-	355,250	355,250	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	5,250	355,250	350,000
<i>Net change in fund balances</i>	-	-	350,050	350,050
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 350,050	\$ 350,050
Net change in fund balance (non-GAAP budgetary basis)				\$ 350,050
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 350,050

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-44

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	982,626	731,031	583,893	(147,138)
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>982,626</u>	<u>731,031</u>	<u>583,893</u>	<u>(147,138)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	886,330	564,184	518,423	45,761
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>886,330</u>	<u>564,184</u>	<u>518,423</u>	<u>45,761</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>96,296</u>	<u>166,847</u>	<u>65,470</u>	<u>(101,377)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(96,296)	(203,059)	-	203,059
Loan proceeds	-	-	-	-
Transfers in	-	36,212	36,212	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(96,296)</u>	<u>(166,847)</u>	<u>36,212</u>	<u>203,059</u>
<i>Net change in fund balances</i>	-	-	101,682	101,682
<i>Fund balances - beginning of year</i>	-	-	(88,192)	(88,192)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,490</u>	<u>\$ 13,490</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 101,682
Adjustments to revenues for state capital grants				(1,342)
Adjustments to expenditures for capital purchases				31,487
Net change in fund balance (GAAP)				<u>\$ 131,827</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-45

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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ 4,244	\$ 4,244	\$ 521	\$ (3,723)
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>4,244</u>	<u>4,244</u>	<u>521</u>	<u>(3,723)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	4,244	4,244	521	3,723
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,244</u>	<u>4,244</u>	<u>521</u>	<u>3,723</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - 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-46

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	14,800	14,800	15,726	926
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>14,800</u>	<u>14,800</u>	<u>15,726</u>	<u>926</u>
<i>Expenditures</i>				
Current				
General government	-	1,000	1,000	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	26,817	26,817	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>27,817</u>	<u>27,817</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>14,800</u>	<u>(13,017)</u>	<u>(12,091)</u>	<u>926</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(14,800)	13,017	-	(13,017)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(14,800)</u>	<u>13,017</u>	<u>-</u>	<u>(13,017)</u>
<i>Net change in fund balances</i>	-	-	(12,091)	(12,091)
<i>Fund balances - beginning of year</i>	-	-	267,213	267,213
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 255,122</u>	<u>\$ 255,122</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (12,091)
Adjustments to revenues for services provided				(110)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (12,201)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-47

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, 2011

	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	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	683	683
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 683	\$ 683
Net change in fund balance (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ -

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, 2011

Schedule I

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2011	Name and Location of Safekeeper
First State Bank					
	FFCB NON CBL US Treasury Notes	8/22/2019	31331V2J4	\$ 502,046	PO Box 2076, Boston, MA 02106-2076
	Ruidoso Gross Receipts Tax** Socorro Cons SC #1** US Treasury Notes	11/15/2016	912810DX3	1,123,744	PO Box 2076, Boston, MA 02106-2076
		6/1/2022	781336AS1	215,000	200 N College St., Charlotte, NC 28255
		8/1/2013	83368PBPO	75,000	200 N College St., Charlotte, NC 28255
		5/1/2019	912828KQ2	3,890,380	PO Box 2076, Boston, MA 02106-2076
	FFCB NON CBL	8/23/2021	31331XX64	1,014,432	PO Box 2076, Boston, MA 02106-2076
	FHLB NON CBL	8/27/2014	3133M9SD5	1,051,754	PO Box 2076, Boston, MA 02106-2076
	FHBL NON CBL	12/9/2022	3133XN4B2	1,567,216	PO Box 2076, Boston, MA 02106-2076
	US Treasury	8/15/2017	912810DZ8	<u>359,645</u>	PO Box 2076, Boston, MA 02106-2076
Total First State Bank				<u>9,799,217</u>	
Wells Fargo Bank					
	FGG01838	7/1/2035	3128LXBF6	1,942	333 Market Street, 17th Floor, San Fransico, CA
	FGG04832	10/1/2038	3128M8VZ8	50,096	334 Market Street, 17th Floor, San Fransico, CA
	FGH00896	6/1/2037	3128MS7G9	752,144	335 Market Street, 17th Floor, San Fransico, CA
	FGH01488	4/1/2036	3128MTUN6	38,422	336 Market Street, 17th Floor, San Fransico, CA
	FN266270	6/1/2036	31371MT31	1,716	337 Market Street, 17th Floor, San Fransico, CA
	FN256800	7/1/2037	31371NGH2	2,190	338 Market Street, 17th Floor, San Fransico, CA
	FN825776	6/1/2035	31407BMZ9	2,647	339 Market Street, 17th Floor, San Fransico, CA
	FN851224	6/1/2036	31408GVR5	43,944	340 Market Street, 17th Floor, San Fransico, CA
	FN866958	2/1/2036	31409CE76	96,733	341 Market Street, 17th Floor, San Fransico, CA
	FN866934	2/1/2036	31409CEF8	296,072	342 Market Street, 17th Floor, San Fransico, CA
	FN888293	4/1/2036	31409DUS0	1,620	343 Market Street, 17th Floor, San Fransico, CA
	FN888268	3/1/2037	31410FZ99	3,340	344 Market Street, 17th Floor, San Fransico, CA
	FN889579	5/1/2038	31410KJY1	1,034,948	345 Market Street, 17th Floor, San Fransico, CA
	FN948858	6/1/2037	31413LTP4	68,283	346 Market Street, 17th Floor, San Fransico, CA
	FN983314	7/1/2038	31415LK30	157,709	347 Market Street, 17th Floor, San Fransico, CA
	FN984845	7/1/2038	31415PBN7	3,063	348 Market Street, 17th Floor, San Fransico, CA
	FN988643	6/1/2038	31415THU7	<u>4,404</u>	349 Market Street, 17th Floor, San Fransico, CA
Total Wells Fargo Bank				<u>2,559,272</u>	
Total Pledged				<u>\$ 12,358,489</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, 2011

<u>Bank Account Type/Name</u>	<u>First State Bank</u>	<u>Wells Fargo Bank</u>	<u>Restricted Cash and Investments Bank of NY Mellon</u>
Checking - Operating Account	\$ 1,370,100	\$ -	\$ -
Certificate of Deposit	500,000	-	-
Certificate of Deposit	500,000	-	-
Certificate of Deposit	500,000	-	-
Certificate of Deposit	500,000	-	-
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	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	-	-
Certificate of Deposit	500,000	-	-
Certificate of Deposit	408,000	-	-
Checking - Senior Center	-	1,364	-
Savings	-	2,798,605	-
Escrow - Property tax paid in protest	-	2,502	-
NMFA Reserve Account*	-	-	423,718
NMFA Reserve Account**	-	-	115,162
Total deposits and investments	7,478,100	2,802,471	538,880
Reconciling items	(837,699)	(21)	-
Reconciled balance June 30, 2011	\$ 6,640,401	\$ 2,802,450	\$ 538,880

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

Total cash and cash equivalents per Exhibit A-1

* Accounts are U.S. Treasury Money Market Funds

**Accounts are U.S. Treasury Notes and U.S. Agency Notes

See accompanying independent auditors' report

<u>Totals</u>	
\$	1,370,100
	500,000
	500,000
	500,000
	500,000
	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
	408,000
	1,364
	2,798,605
	2,502
	423,718
	115,162
	<u>10,819,451</u>
	(837,720)
	<u>9,981,731</u>
	330
	(5,200,000)
	(423,718)
	(115,162)
	<u>(668,489)</u>
\$	<u><u>3,574,692</u></u>

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STATE OF NEW MEXICO
 Socorro County
 Schedule of Changes in Fiduciary Assets and Liabilities-Agency Funds
 June 30, 2011

Schedule III

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS				
Cash and cash equivalents	\$ 594,174	\$ 74,315	\$ -	\$ 668,489
Property taxes receivable	<u>-</u>	<u>1,594,817</u>	<u>-</u>	<u>1,594,817</u>
Total assets	<u>\$ 594,174</u>	<u>\$ 1,669,132</u>	<u>\$ -</u>	<u>\$ 2,263,306</u>
LIABILITIES				
Due to other taxing entities	<u>\$ 594,174</u>	<u>\$ 1,669,132</u>	<u>\$ -</u>	<u>\$ 2,263,306</u>
Total liabilities	<u>\$ 594,174</u>	<u>\$ 1,669,132</u>	<u>\$ -</u>	<u>\$ 2,263,306</u>

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 fund and the aggregate remaining fund information of Socorro County, New Mexico (the County), as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 15, 2011. We were also engaged to audit the financial statements of each of the County's nonmajor governmental funds and budgetary comparisons for the major debt service 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, 2011 as listed in the table of contents. We did not audit the financial statements of the Socorro County Housing Authority or Socorro Village, the discretely presented component units for the year ended June 30, 2011. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Socorro County Housing Authority and Socorro Village, is based solely on the report of the other auditors.

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 07-08, FS 08-01, and FS 10-01.

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 07-05, FS 09-03, and 2011-01.

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 are described in the accompanying schedule of finding and questioned costs as items FS 11-01, FS 11-02, FS 11-03, FS 11-04, 2011-02 and 2011-03.

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 15, 2011

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FEDERAL FINANCIAL ASSISTANCE



INDEPENDENT AUDITOR'S 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 Balderas
New Mexico State Auditor
The Office of Management and Budget
County Manager and County Commissioners
Socorro County
Socorro, New Mexico

Compliance

We have audited Socorro County, New Mexico (the County) compliance 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 each of its major federal programs for the year ended June 30, 2011. 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 program is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the requirements referred to above that could have a direct and material effect its major federal program for the year ended June 30, 2011.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program 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 does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as item FA 11-01. A *significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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 15, 2011

STATE OF NEW MEXICO
Socorro County
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2011

Federal Grantor/Passthrough Grantor/Program Title	Grant Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture			
Wildlife Services	FTGA FY 2010-2011 FY 2010-2011	10.028	\$ 21,000
Schools and Roads - Grants to Counties (2)	Forest Reserve Title I & III	10.666	* 485,998
Total U.S. Department of Agriculture			<u>506,998</u>
Department of the Interior			
Fish, Wildlife and Plant Conservation Resource Management	FY 2010-2011	15.231	<u>63,510</u>
Total Department of the Interior			<u>63,510</u>
Department of Justice			
Gang Resistance Education and Training	2007-DJ-BX-1262	16.737	<u>19,710</u>
Total Department of Justice			<u>19,710</u>
Department of Health and Human Services			
Federal Title III Senior Citizen - Part B (1)	2010-11 64020	93.044	42,274
Federal Title III Senior Citizen - Part C (1)	2010-11 64020	93.045	45,037
Nutrition Services Incentive Program - ARRA (1)	2010-11 64020	93.053	37,779
Nutrition Services for States - Home Delivered (1)	2010-11 64020	93.705	2,783
Nutrition Services for States - Congregate (1)	2010-11 64020	93.707	5,551
Total Department of Health and Human Services			<u>133,424</u>
Department of Homeland Security			
Hazard Mitigation Grant	BGP01B	97.039	<u>46,892</u>
Total Department of Homeland Security			<u>46,892</u>
Total Federal Financial Assistance			<u>\$ 770,534</u>

* Major program

() Cluster

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	\$ 770,534
Total expenditures funded by other sources	<u>11,212,973</u>
Total expenditures	<u><u>\$ 11,983,507</u></u>

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STATE OF NEW MEXICO
Socorro County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

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? | Yes |
| 2. Type of auditors’ report issued on compliance for major programs | Unqualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? | Yes |
| 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 02-01 — Lack of Maintaining Capital Assets Listing – Material Weakness (Repeated/Modified)

Condition: For the year ended June 30, 2011, 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 tracking their capital assets and already has a policy in place. However, we are in the process of updating our policy and correcting issues within our program to be in line with our policy. The County expects to do a restatement this upcoming fiscal year.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 02-13 – Lack of Maintaining Tax Roll Reconciliation Schedule-Treasurer’s Office – Material Weakness (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, 2011.

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: Tax bills amounts are divided among the following agencies (Residential & Non-res, Debt, Operating, Capital SB9) and are then combined into 2 separate tax categories (General taxes & Special taxes) as follows:

- Agencies (State, County, City, Schools, MRGCD, Soil & Waters)
- General Taxes Category (State, County, City, Schools (except Valencia))
- Special Tax Category (MRGCD, Soil & Water, Valencia Community College & Valencia Community Bldg. Socorro General Hospital)

We are able to run reports for the Special tax categories on receivables but we are unable to run reports on the General tax categories. We are converting, in January, to Tyler Eagle software and are confident that this problem will be resolved.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 02-14 — Lack of Maintaining Property Tax Records – Material Weakness (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 cannot determine the amount of property taxes that are receivable at June 30, 2011, for all tax years and all taxing entities. 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 of all taxing entities.

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: The County is able to track property taxes levied, collected, and disbursed in total for each tax year after 2004, however, we are unable to track current and delinquent receivables by taxing entity. The County is converting to Tyler Eagle software in January and are confident that this will address the County's ability to track receivables for individual entities for tax years after 2004.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-05 – Unable to Provide Changes in Assets and Liabilities – Agency Funds – Significant Deficiency (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, 2011. 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 receivables, collections or payments by taxing entity. Since the County is unable to track property tax balances by taxing entity, 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 financial software or internal controls over record keeping and financial reporting in order to properly track receivables, collections or payments by individual taxing entity.

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: The County is able to track collections and payments by taxing entity, but is not yet able to track receivables (delinquents) by individual taxing entity. Disbursements of collected property taxes are balanced to computer generated reports and general ledger liability acts before disbursing funds to each individual entity.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-08 –Lack of Proper Internal Controls – Material Weakness (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:

- Insufficient review of personnel and vendor master files.
- Insufficient controls to verify that items were correctly posted to the General Ledger.
- 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 a policy in place to verify debt payments are made in conjunction with the amortization schedule resulting in one instance where the debt payment due July 1, 2010, was paid on December 3, 2010.
- The County is not accurately and timely preparing property tax schedules to be reported to the Department of Finance and Administration.
- Insufficient review of bank reconciliations.
- Through testwork, it was noted that in 5 instances out of 8 tested in the sheriff's department there was inadequate support, and justification did not exist for overtime pay.
- Through testwork, it was noted that the County was making excess payments on credit cards resulting in expenses being incorrectly recoded by line item.

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.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-08 –Lack of Proper Internal Controls – Material Weakness (Repeated/Modified) (continued)

(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.

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 2011 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: The County responses are as follows:

- The County will be converting to a new tax and financial system early next year. Issues with personnel files and vendor master files will be resolved as the new software will account for changes and approval/duel control.
- The County continues to strive to detect and prevent fraud by mitigating risk and identifying deviations and discrepancies.
- The County has duel control over debt payments have always paid in a timely manner. There was an issue with this inparticular one because the payment schedule was being sent to the Assessor’s Office instead of the Finance Department. This issue has been resolved.
- We submit monthly bank reconciliations & Cash Summaries to the County Manager, Financial Director & County Commissioners. I have also given Inquiry Access ONLY to the Manager's office to verify the bank balances.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 07-08 –Lack of Proper Internal Controls – Material Weakness (Repeated/Modified) (continued)

- The County Manager as well as the Finance Director now have access to the online banking (view only) and will start to review and sign off on the Treasurer’s Bank Reconciliation.
- The Sheriff’s department overtime will be looked at and resolved through the County’s new payroll system. The payroll/finance department will start to reconcile timesheets per pay period.
- The County was making payments on credit cards resulting in expenses being incorrectly recorded. This was due to a misunderstanding regarding credit card limits. This issue has been resolved.

FS 08-01 – Preparation of Financial Statements – Material Weakness (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: With experience and more training the County is working on resolving this issue.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 09-03 – Inadequate Physical Controls to Information Technology Equipment – Significant Deficiency (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 County has bought a key box with code access and will have all the County's keys in this box. This box will have restricted access.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 10-01 – Entity-Wide Control Deficiency – Material Weakness (Repeated)

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 working on many major and minor issues to resolve this finding. We are making great efforts such as putting the entire County on one system, having more dual control over day to day tasks, incorporating policies, and having more oversight.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 11-01 – Capital Asset Disposals – Other Matter

Condition: During our testwork of Capital Assets, we noted that the County disposed of property and equipment during the year ended June 30, 2011. The County obtained approval from the Board, but failed to notify the State Auditor of the planned disposition for disposals of assets with historical costs greater than \$5,000.

Criteria: According to the 2011 State Audit Rule 2.2.2.10 V, at least 30 days prior to disposition of property, written notification of the official finding and proposed disposition duly sworn and subscribed under oath by each member of the authority approving the action must be sent to the State Auditor.

Effect: The County is not in compliance with State Statutes.

Cause: The County was unaware of the requirement to notify the State Auditor of asset dispositions.

Auditors' Recommendations: The County should update its procedures for Capital Asset disposals to include the notification of the State Auditor at least thirty days prior to planned disposition of all property and equipment included on Capital Asset inventories.

Agency's Response: The County is now reporting all disposals of assets to the state auditor.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 11-02 – Stale Dated Checks – Other Matter

Condition: The County has stale dated checks on its bank reconciliation in the Operating Account totaling \$1,120.98 that have been outstanding for more than a year. The County has not reported the payees or turned over the funds to the Unclaimed Property Division of the New Mexico Taxation and Revenue Department.

Criteria: Section 7-8A, NMSA 1978, and related regulations require that the County provide information about the payees and the related funds to Unclaimed Property Division of the New Mexico Taxation and Revenue Department for outstanding checks that were distributed but not cashed within one year.

Effect: Carrying numerous bank reconciling items could result in a misstatement in the accounting records or related misappropriation of funds.

Cause: The County has not reviewed the outstanding check listing in a timely manner.

Auditors' Recommendations: The County should implement policies and procedures to ensure that the Unclaimed Property Division of the New Mexico Taxation and Revenue Department is properly notified regarding stale dated checks.

Agency's Response: The County is currently in the process of putting a policy together to correctly notify and go through the process of unclaimed property.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 11-03 – Inadequate Documentation for Travel and Per Diem Expenditures – Other Matter

Condition: In 1 instance out of 5 tested it was noted that a County employee was paid an additional day of per diem, resulting in an overpayment of \$85.

Criteria: Per NMAC 6.20.2.19 Travel and Training: Each County shall establish and implement written policies and procedures for travel and training. Travel policies and procedures shall be in compliance with the Per Diem and Mileage Act, Sections 10-8-1 through 10-8-8, NMSA 1978, and Department of Finance and Administration (DFA) regulations. NMAC 6.2.2.24 (c) Other Administrative Standards states that County records shall be in accordance with the Public Records Act, Section 14-3-1, NMSA 1978 and should be available for review by auditors. In addition, NMAC 6.20.2.11 (c) states that internal control structure is required to demonstrate the County's ability to record, process, summarize and report financial statement assertions of existence and occurrence.

Effect: Unauthorized travel and per diem expenditures may be processed and paid without proper approval and rate calculation. Noncompliance with statutes may subject officials and employees to punishment as defined by state statutes.

Cause: The County did not maintain policies and procedures to ensure that documentation is properly reviewed to ensure compliance with State Statutes.

Auditors' Recommendations: We recommend the County review all supporting documentation and retain all documents to ensure compliance with NMAC 6.20.2.24 (c) and 6.20.2.11 (c). The policy should be clear, written, and communicated to all to whom it applies and enforced uniformly.

Agency's Response: This 1 imparticular case was ok and approved by both the finance director and county manager as this was a legitimate expenditure. However, the back-up documentation for the extra day was not included with the original paperwork. This issue has been resolved.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 11-04 Procurement Code – Bids – Other Matter

Condition: During our procurement testwork, we noted the following items:

- One (1) instance out of five (5) where the bids were not properly accompanied by the Campaign Contribution Disclosure Form.

Criteria: According to 2006 New Mexico Statutes Annotated section 13-1-200, effective May 17, 2006, Chapter 81, Laws of 2006 requires any prospective contractor seeking to enter into a contract with any state agency or local public body to file a “Campaign Contribution Disclosure Form” with that state agency or local public body. Additionally, according to Section 13-1-1 to 13-1-199 NMSA 1978 and 2009 State Audit Rule 2.2.2.10 H, regarding the procurement code, in particular Section 13-1-21, application of preferences bids received from resident business shall be awarded to the lowest vendor or the bid nearest to the bid price.

Effect: It is not evident whether or not the bidding contractor contributed to a campaign for the County.

Cause: The County does not have the appropriate controls in place to verify that all necessary information for the bids is properly completed and that the bids are properly awarded.

Auditors’ Recommendations: We recommend the County implement a system of internal controls in order to verify that bid files are complete and are properly awarded.

Agency’s Response: The County was not aware that bids for services needed a Campaign Contribution Disclosure Form. The County will start to include this form with all bids regarding services.

SECTION III – FINANCIAL STATEMENT FINDINGS – COMPONENT UNIT – HOUSING AUTHORITY

2011-01 Time Sheets are not Signed – Significant Deficiency

Condition: We noted that time sheets were not being consistently signed by the employees and the employee's supervisor to attest to the accuracy of the time sheet. The current time sheet in use has only one signature line.

Criteria: Time sheets should be signed by both the employee and the supervisor in advance of payroll preparation. Time sheets should be accurately prepared and any compensated absence information should be reflected and verified by the supervisor before signing.

Effect: Employees were being paid for time worked or for compensated time off that was not properly documented.

Cause: The signing of employee time sheets was not consistently enforced and employees were not sufficiently informed about the importance of documenting and signing the time sheets that were used to support payroll.

Auditors' Recommendations: The time sheet should be redesigned to include two signature lines. One of the lines should be labeled "Employee" and the second line should be labeled "Supervisor". Staff and management should be informed about the importance of documenting and verifying the accuracy of payroll information.

Agency's Response: The Housing Authority will amend their times sheets to include two Signature lines. One will have Employee and the other line will have Supervisor.

2011-02 – Minutes of Commissioner Meetings – Other Matter

Condition: During our review of the commissioner's meeting I noted that, on occasion, minutes were being approved without an indication as to which meeting's minutes were, in fact, being approved. I also noted that financial statements were being approved "as presented" without an indication as to which month or months were being reviewed and approved.

Criteria: The minutes constitute a formal historical record of the actions taken by the Commissioners and, as such, should clearly indicate what documents are being reviewed and approved or disapproved.

Effect: In the future, it may be unclear to the reader of the minutes as to what actions were truly taken. This could become critical, particularly if minutes are misplaced and gaps in the historical records are created.

Cause: Unintentional oversight by the preparer.

Auditors' Recommendations: Minutes should be prepared properly and missing dates or inadequate identification of documents should be corrected before approval by the Commissioners.

Agency's Response: The Socorro County Housing Authority will prepare the minutes with the date the minutes are approved. They will be approved by one of the Commissioners.

**SECTION III – FINANCIAL STATEMENT FINDINGS – COMPONENT UNIT – HOUSING AUTHORITY
(continued)**

2011-03 – PERA Coverage – Other Matter

Condition: Employees of the Housing Authority are not covered by PERA or RHCA.

Criteria: The Personnel Guidelines Section 6.A.8 States under Retirement Plan: “All regular full-time, and term employees are required to participate in the Public Employees Retirement Association (PERA) retirement plan. Within Ninety (90) day introductory period, job change. The Authority shall file with PERA an executed PERA Membership Application form or PERA Exclusion From Membership form on all employees”.

Effect: Employees who may wish to participate in the State’s retirement and retiree health plans are currently not being covered in accordance with the Authority’s Personnel Guidelines.

Cause: Management and Commissioners were unsure as to whether the Housing Authority could afford to participate in the plan and what options were available to employer and/or employee. A meeting with PERA has been scheduled in the near future by the Executive Director of the Authority.

Auditors’ Recommendations: The authority should offer these additional benefits to its employees as administrative equity is adequate to absorb the additional cost that will be incurred.

Agency’s Response: The Housing Authority has made an appointment with the PERA office in Santa Fe and will also meet with the accountant to insure that the Housing Authority can financially afford this benefit.

SECTION IV – FINANCIAL STATEMENT FINDINGS – COMPONENT UNIT – SOCORRO VILLAGE

None

SECTION V – FEDERAL AWARD FINDINGS AND RESPONSES

FA 11-01 Excluded Parties List – Significant Deficiency

Federal Program Information:

Funding agency: U.S. Department of Education
Title: All major programs
CFDA number: All major programs

Questioned Costs: None

Condition: During our review of the procurement process, for all major programs tested, it was noted the County does not reference the Excluded Parties List System contracts of goods or services in which more than \$25,000 is expended.

Criteria: The OMB A-133 stipulates non-federal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. “Covered Transactions” include those procurement contracts for goods and services awarded under a nonprocurement transaction that is expected to equal or exceed \$25,000 or meet other certain specified criteria.

Effect: The County could be contracting with vendors for services or goods that are included on the suspension and debarment listing which potentially decrease federal funding received since this is considered non-compliance.

Cause: The County has not implemented checking the Excluded Parties List System website into their purchasing process.

Auditors’ Recommendations: We recommend that the County implement procedures to ensure all vendors for services and goods over \$25,000 be verified that they do not exist on the suspension and debarment listing.

Agency’s Response: The County has looked up every vendor in the EPLS system and continues to use this system for every new vendor the County adds.

SECTION VI – FEDERAL AWARD FINDINGS – COMPONENT UNIT – HOUSING AUTHORITY

None

SECTION VII – FEDERAL AWARD FINDINGS – COMPONENT UNIT – SOCORRO VILLAGE

None

SECTION VIII – PRIOR YEAR AUDIT FINDINGS

Primary Government

FS 02-01 – Lack of Maintaining Capital Assets Listing – Repeated/Modified

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 06-03 – Failure to Maintain Adequate Property Tax Billing Records – Resolved

FS-07-05 – Unable to Provide Changes in Assets and Liabilities – Agency Funds – Repeated

STATE OF NEW MEXICO
Socorro County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2011

SECTION VIII – PRIOR YEAR AUDIT FINDINGS (continued)

Primary Government (continued)

- FS 07-08 – Lack of Proper Internal Controls – Repeated/Modified
- FS 08-01 – Preparation of Financial Statements – Repeated
- FS 08-03 – Cash Appropriations in Excess of Available Cash Balances – Resolved
- FS 08-05 – Lack of Internal Controls over Non-Standard Journal Entries – Resolved
- FS 08-07 – PERA Reconciliation – Resolved
- FS 09-03 – Inadequate Physical Controls to Information Technology Equipment – Repeated
- FS 09-04 – Information Technology – Resolved
- FS 10-01 – Entity Wide Control Deficiency – Repeated

Primary Government – Federal Awards

None

Component Unit – Housing Authority

- FS 02-02 – Audit Report not timely submitted to State Auditor – Resolved
- FS 10-01 – Improper Billing – Resolved
- FS 10-02 – Improper Accounting – Resolved
- FS 10-03 – Timely Filing with Proper Documentation – Resolved
- OM 10-05 – Proper Documentation of Tenant Contracts - Resolved

Component Unit – Socorro Village

- SV 09-06 – Submission of Owner Certified Financials (REAC) – Resolved

Component Unit – Housing Authority – Federal Awards

- CO 10-04 – HUD Requirements – Resolved
- FS 10-06 – Un-Audited Financial Data Schedule Submission (FDS) – Resolved

Component Unit – Socorro Village – Federal Awards

None

STATE OF NEW MEXICO
Socorro County
Other Disclosures
For the Year Ended June 30, 2011

OTHER DISCLOSURES

Exit Conference

An exit conference was held on November 14, 2011. In attendance were the following:

Representing Socorro County:

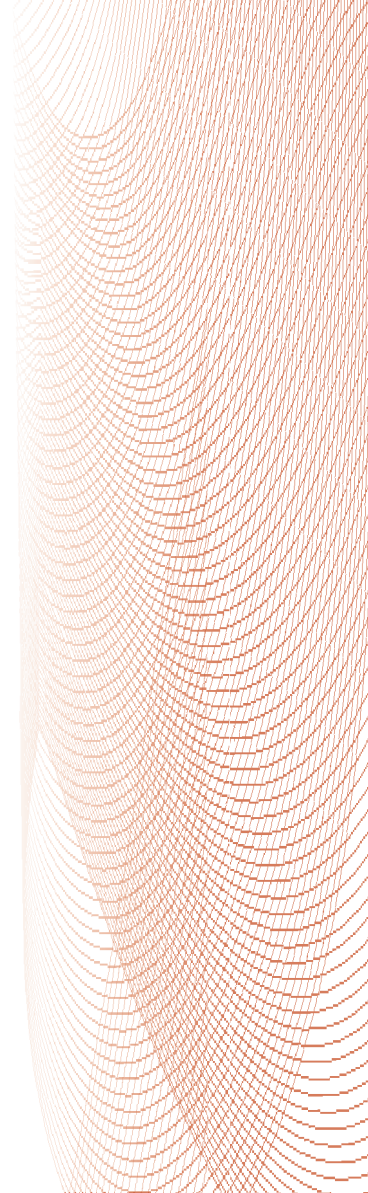
Pauline Jaramillo, County Commission Vice-Chair
Delilah Walsh, County Manager
Roberta Smith, Finance Director
Genevie Baca, County Treasurer
Tina Lujan, Deputy Treasurer

Representing Accounting & Consulting Group, LLP:

Ray Roberts, CPA, Managing Partner

Auditor Prepared Financial Statements

Accounting and Consulting Group, LLP prepared the GAAP-basis financial statements and footnotes 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.



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