



State of New Mexico
Socorro County
Annual Financial Report
For the Year Ended June 30, 2013

 **Accounting & Consulting Group, LLP**
Certified Public Accountants



(This page intentionally left blank)

INTRODUCTORY SECTION

(This page intentionally left blank)

STATE OF NEW MEXICO

Socorro County

June 30, 2013

Table of Contents

	<u>Exhibit</u>	<u>Page</u>
INTRODUCTORY SECTION		
Table of Contents		5-7
Official Roster		9
FINANCIAL SECTION		
Independent Auditors' Report		12-14
BASIC FINANCIAL STATEMENTS		
Government-wide Financial Statements:		
Statement of Net Position	A-1	16-17
Statement of Activities	A-2	18-19
Fund Financial Statements:		
Balance Sheet – Governmental Funds	B-1	20-21
Reconciliation of the Balance Sheet to the Statement of Net Position		23
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	B-2	24-25
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities		27
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
General Fund	C-1	28
Road – Special Revenue Fund	C-2	29
Jail – Detention Fund – Special Revenue Fund	C-3	30
Statement of Fiduciary Assets and Liabilities – Agency Funds	D-1	31
NOTES TO THE FINANCIAL STATEMENTS		33-57
SUPPLEMENTARY INFORMATION	<u>Statement</u>	
Nonmajor Governmental Fund Descriptions		62-65
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES		
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	66-75
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	A-2	76-85
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Forest Reserve Title III - Special Revenue Fund	B-1	87
Farm and Range Improvement - Special Revenue Fund	B-2	88
Recreation Fund - Special Revenue Fund	B-3	89
Midway Fire - Special Revenue Fund	B-4	90
San Antonio Fire - Special Revenue Fund	B-5	91
Veguita Fire - Special Revenue Fund	B-6	92
Abeytas Fire - Special Revenue Fund	B-7	93
La Joya Fire - Special Revenue Fund	B-8	94
Alamo EMS - Special Revenue Fund	B-9	95
Hospital - Special Revenue Fund	B-10	96
Fire Excise Tax - Special Revenue Fund	B-11	97
Law Enforcement Protection - Special Revenue Fund	B-12	98
Property Administration - Special Revenue Fund	B-13	99

STATE OF NEW MEXICO

Socorro County

June 30, 2013

Table of Contents

	<u>Statement/ Schedule</u>	<u>Page</u>
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES (CONTINUED)		
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Technology - Special Revenue Fund	B-14	100
VLA EMS - Special Revenue Fund	B-15	101
Clerk Filing Fees - Special Revenue Fund	B-16	102
DWI Grant - Special Revenue Fund	B-17	103
Parks Department - Special Revenue Fund	B-18	104
Senior Center - Special Revenue Fund	B-19	105
Wildland Grant - Special Revenue Fund	B-20	106
Telecommunications Fund - Special Revenue Fund	B-21	107
Hop Canyon Fire - Special Revenue Fund	B-22	108
Literacy Volunteer Program - Special Revenue Fund	B-23	109
Senior Volunteer Program – Special Revenue Fund	B-24	110
Lodger’s Tax - Special Revenue Fund	B-25	111
Fire & Emergency Grant Fund - Special Revenue Fund	B-26	112
Solid Waste Fund - Special Revenue Fund	B-27	113
General Obligation Bond - Debt Service Fund	B-28	114
NMFA Midway - Debt Service Fund	B-29	115
NMFA San Antonio #3 Pumper – Debt Service Fund	B-30	116
NMFA San Antonio #2 - Debt Service Fund	B-31	117
NMFA Veguita - Debt Service Fund	B-32	118
NMFA Abeytas #2 - Debt Service Fund	B-33	119
NMFA Hop Canyon Station - Debt Service Fund	B-34	120
NMFA BLM Building Purchase - Debt Service Fund	B-35	121
NMFA Bulldozer - Debt Service Fund	B-36	122
NMFA San Antonio Fire Station - Debt Service Fund	B-37	123
NMFA Abeytas Fire Pumper/Tanker - Debt Service Fund	B-38	124
NMFA Veguita Fire Station - Debt Service Fund	B-39	125
Property Valuation Loan - Debt Service Fund	B-40	126
NMFA G.O. Bond - Debt Service Fund	B-41	127
NMFA Veguita #3 - Debt Service Fund	B-42	128
NMFA Sheriff Department - Debt Service Fund	B-43	129
NMFA Water Trust Board Phase I Flood Prevention Project - Debt Service Fund	B-44	130
Legislative Appropriations - Capital Projects Fund	B-45	131
Rio Abajo Library - Capital Projects Fund	B-46	132
Repair and Replacement - Capital Projects Fund	B-47	133
Sabinal and Abeytas Center - Capital Projects Fund	B-48	134
SUPPORTING SCHEDULES		
Schedule of Collateral Pledged by Depository for Public Funds	I	136
Schedule of Deposit and Investment Accounts	II	137
Schedule of Changes in Fiduciary Assets and Liabilities - Agency Funds	III	138
COMPLIANCE SECTION		
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		140-141

STATE OF NEW MEXICO

Socorro County

June 30, 2013

Table of Contents

	<u>Statement/ Schedule</u>	<u>Page</u>
FEDERAL FINANCIAL ASSISTANCE		
Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance		144-145
Schedule of Expenditures of Federal Awards	IV	146-147
Schedule of Findings and Questioned Costs	V	149-163
OTHER DISCLOSURES		164

(This page intentionally left blank)

STATE OF NEW MEXICO

Socorro County

Official Roster

June 30, 2013

<u>Name</u>	<u>County Commission</u>	<u>Title</u>
Daniel P. Monette		Chair, District IV
Pauline Jaramillo		Vice-Chair, District I
Martha Salas		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
Tina Lujan	County Treasurer

Administrative Officials

Delilah Walsh	County Manager
Roberta Smith	Finance Director
Genevie Baca	Deputy County Treasurer

(This page intentionally left blank)

FINANCIAL SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

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

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the General Fund and major special revenue funds of Socorro County, New Mexico (the "County"), as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the major capital projects fund, and all nonmajor funds presented as supplementary information, as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2013 as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of El Camino Real Housing Authority or Socorro Village, which represents 6 percent, 4 percent, and 19 percent, respectively, of the assets, net position, and revenues of Socorro County. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for El Camino Real Housing Authority and Socorro Village, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Summary of Opinions

Opinion Unit	Type of Opinion
Governmental Activities	Qualified
Aggregate discretely presented component units:	
El Camino Real Housing Authority	Unmodified
Socorro Village	Unmodified
Major funds:	
General Fund	Qualified
Road Special Revenue Fund	Unmodified
Jail – Detention Fund Special Revenue Fund	Unmodified
Legislative Appropriations Capital Projects Fund	Unmodified
Aggregate Remaining Fund Information:	
Agency Fund	Qualified
Nonmajor governmental funds:	
General Obligation Bond Debt Service Fund	Qualified
Each remaining nonmajor governmental fund	Unmodified
Budgetary comparisons:	
General Fund	Unmodified
Road Special Revenue Fund	Unmodified
Jail – Detention Fund Special Revenue Fund	Unmodified
Legislative Appropriations Capital Projects Fund	Unmodified
Each nonmajor Governmental fund	Unmodified

Basis for Qualified Opinions on Governmental Activities, General Fund, General Obligation Bond Debt Service Fund and Aggregate Remaining Fund Information

See audit findings **FS 2013-003 Lack of Proper Change Management Controls Over IT (Lack of Data Integrity; Tax Roll) – Material Weakness** in the Schedule of Findings and Questioned Costs.

Qualified Opinions

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinions on Governmental Activities, General Fund, General Obligation Bond Debt Service Fund and aggregate remaining fund information,” the financial statements referred to above present fairly, in all material respects, the respective financial position of Governmental Activities, General fund, General Obligation Bond Debt Service Fund and the agency fund of Socorro County as of June 30, 2013, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Major Special Revenue Funds, El Camino Real Housing Authority and Socorro Village as of June 30, 2013, and the respective changes in financial position, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each remaining nonmajor governmental fund as of June 30, 2013, and the respective changes in financial position, thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budget comparisons referred to above present fairly, in all material respects, the respective budgetary comparisons for the year then ended in conformity with the budgetary basis of accounting, as more fully described in Note 2 to the financial statements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by the missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the County's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of Federal Awards as required by Office of Management and Budget *Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations*, the introductory section and Supporting Schedules I through III required by 2.2.2 NMAC are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards, and Supporting Schedules I through III required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, except for the effect on the supplementary information of the qualified opinion on the basic financial statements as explained in the "Basis for Qualified Opinions on Governmental Activities, General Fund, and the Aggregate Remaining Fund Information" paragraph, the Schedule of Expenditures of Federal Awards, and Supporting Schedules I through III required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2013 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 14, 2013

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO

Socorro County

Statement of Net Position

June 30, 2013

	Governmental Activities	Component Units	
		Housing Authority	Socorro Village
ASSETS			
Current assets			
Cash and cash equivalents	\$ 6,561,262	\$ 203,949	\$ 137,457
Investments	6,300,000	-	-
Receivables:			
Property taxes, net of allowance of \$275,014, \$0 and \$0	780,063	-	-
Other taxes	398,964	-	-
Intergovernmental	489,555	6,428	7,873
Other receivables, net of allowance of \$408,355, \$0 and	45,919	8,787	63
Due from component unit	-	7,249	-
Due from other governments	-	15,357	-
Prepaid expenses	164,580	3,667	2,409
Total current assets	<u>14,740,343</u>	<u>245,437</u>	<u>147,802</u>
Noncurrent assets			
Restricted cash and cash equivalents	945,386	201,245	150,325
Capital assets	64,821,461	92,703	2,920,941
Less: accumulated depreciation	(40,451,532)	(57,605)	(1,110,382)
Bond issuance costs, net of accumulated amortization of \$32,829	106,294	-	-
Total noncurrent assets	<u>25,421,609</u>	<u>236,343</u>	<u>1,960,884</u>
Total assets	<u>\$ 40,161,952</u>	<u>\$ 481,780</u>	<u>\$ 2,108,686</u>

The accompanying notes are an integral part of these financial statements

	Component Units		
	Governmental Activities	Housing Authority	Socorro Village
LIABILITIES			
Current liabilities			
Accounts payable	\$ 269,274	\$ 3,925	\$ 5,083
Accrued payroll	67,995	6,075	999
Deferred revenue	-	19,451	-
Due to other governments	-	-	7,249
Accrued interest	47,928	-	1,682
Current portion of accrued compensated absences	85,684	2,449	476
Due within one year	-	-	15,021
Current portion of notes payable	253,679	-	-
Current portion of bonds payable	280,000	-	-
Restricted deposits - tenant security deposits	-	-	7,741
Total current liabilities	<u>1,004,560</u>	<u>31,900</u>	<u>38,251</u>
Noncurrent liabilities			
Noncurrent portion of accrued compensated absences	21,373	-	-
Due in more than one year	-	17,659	1,338,125
Bond underwriter premiums, net of accumulated amortization of \$1,263	64,750	-	-
Noncurrent portion of notes payable	2,381,956	-	-
Noncurrent portion of bonds payable	5,285,000	-	-
Landfill liability	68,750	-	-
Total noncurrent liabilities	<u>7,821,829</u>	<u>17,659</u>	<u>1,338,125</u>
Total liabilities	<u>8,826,389</u>	<u>49,559</u>	<u>1,376,376</u>
NET POSITION			
Net investment in capital assets	21,941,389	35,098	457,413
Restricted for:			
Housing assistance payments	-	183,586	-
Debt service	709,549	-	-
Capital projects	140,180	-	-
Other purposes - special revenue	1,566,739	-	-
Unrestricted	<u>6,977,706</u>	<u>213,537</u>	<u>274,897</u>
Total net position	<u>31,335,563</u>	<u>432,221</u>	<u>732,310</u>
Total liabilities and net position	<u>\$ 40,161,952</u>	<u>\$ 481,780</u>	<u>\$ 2,108,686</u>

STATE OF NEW MEXICO
Socorro County
Statement of Activities
For the Year Ended June 30, 2013

Functions/Programs	Expenses	Charges for Services	Program Revenues Operating Grants and Contributions
Primary government:			
Governmental activities:			
General government	\$ 5,684,195	\$ 155,604	\$ 521,941
Public safety	2,872,280	410,030	919,933
Culture and recreation	959,000	18,042	595,872
Health and welfare	289,144	-	248,923
Public works	1,507,878	75,306	874,955
Interest and other charges	107,856	-	-
<i>Total governmental activities</i>	<u>\$ 11,420,353</u>	<u>\$ 658,982</u>	<u>\$ 3,161,624</u>
Component Units			
Housing Authority	<u>\$ 2,396,375</u>	<u>\$ 78,529</u>	<u>\$ 2,227,408</u>
Socorro Village	<u>\$ 333,634</u>	<u>\$ 106,815</u>	<u>\$ 172,688</u>

General revenues and special items:

Taxes:

Property taxes
Gross receipts taxes
Gasoline and motor vehicle taxes
Other taxes

Payment in lieu of taxes
Miscellaneous revenue
Investment income
Special item - donated capital assets
(Loss) on asset disposal

Total general revenues and special items

Change in net position

Net position - beginning of year, as originally stated

Net position - restatement (Note 17)

Net position - beginning, as restated

Net position - end of year

The accompanying notes are an integral part of these financial statements

Capital Grants and Contributions	Net Revenue (Expense) and Changes in Net Position	Component Units	
		Housing Authority	Socorro Village
\$ -	\$ (5,006,650)	\$ -	\$ -
-	(1,542,317)	-	-
-	(345,086)	-	-
-	(40,221)	-	-
103,049	(454,568)	-	-
-	(107,856)	-	-
<u>\$ 103,049</u>	<u>(7,496,698)</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>-</u>	<u>(90,438)</u>	<u>-</u>
<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>(54,131)</u>
	3,104,485	-	-
	1,373,799	-	-
	778,630	-	-
	159,981	-	-
	1,245,613	-	-
	80,349	-	-
	21,438	11	65
	15,125	-	-
	<u>(28,463)</u>	<u>-</u>	<u>-</u>
	<u>6,750,957</u>	<u>11</u>	<u>65</u>
	(745,741)	(90,427)	(54,066)
	28,362,575	515,045	786,376
	<u>3,718,729</u>	<u>7,603</u>	<u>-</u>
	<u>32,081,304</u>	<u>522,648</u>	<u>786,376</u>
<u>\$</u>	<u>31,335,563</u>	<u>\$ 432,221</u>	<u>\$ 732,310</u>

STATE OF NEW MEXICO

Socorro County
Balance Sheet
Governmental Funds
June 30, 2013

	General	Road	Jail - Detention Fund
<i>Assets</i>			
Cash and cash equivalents	\$ 2,582,842	\$ 386,343	\$ 37,374
Investments	3,417,332	-	-
Receivables:			
Property taxes, net of allowance	668,807	-	-
Other taxes	179,230	147,141	42,006
Intergovernmental	148,556	208,821	-
Other receivables, net of allowance	25	901	23,166
Prepaid expenses	97,735	7,500	18,566
Due from other funds	144,681	-	-
<i>Total assets</i>	<u>\$ 7,239,208</u>	<u>\$ 750,706</u>	<u>\$ 121,112</u>
<i>Liabilities and fund balance</i>			
<i>Liabilities</i>			
Accounts payable	\$ 33,881	\$ 27,738	\$ 83,854
Accrued payroll	35,691	8,594	6,542
Deferred revenue:			
Deferred revenue - property taxes	598,439	-	-
Other	-	208,821	-
Due to other funds	-	-	-
<i>Total liabilities</i>	<u>668,011</u>	<u>245,153</u>	<u>90,396</u>
<i>Fund balances</i>			
Nonspendable for prepaid expenses	97,735	7,500	18,566
Spendable			
Restricted for:			
General county operations	-	-	-
Maintenance of roads	-	345,863	-
Fire departments	-	-	-
Forest health	-	-	-
Tourism	-	-	-
Public safety	-	-	-
Telecommunications services	-	-	-
Senior center	-	-	-
Solid Waste	-	-	-
Detention center operations	-	-	12,150
Debt service expenditures	-	-	-
Capital expenditures	-	-	-
Committed for:			
Park operations	-	-	-
Community improvement	-	-	-
Technology improvements	-	-	-
Subsequent years expenditures	97,170	-	-
Emergency reserves	944,544	152,190	-
Unassigned	5,431,748	-	-
<i>Total fund balances</i>	<u>6,571,197</u>	<u>505,553</u>	<u>30,716</u>
<i>Total liabilities and fund balances</i>	<u>\$ 7,239,208</u>	<u>\$ 750,706</u>	<u>\$ 121,112</u>

The accompanying notes are an integral part of these financial statements

Legislative Appropriations	Other Governmental Funds	Total Governmental Funds
\$ 2,178,739	\$ 2,321,350	\$ 7,506,648
2,882,668	-	6,300,000
-	111,256	780,063
-	30,587	398,964
11,884	120,294	489,555
-	21,827	45,919
-	40,779	164,580
-	-	144,681
<u>\$ 5,073,291</u>	<u>\$ 2,646,093</u>	<u>\$ 15,830,410</u>
\$ 34,618	\$ 89,183	\$ 269,274
-	17,168	67,995
-	98,260	696,699
-	-	208,821
-	144,681	144,681
<u>34,618</u>	<u>349,292</u>	<u>1,387,470</u>
-	40,779	164,580
-	93,854	93,854
-	-	345,863
-	327,609	327,609
-	157,645	157,645
-	4,965	4,965
-	37,999	37,999
-	100,835	100,835
-	27,218	27,218
-	1,809	1,809
5,038,673	-	5,050,823
-	637,214	637,214
-	863,352	863,352
-	11,391	11,391
-	10,404	10,404
-	83,749	83,749
-	-	97,170
-	-	1,096,734
-	(102,022)	5,329,726
<u>5,038,673</u>	<u>2,296,801</u>	<u>14,442,940</u>
<u>\$ 5,073,291</u>	<u>\$ 2,646,093</u>	<u>\$ 15,830,410</u>

(This page intentionally left blank)

STATE OF NEW MEXICO

Socorro County

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Position

June 30, 2013

Exhibit B-1

Page 2 of 2

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

Fund balances - total governmental funds	\$ 14,442,940
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	24,369,929
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	106,294
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	696,699
Nonexchange 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	208,821
Bond underwriter premiums, net of accumulated amortization	(64,750)
Certain liabilities, including bonds payable, 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	(47,928)
Compensated absences not due and payable	(107,057)
Notes and bonds payable	(8,200,635)
Landfill closure and post-closure liability	(68,750)
	<hr/>
Net position - governmental activities	<u>\$ 31,335,563</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2013

	General	Road	Jail - Detention Fund
<i>Revenues</i>			
Taxes:			
Property	\$ 2,557,413	\$ -	\$ -
Gross receipts	1,013,831	-	276,520
Gasoline and motor vehicle	175,399	603,231	-
Other	-	-	-
Intergovernmental:			
Federal operating grants	134,683	442,828	-
State operating grants	319,224	184,328	-
State capital grants	-	-	-
Local sources	-	-	40,000
Payment in lieu of taxes	1,245,613	-	-
Charges for services	71,791	-	186,643
Investment income	20,809	-	-
Miscellaneous	48,307	12,202	6,456
<i>Total revenues</i>	<u>5,587,070</u>	<u>1,242,589</u>	<u>509,619</u>
<i>Expenditures</i>			
Current			
General government	3,714,610	-	-
Public safety	50,000	-	1,286,484
Culture and recreation	-	-	-
Health and welfare	-	-	-
Public works	-	1,042,828	-
Capital outlay	13,566	783,449	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Issuance costs	-	-	-
<i>Total expenditures</i>	<u>3,778,176</u>	<u>1,826,277</u>	<u>1,286,484</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,808,894</u>	<u>(583,688)</u>	<u>(776,865)</u>
<i>Other financing sources (uses)</i>			
Bond and loan proceeds	-	-	-
Bond premiums	-	-	-
Transfers in	178,958	6	797,930
Transfers (out)	(1,767,272)	(27,090)	-
<i>Total other financing sources (uses)</i>	<u>(1,588,314)</u>	<u>(27,084)</u>	<u>797,930</u>
<i>Net change in fund balances</i>	220,580	(610,772)	21,065
<i>Fund balances - beginning of year</i>	<u>6,350,617</u>	<u>1,116,325</u>	<u>9,651</u>
<i>Fund balances - end of year</i>	<u>\$ 6,571,197</u>	<u>\$ 505,553</u>	<u>\$ 30,716</u>

The accompanying notes are an integral part of these financial statements

Legislative Appropriations	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 453,967	\$ 3,011,380
-	83,448	1,373,799
-	-	778,630
-	159,981	159,981
-	434,587	1,012,098
38,978	1,358,115	1,900,645
103,049	-	103,049
-	60	40,060
-	-	1,245,613
-	400,548	658,982
-	629	21,438
-	13,384	80,349
142,027	2,904,719	10,386,024
-	865,101	4,579,711
-	972,322	2,308,806
-	770,867	770,867
-	232,421	232,421
121,637	47,603	1,212,068
49,644	762,229	1,608,888
-	545,450	545,450
-	59,762	59,762
75,000	-	75,000
246,281	4,255,755	11,392,973
(104,254)	(1,351,036)	(1,006,949)
5,000,000	772,095	5,772,095
66,013	-	66,013
-	1,682,362	2,659,256
-	(864,894)	(2,659,256)
5,066,013	1,589,563	5,838,108
4,961,759	238,527	4,831,159
76,914	2,058,274	9,611,781
\$ 5,038,673	\$ 2,296,801	\$ 14,442,940

(This page intentionally left blank)

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, 2013

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

Net change in fund balances - total governmental funds	\$	4,831,159
--	----	-----------

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		1,608,888
Depreciation expense		(2,219,247)
Loss on disposal of capital assets		(28,463)
Donated capital assets		15,125

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		93,105
Change in deferred revenue related to other receivables		208,821

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 position. 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:

Decrease in accrued compensated absences not due and payable		10,623
Increase in accrued interest payable		(38,637)
Issuance costs capitalized		75,000
Amortization of bond issuance costs		(10,720)
Bond premium capitalized		(66,013)
Amortization of bond premiums		1,263
Bond and loan proceeds		(5,772,095)
Principal payments on bonds		285,000
Principal payments on notes and loans payable		254,950
Principal payments on landfill liability		5,500

Change in net position of governmental activities	\$	<u>(745,741)</u>
---	----	------------------

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ 2,248,757	\$ 2,542,559	\$ 2,539,722	\$ (2,837)
Gross receipts	820,000	952,481	952,481	-
Gasoline and motor vehicle	140,000	175,954	160,269	(15,685)
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	235,500	109,134	109,134	-
State operating grants	190,000	280,601	306,397	25,796
State capital grants	-	-	-	-
Payment in lieu of taxes	1,040,000	1,245,613	1,245,613	-
Charges for services	50,750	63,750	71,791	8,041
Investment income	15,000	15,000	20,809	5,809
Miscellaneous	-	45,781	48,282	2,501
<i>Total revenues</i>	<u>4,740,007</u>	<u>5,430,873</u>	<u>5,454,498</u>	<u>23,625</u>
<i>Expenditures</i>				
Current				
General government	3,738,894	3,957,280	3,779,106	178,174
Public safety	50,000	50,000	50,000	-
Culture and recreation	-	-	-	-
Capital outlay	65,975	81,975	81,563	412
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,854,869</u>	<u>4,089,255</u>	<u>3,910,669</u>	<u>178,586</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>885,138</u>	<u>1,341,618</u>	<u>1,543,829</u>	<u>202,211</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	97,169	121,757	-	(121,757)
Transfers in	162,000	178,958	178,958	-
Transfers (out)	(1,144,307)	(1,642,333)	(1,642,333)	-
<i>Total other financing sources (uses)</i>	<u>(885,138)</u>	<u>(1,341,618)</u>	<u>(1,463,375)</u>	<u>(121,757)</u>
<i>Net change in fund balances</i>	-	-	80,454	80,454
<i>Fund balances - beginning of year</i>	-	-	6,064,401	6,064,401
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,144,855</u>	<u>\$ 6,144,855</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 80,454
Adjustments to revenues for property taxes, other taxes, state, federal, and local grants, and other accruals				132,572
Adjustments to expenditures for general government, capital purchases, and transfers				7,554
Net change in fund balances (GAAP)				<u>\$ 220,580</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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	520,000	620,587	586,386	(34,201)
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	778,306	607,284	607,284	-
State operating grants	220,000	206,031	184,412	(21,619)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	11,613	11,613	-
<i>Total revenues</i>	<u>1,518,306</u>	<u>1,445,515</u>	<u>1,389,695</u>	<u>(55,820)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Public works	1,748,670	2,134,393	2,023,780	110,613
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,748,670</u>	<u>2,134,393</u>	<u>2,023,780</u>	<u>110,613</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(230,364)</u>	<u>(688,878)</u>	<u>(634,085)</u>	<u>54,793</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	257,454	715,962	-	(715,962)
Transfers in	-	6	6	-
Transfers (out)	(27,090)	(27,090)	(27,090)	-
<i>Total other financing sources (uses)</i>	<u>230,364</u>	<u>688,878</u>	<u>(27,084)</u>	<u>(715,962)</u>
<i>Net change in fund balances</i>	-	-	(661,169)	(661,169)
<i>Fund balances - beginning of year</i>	-	-	1,047,512	1,047,512
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 386,343</u>	<u>\$ 386,343</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (661,169)
Adjustments to revenues for gasoline and motor vehicle taxes, state and federal grants, and other accruals				(147,106)
Adjustments to expenditures for public works and capital purchases				197,503
Net change in fund balances (GAAP)				<u>\$ (610,772)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-3

Socorro County

Jail - Detention 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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	240,000	273,735	273,735	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	210,000	159,991	164,002	4,011
Investment income	-	-	-	-
Miscellaneous	40,000	40,000	46,456	6,456
<i>Total revenues</i>	<u>490,000</u>	<u>473,726</u>	<u>484,193</u>	<u>10,467</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	1,025,460	1,257,204	1,244,749	12,455
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,025,460</u>	<u>1,257,204</u>	<u>1,244,749</u>	<u>12,455</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(535,460)</u>	<u>(783,478)</u>	<u>(760,556)</u>	<u>22,922</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(14,452)	-	14,452
Transfers in	535,460	797,930	797,930	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>535,460</u>	<u>783,478</u>	<u>797,930</u>	<u>14,452</u>
<i>Net change in fund balances</i>	-	-	37,374	37,374
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,374</u>	<u>\$ 37,374</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 37,374
Adjustments to revenues for gross receipts taxes and charges for services				25,426
Adjustments to expenditures for public safety				(41,735)
Net change in fund balances (GAAP)				<u>\$ 21,065</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2013

Exhibit D-1

ASSETS

Cash and cash equivalents	\$ 564,299
Receivables:	
Property taxes receivable, net of allowance of \$470,611	1,199,844
Other receivables	<u>47,503</u>
<i>Total assets</i>	<u><u>\$ 1,811,646</u></u>

LIABILITIES

Deposits held in trust	\$ 564,299
Due to other taxing entities	<u>1,247,347</u>
<i>Total liabilities</i>	<u><u>\$ 1,811,646</u></u>

The accompanying notes are an integral part of these financial statements

(This page intentionally left blank)

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies

Socorro 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.

Socorro 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 Socorro County is presented to assist in the understanding of Socorro County's financial statements. The financial statements and notes are the representation of Socorro 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 as applied to governmental entities.

During the year ended June 30, 2013, the County adopted GASB Statements No. 60 through 63. GASB Statement No. 60, Accounting and Financial Reporting for Service Concession Arrangements. The County does not have any Service Concession Arrangements. GASB Statement No. 61, The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34, modifies certain requirements for inclusion of component units in the financial reporting entity. GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in FASB and AICPA Pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements. GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position, provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources.

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 Statement No. 14, as amended by GASB Statement No. 39 and GASB Statement No. 61. 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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

A. *Financial Reporting Entity* (continued)

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. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

Discretely Presented Component Unit

El Camino Real Housing Authority (formerly 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, 2013 may be obtained from their administrative office as follows: Housing Authority of Socorro County, PO Box 00, Socorro, NM 87801

Certain balances from the separately issued financial statements of the component units have been reclassified to conform to the June 30, 2013 financial statement presentation for the County.

B. *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net position 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 Position 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 Position, 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 position are reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

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

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

B. Government-wide and fund financial statements (continued)

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements of time, reimbursement and contingencies imposed by the provider are met.

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; however, the depreciation expense for the period ending June 30, 2013 of \$2,219,247 is unallocated and is reported separately on the Statement of Activities. 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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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.

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 *Jail – Detention Fund Special Revenue Fund* is used to account for proceeds that 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.

The *Legislative Appropriations Capital Projects Fund* is used to account for 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.

Additionally, the government reports the following agency fund:

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

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 Position 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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Receivables and Payables

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

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

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

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

Prepaid Expenses

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. Socorro County was a phase III government for purposes of implementing GASB 34. Therefore, the County was not required to report its major general infrastructure assets retroactively to June 30, 1980. However, the County has elected to make the restatement for infrastructure assets retroactive to June 30, 1980, in order to implement GASB 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.

STATE OF NEW MEXICO
 Socorro County
 Notes to the Financial Statements
 June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Capital Assets (continued)

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 depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-40
Equipment	5-20
Infrastructure	50
Other Improvements	20

Accrued Expenses

Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2013, 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 (measurable 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 \$696,699 and deferred non-exchange revenue of \$208,821 at June 30, 2013.

Compensated Absences

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

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

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

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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. 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, 2013, the County had nonspendable fund balance categorized in the governmental funds balance sheet in the amount of \$164,580 as detailed on pages 20-21.

Restricted and Committed Fund Balance

At June 30, 2013, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$7,649,186 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 \$1,299,448 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 pages 20-21.

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. At June 30, 2013, the County had \$1,096,734 as minimum fund balance.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Net Position

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

- a. Net investment in capital assets: Net position 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 position: Consist of net position 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. Descriptions for the related restrictions for net position restricted for “special revenue, debt service, and capital projects” are described on pages 36 and 62-65.
- c. Unrestricted net position: All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Interfund Transactions

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

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

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the County are management’s estimate of depreciation on assets over their estimated useful lives, remaining landfill closure and post-closure costs, allowance for uncollectables, and the current portion of accrued compensated absences.

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.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 2. Stewardship, Compliance and Accountability (continued)

Budgetary Information (continued)

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

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ 885,138	\$ 1,341,618
Road Special Revenue Fund	\$ (230,364)	\$ (688,878)
Jail - Detention Fund Special Revenue Fund	\$ (535,460)	\$ (783,478)
Legislative Appropriations Special Revenue Fund	\$ -	\$ (95,000)
Other Governmental Funds	\$ (630,157)	\$ (1,373,732)

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, 2013 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, 2013.

Deposits of funds may be made in interest bearing 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.

By operation of federal law, beginning January 1, 2013, funds deposited in a noninterest-bearing transaction account (including an Interest on Lawyer Trust Account) no longer will receive unlimited deposit insurance coverage by the FDIC. Beginning January 1, 2013, all of the County's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the Standard Maximum Deposit Insurance Amount of \$250,000.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 3. Deposits and Investments (continued)

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, 2013, \$12,679,038 of the County’s bank balance of \$13,679,038 was exposed to custodial credit risk; \$12,679,038 was uninsured but collateralized by collateral held by the pledging bank’s trust department, but not in the County’s name. None of the County’s deposits were uninsured and uncollateralized at June 30, 2013.

	First State Bank	Wells Fargo Bank	Total
Amount of deposits	\$ 8,449,240	\$ 5,229,798	\$ 13,679,038
FDIC Coverage	(500,000)	(500,000)	(1,000,000)
Total uninsured public funds	7,949,240	4,729,798	12,679,038
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	7,949,240	4,729,798	12,679,038
Uninsured and uncollateralized	\$ -	\$ -	\$ -
Collateral requirement (50% of uninsured funds)	\$ 3,974,620	\$ 2,364,900	\$ 6,339,520
Pledged Collateral	9,528,947	5,204,791	14,733,738
Over (Under) collateralized	\$ 5,554,327	\$ 2,839,891	\$ 8,394,218

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

Investments

As of June 30, 2013, the County had investments with maturities as follows:

Investment Type	Weighted Average Maturities	Fair Value	Rating
U.S. MMA and Treasury & Agency Notes**	<1 year	\$ 945,386	AA+*
		\$ 945,386	

*Rating based off Standard & Poor’s rating

**Restricted cash and cash equivalents per Exhibit A-1

The investments are listed on Schedule II of this report.

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

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 3. Deposits and Investments (continued)

Investments

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 high grade credit ratings, 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 has presented certificates of deposits of \$6,300,000 as investments in the Statement of Net Position; however, these are classified as deposits for disclosure purposes.

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

Reconciliation of Cash, Cash Equivalents, and Investments

Primary Government

Cash and cash equivalents per Exhibit A-1	\$ 6,561,262
Investments per Exhibit A-1	6,300,000
Restricted cash and cash equivalents per Exhibit A-1	945,386
Cash - Statement of Fiduciary Assets and Liabilities per Exhibit D-1	564,299
 Total cash, cash equivalents, and investments	 14,370,947
Add: outstanding checks and other reconciling items	266,438
Less: deposits in transit and other reconciling items	(12,631)
Less: restricted cash and cash equivalents in U.S. Treasury	(945,386)
Less: petty cash	(330)
 Bank balance of deposits	 \$ 13,679,038

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 4. Receivables

Receivables as of June 30, 2013, are as follows:

	<u>General</u>	<u>Road</u>	<u>Jail - Detention Fund</u>
Property taxes	\$ 899,304	\$ -	\$ -
Other taxes:			
Gross receipts taxes	137,360	-	42,006
Lodgers taxes	-	-	-
Gasoline and motor vehicle	41,870	147,141	-
Intergovernmental-grants:			
State	148,556	-	-
Federal	-	208,821	-
Other receivables:			
Charges for services	-	-	23,166
Solid waste fees	-	-	-
Miscellaneous	25	901	-
Allowance - uncollectible property taxes	(230,497)	-	-
Allowance - uncollectible solid waste fees	-	-	-
Totals by category	<u>\$ 996,618</u>	<u>\$ 356,863</u>	<u>\$ 65,172</u>
	<u>Legislative</u>	<u>Other</u>	
	<u>Appropriations</u>	<u>Governmental</u>	
		<u>Funds</u>	<u>Total</u>
Property taxes	\$ -	\$ 155,773	\$ 1,055,077
Other taxes:			
Gross receipts taxes	-	30,544	209,910
Lodgers taxes	-	43	43
Gasoline and motor vehicle	-	-	189,011
Intergovernmental-grants:			
State	11,884	112,117	272,557
Federal	-	8,177	216,998
Other receivables:			
Charges for services	-	-	23,166
Solid waste fees	-	430,145	430,145
Miscellaneous	-	37	963
Allowance - uncollectible property taxes	-	(44,517)	(275,014)
Allowance - uncollectible solid waste fees	-	(408,355)	(408,355)
Totals by category	<u>\$ 11,884</u>	<u>\$ 283,964</u>	<u>\$ 1,714,501</u>

In accordance with GASB Statement No. 33, property tax revenues in the amount of \$696,699 and non-exchange grant revenues of \$208,821 that were not collected within the period of availability have been reclassified as deferred revenue in the governmental fund financial statements.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

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, 2013, interfund receivables and payables were as follows:

<u>Due from</u>	<u>Due to</u>	<u>Amount</u>
DWI Grant - Special Revenue Fund	General Fund	\$ 45,202
Senior Center Special Revenue Fund	General Fund	2,291
Literacy Volunteer Program Special Revenue Fund	General Fund	4,901
Senior Volunteer Program Special Revenue Fund	General Fund	13,215
Fire & Emergency Grant Fund Special Revenue Fund	General Fund	79,072
	Total	<u>\$ 144,681</u>

The County recorded a permanent transfer of revenues for separation of solid waste services out of the general fund at June 30, 2013 as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Solid Waste Fund Special Revenue Fund	General Fund	\$ 124,939
	Total	<u>\$ 124,939</u>

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

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

Net operating transfers, made to close out funds and to supplement other funding sources, in the normal course of operations, were as follow:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Forest Reserve Title III - Special Revenue Fund	\$ 35,000
General Fund	Fire Excise Tax - Special Revenue Fund	40,000
General Fund	Property Administration - Special Revenue Fund	16,800
General Fund	Lodger's Tax - Special Revenue Fund	145
General Fund	NMFA Sheriff Department - Debt Service Fund	65,013
General Fund	Fire & Emergency Grant Fund - Special Revenue Fund	22,000
Road - Special Revenue Fund	NMFA Bulldozer - Debt Service Fund	6
Midway Fire - Special Revenue Fund	Fire Excise Tax - Special Revenue Fund	60,000
San Antonio Fire - Special Revenue Fund	Fire Excise Tax - Special Revenue Fund	25,000
Vegiuta Fire - Special Revenue Fund	NMFA Veguita Fire Station - Debt Service Fund	521
Abeytas Fire - Special Revenue Fund	Fire Excise Tax - Special Revenue Fund	7,863
Jail - Detention Fund - Special Revenue Fund	General Fund	797,930
NMFA Midway - Debt Service Fund	Midway Fire - Special Revenue Fund	6,089
NMFA San Antonio #3 Pumper - Debt Service Fund	San Antonio Fire - Special Revenue Fund	25,593
DWI Grant - Special Revenue Fund	General Fund	28,211
Repair and Replacement - Capital Projects Fund	General Fund	160,301
NMFA San Antonio #2 - Debt Service Fund	San Antonio Fire - Special Revenue Fund	16,415
Senior Center - Special Revenue Fund	General Fund	227,033
NMFA - Veguita - Debt Service Fund	Vegiuta Fire - Special Revenue Fund	8,227
Wildland Grant - Special Revenue Fund	Fire Excise Tax - Special Revenue Fund	50,000
NMFA Abeytas #2 - Debt Service Fund	Abeytas Fire - Special Revenue Fund	23,636
NMFA Hop Canyon Station - Debt Service Fund	Hop Canyon Fire - Special Revenue Fund	15,418
NMFA BLM Building Purchase - Debt Service Fund	General Fund	15,072
NMFA Bulldozer - Debt Service Fund	Road - Special Revenue Fund	27,090
NMFA San Antonio Fire Station - Debt Service Fund	San Antonio Fire - Special Revenue Fund	29,472
NMFA Abeytas Fire Pumper/Tanker - Debt Service Fund	Abeytas Fire - Special Revenue Fund	42,880
NMFA Veguita Fire Station - Debt Service Fund	Vegiuta Fire - Special Revenue Fund	20,930
Property Valuation Loan - Debt Service Fund	Property Administration - Special Revenue Fund	15,216
NMFA G.O. Bond - Debt Service Fund	General Obligation Bond - Debt Service Fund	298,789
NMFA Veguita #3 - Debt Service Fund	Vegiuta Fire - Special Revenue Fund	22,840
Senior Volunteer Program - Special Revenue Fund	General Fund	95
NMFA Sheriff Department - Debt Service Fund	Law Enforcement Protection - Special Revenue Fund	17,041
Solid Waste Fund - Special Revenue Fund	General Fund	413,691
	Total	<u>\$ 2,534,317</u>

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 6. Capital Assets

The following is a summary of capital assets and changes occurring during the year ended June 30, 2013. Land and construction in progress are not subject to depreciation.

	<u>Balance June 30, 2012</u>	<u>Restatement to Net Position</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2013</u>
Capital assets not being depreciated:					
Land	\$ 656,667	\$ 719,319	\$ -	\$ -	\$ 1,375,986
Construction in Progress	<u>776,078</u>	<u>(776,078)</u>	<u>44,291</u>	<u>-</u>	<u>44,291</u>
Total capital assets not being depreciated	<u>1,432,745</u>	<u>(56,759)</u>	<u>44,291</u>	<u>-</u>	<u>1,420,277</u>
Capital assets being depreciated:					
Buildings and improvements	10,315,999	1,050,950	192,861	-	11,559,810
Infrastructure	-	42,131,624	783,449	-	42,915,073
Furniture, fixtures, and equipment	<u>11,665,045</u>	<u>(3,029,313)</u>	<u>603,412</u>	<u>312,843</u>	<u>8,926,301</u>
Total capital assets being depreciated	<u>21,981,044</u>	<u>40,153,261</u>	<u>1,579,722</u>	<u>312,843</u>	<u>63,401,184</u>
Less accumulated depreciation:					
Buildings and improvements	2,138,892	1,133,886	308,703	-	3,581,481
Infrastructure	-	30,609,988	1,177,484	-	31,787,472
Furniture, Fixtures & Equipment	<u>-</u>	<u>4,633,899</u>	<u>733,060</u>	<u>284,380</u>	<u>5,082,579</u>
Total accumulated depreciation	<u>2,138,892</u>	<u>36,377,773</u>	<u>2,219,247</u>	<u>284,380</u>	<u>40,451,532</u>
Total capital assets, net of depreciation	<u>\$ 21,274,897</u>	<u>\$ 3,718,729</u>	<u>\$ (595,234)</u>	<u>\$ 28,463</u>	<u>\$ 24,369,929</u>

The County received donated assets in the amount of \$15,125, during the year ended June 30, 2013.

Depreciation expense for the year ended June 30, 2013 was charged to the functions of the governmental activities as follows:

General Government	\$ 1,115,107
Public Safety	563,474
Culture and Recreation	188,133
Health and Welfare	56,723
Public Works	<u>295,810</u>
Total	<u>\$ 2,219,247</u>

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 7. Long-term Debt

During the year ended June 30, 2013, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2012	Additions	Retirements	Balance June 30, 2013	Due Within One Year
General Obligation Bonds	\$ 850,000	\$ 5,000,000	\$ 285,000	\$ 5,565,000	\$ 285,000
Notes Payable	2,118,490	772,095	254,950	2,635,635	253,679
Landfill Closure and Post-Closure Liability	74,250	-	5,500	68,750	-
Compensated Absences	117,680	75,061	85,684	107,057	85,684
Total Long-Term Debt	\$ 3,160,420	\$ 5,847,156	\$ 631,134	\$ 8,376,442	\$ 624,363

The annual requirements to amortize bonds payable as of June 30, 2013, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2014	\$ 280,000	\$ 60,184	\$ 340,184
2015	295,000	122,442	417,442
2016	5,000	116,513	121,513
2017	255,000	116,413	371,413
2018	275,000	111,313	386,313
2019-2023	1,550,000	469,463	2,019,463
2024-2028	1,890,000	290,313	2,180,313
2029-3031	1,015,000	49,525	1,064,525
	\$ 5,565,000	\$ 1,336,166	\$ 6,901,166

The annual requirements to amortize notes payable as of June 30, 2013, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2014	\$ 253,679	\$ 42,788	\$ 296,467
2015	240,540	38,514	279,054
2016	224,850	34,600	259,450
2017	163,095	30,332	193,427
2018	166,197	27,332	193,529
2019-2023	702,191	94,513	796,704
2024-2028	623,137	38,398	661,535
2029-3032	261,946	2,420	264,366
	\$ 2,635,635	\$ 308,897	\$ 2,944,532

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

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 7. Long-term Debt (continued)

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.

Bonds payable outstanding at June 30, 2013, consisted of the following issue:

NM Finance Authority GO Bond Refundings, dated August 20, 2010, Principal due June 1, 2013 through 2016 having approximate yields of 0.53% to 2.01%	\$ 565,000
GO Jail Bonds, dated February 27, 2013, Principal due August 1, 2013 Through 2030 having approximate yields of 2% to 3%	<u>5,000,000</u>
Total Central Obligation Bonds Payable	<u>\$ 5,565,000</u>

Notes payable outstanding at June 30, 2013, consisted of the following issues:

NM Finance Authority Loan, dated October 17, 2003, principal due May 1, 2004 through 2014 having no yield	\$ 7,949
NM Finance Authority Loan, dated October 17, 2003, principal due May 1, 2004 through 2014 having no yield	16,101
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%	12,133
New Mexico Finance Authority, dated March 3, 2006, principal due May 1, 2006 through 2016 having approximate yields of 3.14% to 3.63%	72,788
NM Finance Authority Loan, dated May 19, 2006, principal due May 1, 2007 through 2016 having approximate yields of 3.00%	66,877
New Mexico Finance Authority, dated July 28, 2006, principal due May 1, 2007 through 2027 having approximate yields of 3.28% to 4.18%	194,798
New Mexico Finance Authority, dated February 16, 2007, principal due May 1, 2008 through 2027 having approximate yields of 3.29% to 3.83%	191,723
New Mexico Finance Authority, dated January 30, 2009, principal due May 1, 2010 through 2019 having approximate yields of 3.05% to 5.46%	220,606
New Mexico Finance Authority, dated January 30, 2009, principal due May 1, 2010 through 2029 having approximate yields of 1.55% to 5.29%	372,648
New Mexico Finance Authority, dated July 17, 2009, principal due May 1, 2011 through 2030 having approximate yields of 0.24% to 2.41%	301,668
New Mexico Finance Authority, dated February 4, 2011, principal due May 1, 2011 through 2026 having approximate yields of 0.57% to 3.632%	327,850
New Mexico Finance Authority, dated December 1, 2011, principal due May 1, 2013 through 2016 having approximate yields of 1.590%	49,626
New Mexico Finance Authority, dated July 27, 2012, principal due June 6, 2013 through 2032 having approximate yields of 0.250%	772,095

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 7. Long-term Debt (continued)

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% 28,773

Total Notes Payable \$ 2,635,635

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.

Landfills – The County monitors the closures of three landfills as required by State and Federal laws. During fiscal year June 30, 2013, 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, 2013, compensated absences decreased \$10,623 over the prior year accrual. The liability is typically liquidated by the General Fund.

Operating Leases – The County leases equipment under operating leases expiring during the next five years. Although renewal and purchase options are available on these leases, the County considers these to be operating leases as they contain a non-appropriation termination clause.

At June 30, 2013, future minimum lease payments applicable to the operating leases are as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Amount</u>
2014	\$ 199,709
2015	159,739
2016	114,709
2017	98,669
2018	<u>63,518</u>
	<u>\$ 636,344</u>

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.

At June 30, 2013, no unpaid claims have been filed which exceed the policy limits and to the best of management's knowledge and belief, all known and unknown claims will be covered by insurance. The County is not aware of any major lawsuits that have been filed.

STATE OF NEW MEXICO
 Socorro County
 Notes to the Financial Statements
 June 30, 2013

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 funds reflected deficit fund balances as of June 30, 2013:

DWI Grant Special Revenue Fund	\$	(3,199)
Fire & Emergency Grant Fund Special Revenue Fund		<u>(98,823)</u>
Total		<u>\$ (102,022)</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, 2013.

C. Designated cash appropriations in excess of available balances. The following funds exceeded approved budgetary authority for the year ended June 30, 2013:

	Designated Cash	Beginning Year Cash & AR Available	Cash Appropriation in excess of available balances
Literacy Volunteer Program - Special Revenue Fund	\$ 5,137	\$ 236	\$ (4,901)
Fire & Emergency Grant Fund - Special Revenue Fund	84,039	19,124	(64,915)

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 Employees Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, P. O. Box 2123, Santa Fe, New Mexico 87504-2123. The report is also available on PERA's website at <http://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 is 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 County plan members. The contribution requirements of plan members and Lincoln 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 fiscal years ended June 30, 2013, 2012, and 2011 were \$306,751, \$305,044, and \$279,661, respectively, which equal the amount of the required contributions for each fiscal year.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

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, 2013.

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 \$68,750 which is an estimate of the remaining liability through June 30, 2013 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, 2013 are as follows:

<u>Project</u>	<u>Year Ending</u>	<u>Amount</u>
Abeytas Community Center	2014	\$ 42,709
Total commitments		<u>\$ 42,709</u>

NOTE 15. Joint Powers Agreements

Routine Maintenance and Roadwork of County Road

Participants	Socorro County Sierra County
Responsible Party	Both Counties
Description	Routine maintenance of and roadwork for Socorro County road 250 and Sierra County road 33 by the other County.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Unknown
Audit Responsibility	Both

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 15. Joint Powers Agreements (continued)

Periodic Maintenance of Village Roads

Participants	Socorro County Village of Magdalena
Responsible Party	Socorro County
Description	Periodic maintenance of the Village of Magdalena's unpaved streets and other needs, as well as road repair to return roads within the Village to pre-disaster conditions.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Unknown
Audit Responsibility	Both

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	Socorro County

Installation and use of Fiber Optic Cable

Participants	Socorro County Socorro Electric Cooperative, Inc. (SEC)
Responsible Party	Both
Description	The County shall pay SEC for the purchase and installation of a 24-fiber strand infrastructure on SEC's transmission and distribution lines between the County Manager's Office and the County Annex Building. SEC shall perform regular line maintenance at no cost to the County for the duration of the agreement. SEC shall own and utilize 4 of the County's 24 fiber strands in exchange for SEC waiving all existing fees for the poles/lines.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	\$15,536
Audit Responsibility	Socorro County

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 15. Joint Powers Agreements (continued)

Deputy Special Duty Assignment at the Socorro High School

Participants	Socorro County The Board of Education for the Socorro Consolidated Schools
Responsible Party	Socorro County
Description	The County will provide a Sheriff's Deputy and Sheriff's Department apparatus to standby and patrol at the Socorro High School at times requested by the School. The School shall pay the County a rate of \$30.00 per hour per deputy assigned.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Unknown
Audit Responsibility	The Board of Education for the Socorro Consolidated Schools

Grading of Roads to and Within the Boundaries of the Alamo Navajo Reservation

Participants	Socorro County Alamo Navajo School Board, Inc.
Responsible Party	Alamo Navajo School Board, Inc.
Description	The Alamo Navajo School Board, Inc. will provide road grading services on unpaved County Roads on the Alamo reservation, and north of the Alamo reservation to the County Boundary, on a once a month basis, for the months of August through May.
Term of agreement	Until Terminated
Amount of project	\$17,150/year
County contributions	\$17,150/year
Audit Responsibility	None

Construction and Maintenance of the County of Socorro's Isidro Baca Veteran's Memorial Park

Participants	Socorro County City of Socorro
Responsible Party	Both
Description	To work together to honor the men and women who have serviced in the uniform(s) of the armed forces of the United States, to beautify the City and to provide a safe "playground" for the children of the community by renovating the park and maintaining the park in a safe and clean condition.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	\$70,000
Audit Responsibility	Socorro County

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 15. Joint Powers Agreements (continued)

Southwest County Commission Alliance

Participants	Socorro County Grant County Catron County Hidalgo County Luna County Sierra County
Responsible Party	All
Description	To bring together the Southwest New Mexico counties to address local issues with federal, state and local resource agencies in planning.
Term of agreement	Until Terminated
Amount of project	Unknown
County contributions	Unknown
Audit Responsibility	None

Rangers for Volunteer Law Enforcement Support

Participants	Socorro County New Mexico Rangers
Responsible Party	All
Description	To provide law enforcement services to Socorro County and to provide Socorro County Deputies and volunteers if it has certified instructors available and it is requested to do so by the Sheriff at no cost to the County.
Term of agreement	June 14, 2011 - December 31, 2014
Amount of project	Unknown
County contributions	None
Audit Responsibility	None

NOTE 16. Restricted Net Position

The government-wide statement of net position reports \$2,416,468 of restricted net position, all of which is restricted by enabling legislation. For descriptions of the related enabling legislation for special revenue, debt service, and capital projects funds, see pages 36, and 62-65.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 17. Net Position Restatement

The County has restated prior year net position in the government-wide financial statements as a result of the following:

Governmental Activities:

The County restated the Government Wide Net position in the amount of \$3,718,729 in order to properly include all of their inventoried Capital Assets including Infrastructure in accordance with GASB Statement No. 34. Governments with less than \$10 million in revenues should apply GASB Statement No. 34 for periods beginning after June 15, 2003. Per GASB Statement No. 34, for phase III governments, retroactive reporting is not *required*, but the County has chosen to implement the basic provisions for all major general infrastructure assets that were acquired or significantly reconstructed, or that received significant improvements, in fiscal years ending after June 30, 1980.

NOTE 18. Subsequent Events

The date to which events occurring after June 30, 2013, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is November 14, 2013 which is the date on which the financial statements were available to be issued. No events took place subsequent to year end.

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.

NOTE 20. Subsequent Pronouncements

In March 2012, GASB Statement No. 65 *Items Previously Reported as Assets and Liabilities*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The standard will be implemented during fiscal year June 30, 2014.

In March 2012, GASB Statement No. 66 *Technical Corrections-2012—an amendment of GASB Statements No. 10 and No. 62*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The standard will be implemented during fiscal year June 30, 2014.

In June 2012, GASB Statement No. 67 *Financial Reporting for Pension Plans—an amendment of GASB Statements No. 25*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged. The standard is expected to have no effect on the County in upcoming years.

In June 2012, GASB Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statements No. 27*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. The County will implement this standard during the fiscal year June 30, 2015.

In January 2013, GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, was issued. Effective Date: The requirements of this Statement are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013. Earlier application is encouraged. The provisions of this Statement generally are required to be applied prospectively. The County is still evaluating how this reporting standard will affect the County.

STATE OF NEW MEXICO
Socorro County
Notes to the Financial Statements
June 30, 2013

NOTE 20. Subsequent Pronouncements (continued)

In April 2013, GASB Statement No. 70 *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, was issued. Effective Date: The provisions of this Statement are effective for reporting periods beginning after June 15, 2013. Earlier application is encouraged. Except for disclosures related to cumulative amounts paid or received in relation to a financial guarantee, the provisions of this Statement are required to be applied retroactively. Disclosures related to cumulative amounts paid or received in relation to a financial guarantee may be applied prospectively. The County is still evaluating how this reporting standard will affect the County.

(This page intentionally left blank)

SUPPLEMENTARY INFORMATION

(This page intentionally left blank)

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Fund Descriptions
June 30, 2013

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.

Alamo 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. 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 recording purposes only. The authority to create this fund was given by 7-20E-18, NMSA 1978.

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.

STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Fund Descriptions
June 30, 2013

SPECIAL REVENUE FUNDS (continued)

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.

VLA EMS Funds – To account for revenues, grants received, and expenditures incurred in providing emergency medical services to the residents of the 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.

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.

STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Fund Descriptions
June 30, 2013

SPECIAL REVENUE FUNDS (continued)

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 – 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.

Senior Volunteer Program – 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.

Lodger's Tax – To account for funds used for advertising, publicizing and promoting tourist-related attractions, facilities and events. The authority to create this fund was given by 3-38-13 to 3-38-24, NMSA 1978 Compilation.

Fire & Emergency Grant Fund – To account for funds used for grants that do not have specific reference to the County's Fire Marshal Office, Emergency Management, or Fire Protection Funds. This fund was specifically created to keep track of grants that will carry over into fiscal years, have multiple purposes, and/or have specific guidelines on how the funds can be used. This fund was created by, and is utilized at the discretion of, the Board of County Commissioners.

Solid Waste Fund – This fund will be used for segregating and tracking expenses and revenue related to the Solid Waste department. Because this is not a true enterprise fund, general fund will subsidize the shortfall. Socorro County commission wanted to create this as an enterprise fund for the new FY 2012-2013 fiscal year.

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. This fund was created by the Board of County Commissioners.

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 Midway, San Antonio #3 Pumper, San Antonio #2, Veguita, Abeytas #2, Hop Canyon Station, San Antonio Fire Station, Abeytas Fire Pumper/Tanker, Veguita Fire Station, and Veguita #3. This fund was created by the Board of County Commissioners.

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. This fund was created by the Board of County Commissioners.

NMFA Bulldozer – To account for a NMFA loan to pay the balance due on the purchase of the Socorro County Caterpillar bulldozer. This fund was created by the Board of County Commissioners.

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. This fund was created by the Board of County Commissioners.

NMFA G.O. Bond – The GO Bond fund was converted to an NMFA loan on 08/20/2010. The amount paid off was \$1,445,000 maturing June 2015. This fund was set up specifically to pay the principal and interest to NMFA. Fund 425 still accounts for current and delinquent property taxes collected. A transfer is made every year for the exact amount to pay principal and interest. This fund was created by the Board of County Commissioners.

STATE OF NEW MEXICO
Socorro County
Nonmajor Governmental Fund Descriptions
June 30, 2013

DEBT SERVICE FUNDS (continued)

NMFA Sheriff Department – To account for a NMFA loan to reimburse the General Fund (Fund 401) for the purchase of two (2) vehicles for the Sheriff Office. After the initial loan proceeds, ongoing revenue for this fund comes from intercepting part of the State Law Enforcement Protection Funds and interest income. Expenditures are limited to an annual principal payment and two semi-annual interest payments. The maturity date for this loan is May 1, 2016. This fund was created by the Board of County Commissioners.

NMFA Water Trust Board Phase I Flood Prevention Project – Funding of \$772,094.40 (loan portion) and \$1,158,141.60 (grant portion). This project is a three-phase plan: Phase I is the installation of three low water crossing in a one mile road length area as well as build up the existing road sub-grade elevation to merge seamlessly with the new crossing. Phase II to raise the elevation existing roadway in the one mile area of road with the additional material, build bar ditches, improve driveway access for residents and ensure better water flow through private property, to prevent flooding. Phase III of this project is to pulverize and reclaim chip seal material along the remaining four mile of Bosquesito Road. The maturity date for this loan is June 1, 2033.

CAPITAL PROJECTS FUNDS

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

Repair and Replacement – 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 – 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, 2013

	Special Revenue			
	Forest Reserve Title III	Farm and Range Improvement	Recreation Fund	Midway Fire
<i>Assets</i>				
Cash and cash equivalents	\$ 68,323	\$ 21,385	\$ -	\$ 12,415
Receivables:				
Property taxes, net of allowance	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables, net of allowance	-	-	-	-
Prepaid expenses	-	-	-	4,689
<i>Total assets</i>	<u>\$ 68,323</u>	<u>\$ 21,385</u>	<u>\$ -</u>	<u>\$ 17,104</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 32
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32</u>
Prepaid expenses	-	-	-	4,689
<i>Spendable</i>				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	12,383
Forest health	68,323	21,385	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Solid Waste	-	-	-	-
Debt service expenditures	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>68,323</u>	<u>21,385</u>	<u>-</u>	<u>17,072</u>
<i>Total liabilities and fund balances</i>	<u>\$ 68,323</u>	<u>\$ 21,385</u>	<u>\$ -</u>	<u>\$ 17,104</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
\$ 12,107	\$ 26,492	\$ 21,108	\$ -	\$ 37,032	\$ -
-	-	-	-	-	-
-	1,126	-	-	-	-
-	-	-	-	-	-
6,767	7,297	6,416	-	-	-
<u>\$ 18,874</u>	<u>\$ 34,915</u>	<u>\$ 27,524</u>	<u>\$ -</u>	<u>\$ 37,032</u>	<u>\$ -</u>
\$ 2,338	\$ 2,544	\$ -	\$ -	\$ 1,008	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,338	2,544	-	-	1,008	-
6,767	7,297	6,416	-	-	-
-	-	-	-	-	-
9,769	25,074	21,108	-	-	-
-	-	-	-	-	-
-	-	-	-	36,024	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
16,536	32,371	27,524	-	36,024	-
<u>\$ 18,874</u>	<u>\$ 34,915</u>	<u>\$ 27,524</u>	<u>\$ -</u>	<u>\$ 37,032</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013

	Special Revenue			
	Fire Excise Tax	Law Enforcement Protection	Property Administration	Technology
<i>Assets</i>				
Cash and cash equivalents	\$ 225,073	\$ -	\$ 55,449	\$ 83,712
Receivables:				
Property taxes, net of allowance	-	-	-	-
Other taxes	20,363	-	-	-
Intergovernmental	-	-	-	-
Other receivables, net of allowance	-	-	-	37
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 245,436</u>	<u>\$ -</u>	<u>\$ 55,449</u>	<u>\$ 83,749</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 600	\$ -
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>600</u>	<u>-</u>
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	54,849	-
Fire departments	245,436	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Solid Waste	-	-	-	-
Debt service expenditures	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	83,749
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>245,436</u>	<u>-</u>	<u>54,849</u>	<u>83,749</u>
<i>Total liabilities and fund balances</i>	<u>\$ 245,436</u>	<u>\$ -</u>	<u>\$ 55,449</u>	<u>\$ 83,749</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

VLA EMS	Clerk Filing Fees	DWI Grant	Parks Department	Senior Center	Wildland Grant
\$ 1,975	\$ 64,273	\$ -	\$ 12,316	\$ -	\$ 69,179
-	-	-	-	-	-
-	-	49,157	-	33,642	-
-	-	-	-	-	-
-	-	-	-	7,750	3,346
<u>\$ 1,975</u>	<u>\$ 64,273</u>	<u>\$ 49,157</u>	<u>\$ 12,316</u>	<u>\$ 41,392</u>	<u>\$ 72,525</u>
\$ -	\$ 25,268	\$ 507	\$ 925	\$ 4,714	\$ 1,242
-	-	6,647	-	5,651	-
-	-	-	-	-	-
-	-	45,202	-	2,291	-
<u>-</u>	<u>25,268</u>	<u>52,356</u>	<u>925</u>	<u>12,656</u>	<u>1,242</u>
-	-	-	-	7,750	3,346
-	39,005	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	67,937
-	-	-	-	-	-
1,975	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	20,986	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	11,391	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(3,199)	-	-	-
<u>1,975</u>	<u>39,005</u>	<u>(3,199)</u>	<u>11,391</u>	<u>28,736</u>	<u>71,283</u>
<u>\$ 1,975</u>	<u>\$ 64,273</u>	<u>\$ 49,157</u>	<u>\$ 12,316</u>	<u>\$ 41,392</u>	<u>\$ 72,525</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013

	Special Revenue			
	Tele- communications Fund	Hop Canyon Fire	Literacy Volunteer Program	Senior Volunteer Program
<i>Assets</i>				
Cash and cash equivalents	\$ 104,180	\$ 13,839	\$ -	\$ -
Receivables:				
Property taxes, net of allowance	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	-	15,324	21,045
Other receivables, net of allowance	-	-	-	-
Prepaid expenses	-	4,514	-	-
<i>Total assets</i>	<u>\$ 104,180</u>	<u>\$ 18,353</u>	<u>\$ 15,324</u>	<u>\$ 21,045</u>
<i>Liabilities</i>				
Accounts payable	\$ 3,345	\$ -	\$ 19	\$ 882
Accrued payroll	-	-	-	716
Deferred revenue:				
Property taxes	-	-	-	-
Due to other funds	-	-	4,901	13,215
<i>Total liabilities</i>	<u>3,345</u>	<u>-</u>	<u>4,920</u>	<u>14,813</u>
Prepaid expenses	-	4,514	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	13,839	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Telecommunications services	100,835	-	-	-
Senior center	-	-	-	6,232
Solid Waste	-	-	-	-
Debt service expenditures	-	-	-	-
Capital expenditures	-	-	-	-
Committed for:				
Park operations	-	-	-	-
Community improvement	-	-	10,404	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>100,835</u>	<u>18,353</u>	<u>10,404</u>	<u>6,232</u>
<i>Total liabilities and fund balances</i>	<u>\$ 104,180</u>	<u>\$ 18,353</u>	<u>\$ 15,324</u>	<u>\$ 21,045</u>

The accompanying notes are an integral part of these financial statements

Special Revenue			Debt Service		
Lodger's Tax	Fire & Emergency Grant Fund	Solid Waste Fund	General Obligation Bond	NMFA Midway	NMFA San Antonio #3 Pumper
\$ 4,922	\$ -	\$ -	\$ 450,927	\$ 1	\$ 22,402
-	-	-	111,256	-	-
43	-	10,181	-	-	-
-	-	-	-	-	-
-	-	21,790	-	-	-
-	-	-	-	-	-
<u>\$ 4,965</u>	<u>\$ -</u>	<u>\$ 31,971</u>	<u>\$ 562,183</u>	<u>\$ 1</u>	<u>\$ 22,402</u>
\$ -	\$ 19,751	\$ 26,008	\$ -	\$ -	\$ -
-	-	4,154	-	-	-
-	-	-	98,260	-	-
-	79,072	-	-	-	-
-	98,823	30,162	98,260	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,965	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1,809	-	-	-
-	-	-	463,923	1	22,402
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(98,823)	-	-	-	-
<u>4,965</u>	<u>(98,823)</u>	<u>1,809</u>	<u>463,923</u>	<u>1</u>	<u>22,402</u>
<u>\$ 4,965</u>	<u>\$ -</u>	<u>\$ 31,971</u>	<u>\$ 562,183</u>	<u>\$ 1</u>	<u>\$ 22,402</u>

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013

	Debt Service			
	NMFA San Antonio #2	NMFA Veguita	NMFA Abeytas #2	NMFA Hop Canyon Station
<i>Assets</i>				
Cash and cash equivalents	\$ 2	\$ 1	\$ 17,586	\$ 16,784
Receivables:				
Property taxes, net of allowance	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables, net of allowance	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 2</u>	<u>\$ 1</u>	<u>\$ 17,586</u>	<u>\$ 16,784</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Solid Waste	-	-	-	-
Debt service expenditures	2	1	17,586	16,784
Capital expenditures	-	-	-	-
Committed for:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>2</u>	<u>1</u>	<u>17,586</u>	<u>16,784</u>
<i>Total liabilities and fund balances</i>	<u>\$ 2</u>	<u>\$ 1</u>	<u>\$ 17,586</u>	<u>\$ 16,784</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Socorro County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013

	Debt Service			
	NMFA G.O. Bond	NMFA Veguita #3	NMFA Sheriff Department	NMFA Water Trust Board Phase I Flood Prevention Project
<i>Assets</i>				
Cash and cash equivalents	\$ -	\$ 3	\$ 2	\$ 772,095
Receivables:				
Property taxes, net of allowance	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	-	-	-
Other receivables, net of allowance	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 2</u>	<u>\$ 772,095</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Deferred revenue:				
Property taxes	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Telecommunications services	-	-	-	-
Senior center	-	-	-	-
Solid Waste	-	-	-	-
Debt service expenditures	-	3	2	-
Capital expenditures	-	-	-	772,095
Committed for:				
Park operations	-	-	-	-
Community improvement	-	-	-	-
Technology improvements	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>3</u>	<u>2</u>	<u>772,095</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 2</u>	<u>\$ 772,095</u>

The accompanying notes are an integral part of these financial statements

Capital Projects				
Rio Abajo Library	Repair and Replacement	Sabinal and Abeytas Center	Total Nonmajor Funds	
\$ -	\$ 90,574	\$ 683	\$ 2,321,350	
-	-	-	111,256	
-	-	-	30,587	
-	-	-	120,294	
-	-	-	21,827	
-	-	-	40,779	
<u>\$ -</u>	<u>\$ 90,574</u>	<u>\$ 683</u>	<u>\$ 2,646,093</u>	
\$ -	\$ -	\$ -	\$ 89,183	
-	-	-	17,168	
-	-	-	98,260	
<u>-</u>	<u>-</u>	<u>-</u>	<u>144,681</u>	
<u>-</u>	<u>-</u>	<u>-</u>	<u>349,292</u>	
-	-	-	40,779	
-	-	-	93,854	
-	-	-	327,609	
-	-	-	157,645	
-	-	-	4,965	
-	-	-	37,999	
-	-	-	100,835	
-	-	-	27,218	
-	-	-	1,809	
-	-	-	637,214	
-	90,574	683	863,352	
-	-	-	11,391	
-	-	-	10,404	
-	-	-	83,749	
<u>-</u>	<u>-</u>	<u>-</u>	<u>(102,022)</u>	
<u>-</u>	<u>90,574</u>	<u>683</u>	<u>2,296,801</u>	
<u>\$ -</u>	<u>\$ 90,574</u>	<u>\$ 683</u>	<u>\$ 2,646,093</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, 2013

	Special Revenue			
	Forest Reserve Title III	Farm and Range Improvement	Recreation Fund	Midway Fire
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	51,342	21,620	-	-
State operating grants	-	-	-	48,541
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>51,342</u>	<u>21,620</u>	<u>-</u>	<u>48,541</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	31,297
Culture and recreation	12,204	22,500	1,520	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	215,561
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>12,204</u>	<u>22,500</u>	<u>1,520</u>	<u>246,858</u>
<i>Excess (deficiency) of revenues over</i>	<u>39,138</u>	<u>(880)</u>	<u>(1,520)</u>	<u>(198,317)</u>
<i>Other financing sources (uses)</i>				
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	60,000
Transfers (out)	(35,000)	-	-	(6,089)
<i>Total other financing sources (uses)</i>	<u>(35,000)</u>	<u>-</u>	<u>-</u>	<u>53,911</u>
<i>Net change in fund balances</i>	4,138	(880)	(1,520)	(144,406)
<i>Fund balances - beginning of year</i>	<u>64,185</u>	<u>22,265</u>	<u>1,520</u>	<u>161,478</u>
<i>Fund balances - end of year</i>	<u>\$ 68,323</u>	<u>\$ 21,385</u>	<u>\$ -</u>	<u>\$ 17,072</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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
172,283	140,906	183,355	-	13,979	112,500
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>172,283</u>	<u>140,906</u>	<u>183,355</u>	<u>-</u>	<u>13,979</u>	<u>112,500</u>
-	-	-	-	-	-
88,738	81,187	122,795	486	8,572	-
-	-	-	-	-	-
-	-	-	-	-	112,500
-	-	-	-	-	-
41,479	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>130,217</u>	<u>81,187</u>	<u>122,795</u>	<u>486</u>	<u>8,572</u>	<u>112,500</u>
<u>42,066</u>	<u>59,719</u>	<u>60,560</u>	<u>(486)</u>	<u>5,407</u>	<u>-</u>
-	-	-	-	-	-
25,000	521	7,863	-	-	-
(71,480)	(51,997)	(66,516)	-	-	-
<u>(46,480)</u>	<u>(51,476)</u>	<u>(58,653)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(4,414)	8,243	1,907	(486)	5,407	-
<u>20,950</u>	<u>24,128</u>	<u>25,617</u>	<u>486</u>	<u>30,617</u>	<u>-</u>
<u>\$ 16,536</u>	<u>\$ 32,371</u>	<u>\$ 27,524</u>	<u>\$ -</u>	<u>\$ 36,024</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, 2013

	Special Revenue			
	Fire Excise Tax	Law Enforcement Protection	Property Administration	Technology
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	157,482	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	27,200	-	-
Local sources	-	-	-	-
Charges for services	-	-	75,306	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	484
<i>Total revenues</i>	<u>157,482</u>	<u>27,200</u>	<u>75,306</u>	<u>484</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	47,603	-
Capital outlay	-	20,297	-	140,071
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>20,297</u>	<u>47,603</u>	<u>140,071</u>
<i>Excess (deficiency) of revenues over</i>	<u>157,482</u>	<u>6,903</u>	<u>27,703</u>	<u>(139,587)</u>
<i>Other financing sources (uses)</i>				
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(182,863)	(17,041)	(32,016)	-
<i>Total other financing sources (uses)</i>	<u>(182,863)</u>	<u>(17,041)</u>	<u>(32,016)</u>	<u>-</u>
<i>Net change in fund balances</i>	(25,381)	(10,138)	(4,313)	(139,587)
<i>Fund balances - beginning of year</i>	<u>270,817</u>	<u>10,138</u>	<u>59,162</u>	<u>223,336</u>
<i>Fund balances - end of year</i>	<u>\$ 245,436</u>	<u>\$ -</u>	<u>\$ 54,849</u>	<u>\$ 83,749</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

VLA EMS	Clerk Filing Fees	DWI Grant	Parks Department	Senior Center	Wildland Grant
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	126,116	-
-	-	175,619	-	242,569	112,973
-	-	-	-	-	-
-	20,229	215,737	18,042	-	-
-	-	-	-	20	-
-	-	2,065	-	10,835	-
-	20,229	393,421	18,042	379,540	112,973
-	37,644	-	-	-	-
-	-	456,455	-	-	-
-	-	-	21,860	602,343	83,547
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	42,578
-	-	-	-	-	-
-	-	-	-	-	-
-	37,644	456,455	21,860	602,343	126,125
-	(17,415)	(63,034)	(3,818)	(222,803)	(13,152)
-	-	-	-	-	-
-	-	28,211	-	227,033	50,000
-	-	-	-	-	-
-	-	28,211	-	227,033	50,000
-	(17,415)	(34,823)	(3,818)	4,230	36,848
1,975	56,420	31,624	15,209	24,506	34,435
\$ 1,975	\$ 39,005	\$ (3,199)	\$ 11,391	\$ 28,736	\$ 71,283

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, 2013

	Special Revenue			
	Tele-communications Fund	Hop Canyon Fire	Literacy Volunteer Program	Senior Volunteer Program
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	112,401
State operating grants	54,500	48,476	23,962	-
Local sources	-	-	60	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>54,500</u>	<u>48,476</u>	<u>24,022</u>	<u>112,401</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	29,284	-	-
Culture and recreation	25,641	-	-	-
Health and welfare	-	-	13,854	106,067
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>25,641</u>	<u>29,284</u>	<u>13,854</u>	<u>106,067</u>
<i>Excess (deficiency) of revenues over</i>	<u>28,859</u>	<u>19,192</u>	<u>10,168</u>	<u>6,334</u>
<i>Other financing sources (uses)</i>				
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	95
Transfers (out)	-	(15,418)	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(15,418)</u>	<u>-</u>	<u>95</u>
<i>Net change in fund balances</i>	28,859	3,774	10,168	6,429
<i>Fund balances - beginning of year</i>	<u>71,976</u>	<u>14,579</u>	<u>236</u>	<u>(197)</u>
<i>Fund balances - end of year</i>	<u>\$ 100,835</u>	<u>\$ 18,353</u>	<u>\$ 10,404</u>	<u>\$ 6,232</u>

The accompanying notes are an integral part of these financial statements

Lodger's Tax	Special Revenue		Debt Service		
	Fire & Emergency Grant Fund	Solid Waste Fund	General Obligation Bond	NMFA Midway	NMFA San Antonio #3 Pumper
\$ -	\$ -	\$ -	\$ 453,967	\$ -	\$ -
-	-	83,448	-	-	-
2,499	-	-	-	-	-
-	123,108	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	61,031	-	-	-
-	-	-	-	1	81
-	-	-	-	-	-
<u>2,499</u>	<u>123,108</u>	<u>144,479</u>	<u>453,967</u>	<u>1</u>	<u>81</u>
-	-	674,908	4,281	-	-
-	151,855	-	-	45	240
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	67,200	-	-	-	-
-	-	5,500	-	6,044	23,028
-	-	-	-	-	2,329
-	<u>219,055</u>	<u>680,408</u>	<u>4,281</u>	<u>6,089</u>	<u>25,597</u>
<u>2,499</u>	<u>(95,947)</u>	<u>(535,929)</u>	<u>449,686</u>	<u>(6,088)</u>	<u>(25,516)</u>
-	-	-	-	-	-
-	-	538,630	-	6,089	25,593
<u>(145)</u>	<u>(22,000)</u>	<u>-</u>	<u>(298,789)</u>	<u>-</u>	<u>-</u>
<u>(145)</u>	<u>(22,000)</u>	<u>538,630</u>	<u>(298,789)</u>	<u>6,089</u>	<u>25,593</u>
2,354	(117,947)	2,701	150,897	1	77
<u>2,611</u>	<u>19,124</u>	<u>(892)</u>	<u>313,026</u>	<u>-</u>	<u>22,325</u>
<u>\$ 4,965</u>	<u>\$ (98,823)</u>	<u>\$ 1,809</u>	<u>\$ 463,923</u>	<u>\$ 1</u>	<u>\$ 22,402</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, 2013

	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	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	2	1	64	60
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2</u>	<u>1</u>	<u>64</u>	<u>60</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	80	39	219	519
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	15,803	7,688	21,003	12,714
Interest	535	501	2,417	2,187
<i>Total expenditures</i>	<u>16,418</u>	<u>8,228</u>	<u>23,639</u>	<u>15,420</u>
<i>Excess (deficiency) of revenues over</i>	<u>(16,416)</u>	<u>(8,227)</u>	<u>(23,575)</u>	<u>(15,360)</u>
<i>Other financing sources (uses)</i>				
Bond and loan proceeds	-	-	-	-
Transfers in	16,415	8,227	23,636	15,418
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>16,415</u>	<u>8,227</u>	<u>23,636</u>	<u>15,418</u>
<i>Net change in fund balances</i>	(1)	-	61	58
<i>Fund balances - beginning of year</i>	<u>3</u>	<u>1</u>	<u>17,525</u>	<u>16,726</u>
<i>Fund balances - end of year</i>	<u>\$ 2</u>	<u>\$ 1</u>	<u>\$ 17,586</u>	<u>\$ 16,784</u>

The accompanying notes are an integral part of these financial statements

Debt Service

NMFA BLM Building Purchase	NMFA Bulldozer	NMFA San Antonio Fire Station	NMFA Abeytas Fire Pumper/Tanker	NMFA Veguita Fire Station	Property Valuation Loan
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
55	6	109	124	88	-
-	-	-	-	-	-
55	6	109	124	88	-
-	-	-	-	-	-
511	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,587	43,598	19,347	31,960	15,863	15,216
1,957	135	10,130	10,926	5,070	-
15,055	43,733	29,477	42,886	20,933	15,216
(15,000)	(43,727)	(29,368)	(42,762)	(20,845)	(15,216)
-	-	-	-	-	-
15,072	27,090	29,472	42,880	20,930	15,216
-	(6)	-	-	(521)	-
15,072	27,084	29,472	42,880	20,409	15,216
72	(16,643)	104	118	(436)	-
19,529	16,643	34,308	34,046	28,769	-
\$ 19,601	\$ -	\$ 34,412	\$ 34,164	\$ 28,333	\$ -

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, 2013

	Debt Service			
	NMFA G.O. Bond	NMFA Veguita #3	NMFA Sheriff Department	NMFA Water Trust Board Phase I Flood Prevention Project
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	3	15	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	3	15	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt Service				
Principal	285,000	13,750	16,349	-
Interest	13,790	9,093	692	-
<i>Total expenditures</i>	298,790	22,843	17,041	-
<i>Excess (deficiency) of revenues over</i>	(298,790)	(22,840)	(17,026)	-
<i>Other financing sources (uses)</i>				
Bond and loan proceeds	-	-	-	772,095
Transfers in	298,789	22,840	17,041	-
Transfers (out)	-	-	(65,013)	-
<i>Total other financing sources (uses)</i>	298,789	22,840	(47,972)	772,095
<i>Net change in fund balances</i>	(1)	-	(64,998)	772,095
<i>Fund balances - beginning of year</i>	1	3	65,000	-
<i>Fund balances - end of year</i>	\$ -	\$ 3	\$ 2	\$ 772,095

The accompanying notes are an integral part of these financial statements

Capital Projects			Total
Rio Abajo Library	Repair and Replacement	Sabinal and Abeytas Center	Nonmajor Funds
\$ -	\$ -	\$ -	\$ 453,967
-	-	-	83,448
-	-	-	159,981
-	-	-	434,587
1,252	-	-	1,358,115
-	-	-	60
-	10,203	-	400,548
-	-	-	629
-	-	-	13,384
<u>1,252</u>	<u>10,203</u>	<u>-</u>	<u>2,904,719</u>
-	148,268	-	865,101
-	-	-	972,322
1,252	-	-	770,867
-	-	-	232,421
-	-	-	47,603
-	235,043	-	762,229
-	-	-	545,450
-	-	-	59,762
<u>1,252</u>	<u>383,311</u>	<u>-</u>	<u>4,255,755</u>
<u>-</u>	<u>(373,108)</u>	<u>-</u>	<u>(1,351,036)</u>
-	-	-	772,095
-	160,301	-	1,682,362
-	-	-	(864,894)
<u>-</u>	<u>160,301</u>	<u>-</u>	<u>1,589,563</u>
-	(212,807)	-	238,527
<u>-</u>	<u>303,381</u>	<u>683</u>	<u>2,058,274</u>
<u>\$ -</u>	<u>\$ 90,574</u>	<u>\$ 683</u>	<u>\$ 2,296,801</u>

(This page intentionally left blank)

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	54,000	51,342	51,342	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>54,000</u>	<u>51,342</u>	<u>51,342</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	19,000	16,342	12,204	4,138
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>19,000</u>	<u>16,342</u>	<u>12,204</u>	<u>4,138</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>35,000</u>	<u>35,000</u>	<u>39,138</u>	<u>4,138</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(35,000)	(35,000)	(35,000)	-
<i>Total other financing sources (uses)</i>	<u>(35,000)</u>	<u>(35,000)</u>	<u>(35,000)</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	4,138	4,138
<i>Fund balances - beginning of year</i>	-	-	64,185	64,185
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,323</u>	<u>\$ 68,323</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 4,138
No adjustments to revenues				-
No adjustments to expenses				-
Net change in fund balance (GAAP)				<u>\$ 4,138</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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	20,000	21,619	21,620	1
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>20,000</u>	<u>21,619</u>	<u>21,620</u>	<u>1</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	22,500	22,500	22,500	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>22,500</u>	<u>22,500</u>	<u>22,500</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,500)</u>	<u>(881)</u>	<u>(880)</u>	<u>1</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	2,500	881	-	(881)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,500</u>	<u>881</u>	<u>-</u>	<u>(881)</u>
<i>Net change in fund balances</i>	-	-	(880)	(880)
<i>Fund balances - beginning of year</i>	-	-	22,265	22,265
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,385</u>	<u>\$ 21,385</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (880)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (880)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-3

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
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	1,520	1,520	1,520	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,520	1,520	1,520	-
<i>Excess (deficiency) of revenues over expenditures</i>	(1,520)	(1,520)	(1,520)	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,520	1,520	-	(1,520)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	1,520	1,520	-	(1,520)
<i>Net change in fund balances</i>	-	-	(1,520)	(1,520)
<i>Fund balances - beginning of year</i>	-	-	1,520	1,520
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ (1,520)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (1,520)

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	49,189	48,476	48,541	65
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>49,189</u>	<u>48,476</u>	<u>48,541</u>	<u>65</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	40,550	39,276	31,272	8,004
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	215,000	215,561	215,561	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>255,550</u>	<u>254,837</u>	<u>246,833</u>	<u>8,004</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(206,361)</u>	<u>(206,361)</u>	<u>(198,292)</u>	<u>8,069</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	152,450	152,450	-	(152,450)
Bond and loan proceeds	-	-	-	-
Transfers in	60,000	60,000	60,000	-
Transfers (out)	(6,089)	(6,089)	(6,089)	-
<i>Total other financing sources (uses)</i>	<u>206,361</u>	<u>206,361</u>	<u>53,911</u>	<u>(152,450)</u>
<i>Net change in fund balances</i>	-	-	(144,381)	(144,381)
<i>Fund balances - beginning of year</i>	-	-	156,796	156,796
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,415</u>	<u>\$ 12,415</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (144,381)
No adjustments to revenues				-
Adjustments to expenditures for public safety				(25)
Net change in fund balance (GAAP)				<u>\$ (144,406)</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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	173,929	174,362	174,362	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>173,929</u>	<u>174,362</u>	<u>174,362</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	87,938	114,747	86,821	27,926
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	20,000	20,000	41,479	(21,479)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>107,938</u>	<u>134,747</u>	<u>128,300</u>	<u>6,447</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>65,991</u>	<u>39,615</u>	<u>46,062</u>	<u>6,447</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	5,500	6,865	-	(6,865)
Bond and loan proceeds	-	-	-	-
Transfers in	-	25,000	25,000	-
Transfers (out)	(71,491)	(71,480)	(71,480)	-
<i>Total other financing sources (uses)</i>	<u>(65,991)</u>	<u>(39,615)</u>	<u>(46,480)</u>	<u>(6,865)</u>
<i>Net change in fund balances</i>	-	-	(418)	(418)
<i>Fund balances - beginning of year</i>	-	-	12,525	12,525
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,107</u>	<u>\$ 12,107</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (418)
Adjustments to revenues for state operating grants				(2,079)
Adjustments to expenditures for public safety				(1,917)
Net change in fund balance (GAAP)				<u>\$ (4,414)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-6

Socorro County

Vegueta 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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	140,183	141,721	141,839	118
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>140,183</u>	<u>141,721</u>	<u>141,839</u>	<u>118</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	88,179	89,717	83,065	6,652
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>88,179</u>	<u>89,717</u>	<u>83,065</u>	<u>6,652</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>52,004</u>	<u>52,004</u>	<u>58,774</u>	<u>6,770</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(528)	-	528
Bond and loan proceeds	-	-	-	-
Transfers in	-	521	521	-
Transfers (out)	(52,004)	(51,997)	(51,997)	-
<i>Total other financing sources (uses)</i>	<u>(52,004)</u>	<u>(52,004)</u>	<u>(51,476)</u>	<u>528</u>
<i>Net change in fund balances</i>	-	-	7,298	7,298
<i>Fund balances - beginning of year</i>	-	-	19,194	19,194
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,492</u>	<u>\$ 26,492</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 7,298
Adjustments to revenues for state operating grants				(933)
Adjustments to expenditures for public safety				1,878
Net change in fund balance (GAAP)				<u>\$ 8,243</u>

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	140,045	182,255	184,385	2,130
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>140,045</u>	<u>182,255</u>	<u>184,385</u>	<u>2,130</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	73,520	137,071	123,473	13,598
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>73,520</u>	<u>137,071</u>	<u>123,473</u>	<u>13,598</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>66,525</u>	<u>45,184</u>	<u>60,912</u>	<u>15,728</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	13,469	-	(13,469)
Bond and loan proceeds	-	-	-	-
Transfers in	-	7,863	7,863	-
Transfers (out)	(66,525)	(66,516)	(66,516)	-
<i>Total other financing sources (uses)</i>	<u>(66,525)</u>	<u>(45,184)</u>	<u>(58,653)</u>	<u>(13,469)</u>
<i>Net change in fund balances</i>	-	-	2,259	2,259
<i>Fund balances - beginning of year</i>	-	-	18,849	18,849
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,108</u>	<u>\$ 21,108</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 2,259
Adjustments to revenues for state operating grants				(1,030)
Adjustments to expenditures for public safety				678
Net change in fund balance (GAAP)				<u>\$ 1,907</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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
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)	-	-	-	-
Bond and 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 public safety				(486)
Net change in fund balance (GAAP)				\$ (486)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	13,000	13,979	13,979	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>13,000</u>	<u>13,979</u>	<u>13,979</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	13,000	13,000	7,564	5,436
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>13,000</u>	<u>13,000</u>	<u>7,564</u>	<u>5,436</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>979</u>	<u>6,415</u>	<u>5,436</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(979)	-	979
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(979)</u>	<u>-</u>	<u>979</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,415</u>	<u>6,415</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>30,617</u>	<u>30,617</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,032</u>	<u>\$ 37,032</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 6,415
No adjustments to revenues				-
Adjustments to expenditures for public safety				(1,008)
Net change in fund balance (GAAP)				<u>\$ 5,407</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-10

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	112,500	112,500	112,500	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>112,500</u>	<u>112,500</u>	<u>112,500</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	112,500	112,500	112,500	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>112,500</u>	<u>112,500</u>	<u>112,500</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Bond and 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-11

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	144,000	144,000	154,119	10,119
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>144,000</u>	<u>144,000</u>	<u>154,119</u>	<u>10,119</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>144,000</u>	<u>144,000</u>	<u>154,119</u>	<u>10,119</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	6,000	38,863	-	(38,863)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	<u>(150,000)</u>	<u>(182,863)</u>	<u>(182,863)</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>(144,000)</u>	<u>(144,000)</u>	<u>(182,863)</u>	<u>(38,863)</u>
<i>Net change in fund balances</i>	-	-	(28,744)	(28,744)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>253,817</u>	<u>253,817</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225,073</u>	<u>\$ 225,073</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (28,744)
Adjustments to revenues for other taxes				3,363
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (25,381)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	27,200	27,200	27,200	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>27,200</u>	<u>27,200</u>	<u>27,200</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	20,297	20,297	20,297	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>20,297</u>	<u>20,297</u>	<u>20,297</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>6,903</u>	<u>6,903</u>	<u>6,903</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	10,138	10,138	-	(10,138)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(17,041)	(17,041)	(17,041)	-
<i>Total other financing sources (uses)</i>	<u>(6,903)</u>	<u>(6,903)</u>	<u>(17,041)</u>	<u>(10,138)</u>
<i>Net change in fund balances</i>	-	-	(10,138)	(10,138)
<i>Fund balances - beginning of year</i>	-	-	10,138	10,138
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (10,138)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ (10,138)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

Socorro County

Property Administration - Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in

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

For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	70,000	70,000	75,306	5,306
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>70,000</u>	<u>70,000</u>	<u>75,306</u>	<u>5,306</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Public works	48,020	48,020	47,211	809
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>48,020</u>	<u>48,020</u>	<u>47,211</u>	<u>809</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>21,980</u>	<u>21,980</u>	<u>28,095</u>	<u>6,115</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(6,764)	10,036	-	(10,036)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	<u>(15,216)</u>	<u>(32,016)</u>	<u>(32,016)</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>(21,980)</u>	<u>(21,980)</u>	<u>(32,016)</u>	<u>(10,036)</u>
<i>Net change in fund balances</i>	-	-	(3,921)	(3,921)
<i>Fund balances - beginning of year</i>	-	-	59,370	59,370
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,449</u>	<u>\$ 55,449</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (3,921)
No adjustments to revenues				-
Adjustments to expenditures for public works				(392)
Net change in fund balance (GAAP)				<u>\$ (4,313)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	447	447
<i>Total revenues</i>	-	-	447	447
<i>Expenditures</i>				
Current				
General government	-	40,631	30,672	9,959
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	109,554	109,554	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	150,185	140,226	9,959
<i>Excess (deficiency) of revenues over expenditures</i>	-	(150,185)	(139,779)	10,406
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	150,185	-	(150,185)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	150,185	-	(150,185)
<i>Net change in fund balances</i>	-	-	(139,779)	(139,779)
<i>Fund balances - beginning of year</i>	-	-	223,491	223,491
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 83,712	\$ 83,712
Net change in fund balance (non-GAAP budgetary basis)				\$ (139,779)
Adjustments to revenues for miscellaneous operating expenses				37
Adjustments to expenditures for general government and capital purchases				155
Net change in fund balance (GAAP)				\$ (139,587)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
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)	-	-	-	-
Bond and 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>	-	-	1,975	1,975
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 1,975	\$ 1,975
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-16

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	15,000	15,000	20,229	5,229
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>15,000</u>	<u>15,000</u>	<u>20,229</u>	<u>5,229</u>
<i>Expenditures</i>				
Current				
General government	15,000	44,837	18,762	26,075
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>44,837</u>	<u>18,762</u>	<u>26,075</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(29,837)</u>	<u>1,467</u>	<u>31,304</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	29,837	-	(29,837)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>29,837</u>	<u>-</u>	<u>(29,837)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,467</u>	<u>1,467</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>62,806</u>	<u>62,806</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,273</u>	<u>\$ 64,273</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 1,467
No adjustments to revenues				-
Adjustments to expenditures for general government				(18,882)
Net change in fund balance (GAAP)				<u>\$ (17,415)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	218,974	201,432	175,619	(25,813)
Charges for services	223,000	214,709	238,457	23,748
Investment income	-	-	-	-
Miscellaneous	-	-	2,065	2,065
<i>Total revenues</i>	<u>441,974</u>	<u>416,141</u>	<u>416,141</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	441,974	456,999	456,999	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>441,974</u>	<u>456,999</u>	<u>456,999</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(40,858)</u>	<u>(40,858)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	12,647	-	(12,647)
Bond and loan proceeds	-	-	-	-
Transfers in	-	28,211	28,211	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>40,858</u>	<u>28,211</u>	<u>(12,647)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,647)</u>	<u>(12,647)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(32,555)</u>	<u>(32,555)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (45,202)</u>	<u>\$ (45,202)</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (12,647)
Adjustments to revenues for charges for services				(22,720)
Adjustments to expenditures for public safety				544
Net change in fund balance (GAAP)				<u>\$ (34,823)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	15,000	18,042	18,042	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>15,000</u>	<u>18,042</u>	<u>18,042</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	21,000	24,042	21,844	2,198
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>21,000</u>	<u>24,042</u>	<u>21,844</u>	<u>2,198</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(6,000)</u>	<u>(6,000)</u>	<u>(3,802)</u>	<u>2,198</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	6,000	6,000	-	(6,000)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>6,000</u>	<u>6,000</u>	<u>-</u>	<u>(6,000)</u>
<i>Net change in fund balances</i>	-	-	(3,802)	(3,802)
<i>Fund balances - beginning of year</i>	-	-	16,118	16,118
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,316</u>	<u>\$ 12,316</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (3,802)
No adjustments to revenues				-
Adjustments to expenditures for culture and recreation				(16)
Net change in fund balance (GAAP)				<u>\$ (3,818)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	131,593	125,882	121,688	(4,194)
State operating grants	229,630	231,189	231,592	403
Charges for services	-	-	-	-
Investment income	-	-	20	20
Miscellaneous	151	7,064	10,835	3,771
<i>Total revenues</i>	<u>361,374</u>	<u>364,135</u>	<u>364,135</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	585,340	602,888	602,888	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>585,340</u>	<u>602,888</u>	<u>602,888</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(223,966)</u>	<u>(238,753)</u>	<u>(238,753)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	11,720	-	(11,720)
Bond and loan proceeds	-	-	-	-
Transfers in	223,966	227,033	227,033	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>223,966</u>	<u>238,753</u>	<u>227,033</u>	<u>(11,720)</u>
<i>Net change in fund balances</i>	-	-	(11,720)	(11,720)
<i>Fund balances - beginning of year</i>	-	-	9,429	9,429
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,291)</u>	<u>\$ (2,291)</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (11,720)
Adjustments to revenues for state and federal operating grants				15,405
Adjustments to expenditures for culture and recreation				545
Net change in fund balance (GAAP)				<u>\$ 4,230</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	97,000	112,993	112,993	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>97,000</u>	<u>112,993</u>	<u>112,993</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	97,000	112,993	79,418	33,575
Public works	-	-	-	-
Capital outlay	50,000	50,000	48,331	1,669
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>147,000</u>	<u>162,993</u>	<u>127,749</u>	<u>35,244</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(50,000)</u>	<u>(50,000)</u>	<u>(14,756)</u>	<u>35,244</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Bond and loan proceeds	-	-	-	-
Transfers in	50,000	50,000	50,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	35,244	35,244
<i>Fund balances - beginning of year</i>	-	-	33,935	33,935
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 69,179</u>	<u>\$ 69,179</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 35,244
Adjustments to revenues for state operating grants				(20)
Adjustments to expenditures for culture and recreation and capital purchases				1,624
Net change in fund balance (GAAP)				<u>\$ 36,848</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	54,500	54,500	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	54,500	54,500	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	24,997	24,996	1
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	24,997	24,996	1
<i>Excess (deficiency) of revenues over expenditures</i>	-	29,503	29,504	1
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(29,503)	-	29,503
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	(29,503)	-	29,503
<i>Net change in fund balances</i>	-	-	29,504	29,504
<i>Fund balances - beginning of year</i>	-	-	74,676	74,676
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 104,180	\$ 104,180
Net change in fund balance (non-GAAP budgetary basis)				\$ 29,504
No adjustments to revenues				-
Adjustments to expenditures for culture and recreation				(645)
Net change in fund balance (GAAP)				\$ 28,859

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	48,640	48,476	48,476	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>48,640</u>	<u>48,476</u>	<u>48,476</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	33,220	33,056	29,684	3,372
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>33,220</u>	<u>33,056</u>	<u>29,684</u>	<u>3,372</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>15,420</u>	<u>15,420</u>	<u>18,792</u>	<u>3,372</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(2)	-	2
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(15,420)	(15,418)	(15,418)	-
<i>Total other financing sources (uses)</i>	<u>(15,420)</u>	<u>(15,420)</u>	<u>(15,418)</u>	<u>2</u>
<i>Net change in fund balances</i>	-	-	3,374	3,374
<i>Fund balances - beginning of year</i>	-	-	10,465	10,465
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,839</u>	<u>\$ 13,839</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 3,374
No adjustments to revenues				-
Adjustments to expenditures for public safety				400
Net change in fund balance (GAAP)				<u>\$ 3,774</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
State operating grants	-	8,638	8,638	-
Local sources	-	60	60	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	8,698	8,698	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	13,835	13,835	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	13,835	13,835	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	(5,137)	(5,137)	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	5,137	-	(5,137)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	5,137	-	(5,137)
<i>Net change in fund balances</i>	-	-	(5,137)	(5,137)
<i>Fund balances - beginning of year</i>	-	-	236	236
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (4,901)	\$ (4,901)
Net change in fund balance (non-GAAP budgetary basis)				\$ (5,137)
Adjustments to revenues for state operating grants				15,324
Adjustments to expenditures for health and welfare				(19)
Net change in fund balance (GAAP)				\$ 10,168

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	105,406	105,438	105,438	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>105,406</u>	<u>105,438</u>	<u>105,438</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	105,406	105,501	105,216	285
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>105,406</u>	<u>105,501</u>	<u>105,216</u>	<u>285</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(63)</u>	<u>222</u>	<u>285</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(32)	-	32
Bond and loan proceeds	-	-	-	-
Transfers in	-	95	95	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>63</u>	<u>95</u>	<u>32</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>317</u>	<u>317</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(13,532)</u>	<u>(13,532)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,215)</u>	<u>\$ (13,215)</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 317
Adjustments to revenues for state operating grants				6,963
Adjustments to expenditures for health and welfare				(851)
Net change in fund balance (GAAP)				<u>\$ 6,429</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

Socorro County

Lodger's 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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Other	2,000	2,000	2,521	521
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,000</u>	<u>2,000</u>	<u>2,521</u>	<u>521</u>
<i>Expenditures</i>				
Current				
General government	2,000	2,000	-	2,000
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>2,521</u>	<u>2,521</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	145	-	(145)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	(145)	(145)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(145)</u>	<u>(145)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,376</u>	<u>2,376</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,546</u>	<u>2,546</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,922</u>	<u>\$ 4,922</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 2,376
Adjustments to revenues for other taxes				(22)
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 2,354</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

Socorro County

Fire & Emergency Grant 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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	269,314	137,265	137,266	1
State operating grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	269,314	137,265	137,266	1
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	207,398	199,304	199,304	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	207,398	199,304	199,304	-
<i>Excess (deficiency) of revenues over expenditures</i>	61,916	(62,039)	(62,038)	1
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(39,916)	84,039	-	(84,039)
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(22,000)	(22,000)	(22,000)	-
<i>Total other financing sources (uses)</i>	(61,916)	62,039	(22,000)	(84,039)
<i>Net change in fund balances</i>	-	-	(84,038)	(84,038)
<i>Fund balances - beginning of year</i>	-	-	4,966	4,966
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (79,072)	\$ (79,072)
Net change in fund balance (non-GAAP budgetary basis)				\$ (84,038)
Adjustments to revenues for federal operating grants				(14,158)
Adjustments to expenditures for public safety and capital purchases				(19,751)
Net change in fund balance (GAAP)				\$ (117,947)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

Socorro County

Solid Waste 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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	70,000	71,231	77,051	5,820
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Charges for services	170,000	170,000	164,180	(5,820)
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>240,000</u>	<u>241,231</u>	<u>241,231</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	609,826	654,922	654,922	-
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>609,826</u>	<u>654,922</u>	<u>654,922</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(369,826)</u>	<u>(413,691)</u>	<u>(413,691)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Bond and loan proceeds	-	-	-	-
Transfers in	369,826	413,691	413,691	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>369,826</u>	<u>413,691</u>	<u>413,691</u>	<u>-</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 taxes for gross receipts taxes, charges for services and transfers				28,187
Adjustments to expenditures for general government and landfill liability payments				(25,486)
Net change in fund balance (GAAP)				<u>\$ 2,701</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ 330,000	\$ 438,845	\$ 450,903	\$ 12,058
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>330,000</u>	<u>438,845</u>	<u>450,903</u>	<u>12,058</u>
<i>Expenditures</i>				
Current				
General government	-	4,281	4,281	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,281</u>	<u>4,281</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>330,000</u>	<u>434,564</u>	<u>446,622</u>	<u>12,058</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(31,209)	(135,775)	-	135,775
Bond and loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(298,791)	(298,789)	(298,789)	-
<i>Total other financing sources (uses)</i>	<u>(330,000)</u>	<u>(434,564)</u>	<u>(298,789)</u>	<u>135,775</u>
<i>Net change in fund balances</i>	-	-	147,833	147,833
<i>Fund balances - beginning of year</i>	-	-	303,094	303,094
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 450,927</u>	<u>\$ 450,927</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 147,833
Adjustments to revenues for property taxes				3,064
No adjustments to expenditures				-
Net change in fund balance (GAAP)				<u>\$ 150,897</u>

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, 2013

	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	-	-	1	1
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	1	1
<i>Expenditures</i>				
Current				
Public safety	45	45	45	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	6,044	6,044	6,044	-
Interest	-	-	-	-
<i>Total expenditures</i>	6,089	6,089	6,089	-
<i>Excess (deficiency) of revenues over expenditures</i>	(6,089)	(6,089)	(6,088)	1
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Bond and loan proceeds	-	-	-	-
Transfers in	6,089	6,089	6,089	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	6,089	6,089	6,089	-
<i>Net change in fund balances</i>	-	-	1	1
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 1	\$ 1
Net change in fund balance (non-GAAP budgetary basis)				\$ 1
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 1

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, 2013

	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	-	-	81	81
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	81	81
<i>Expenditures</i>				
Current				
Public safety	240	240	240	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	23,028	23,028	23,028	-
Interest	2,329	2,329	2,329	-
<i>Total expenditures</i>	25,597	25,597	25,597	-
<i>Excess (deficiency) of revenues over expenditures</i>	(25,597)	(25,597)	(25,516)	81
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	4	-	(4)
Bond and loan proceeds	-	-	-	-
Transfers in	25,597	25,593	25,593	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	25,597	25,597	25,593	(4)
<i>Net change in fund balances</i>	-	-	77	77
<i>Fund balances - beginning of year</i>	-	-	22,325	22,325
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 22,402	\$ 22,402
Net change in fund balance (non-GAAP budgetary basis)				\$ 77
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 77

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, 2013

	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
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	2	2
<i>Expenditures</i>				
Current				
Public safety	80	80	80	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,803	15,803	15,803	-
Interest	535	535	535	-
<i>Total expenditures</i>	16,418	16,418	16,418	-
<i>Excess (deficiency) of revenues over expenditures</i>	(16,418)	(16,418)	(16,416)	2
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	3	-	(3)
Bond and loan proceeds	-	-	-	-
Transfers in	16,418	16,415	16,415	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	16,418	16,418	16,415	(3)
<i>Net change in fund balances</i>	-	-	(1)	(1)
<i>Fund balances - beginning of year</i>	-	-	3	3
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 2	\$ 2
Net change in fund balance (non-GAAP budgetary basis)				\$ (1)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (1)

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, 2013

	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	-	-	1	1
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	1	1
<i>Expenditures</i>				
Current				
Public safety	39	39	39	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	7,688	7,688	7,688	-
Interest	501	501	501	-
<i>Total expenditures</i>	8,228	8,228	8,228	-
<i>Excess (deficiency) of revenues over expenditures</i>	(8,228)	(8,228)	(8,227)	1
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	1	-	(1)
Bond and loan proceeds	-	-	-	-
Transfers in	8,228	8,227	8,227	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	8,228	8,228	8,227	(1)
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1	1
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 1	\$ 1
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-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, 2013

	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	-	-	64	64
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	64	64
<i>Expenditures</i>				
Current				
Public safety	220	220	219	1
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	21,003	21,003	21,003	-
Interest	2,417	2,417	2,417	-
<i>Total expenditures</i>	23,640	23,640	23,639	1
<i>Excess (deficiency) of revenues over expenditures</i>	(23,640)	(23,640)	(23,575)	65
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1	4	-	(4)
Bond and loan proceeds	-	-	-	-
Transfers in	23,639	23,636	23,636	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	23,640	23,640	23,636	(4)
<i>Net change in fund balances</i>	-	-	61	61
<i>Fund balances - beginning of year</i>	-	-	17,525	17,525
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 17,586	\$ 17,586
Net change in fund balance (non-GAAP budgetary basis)				\$ 61
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 61

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, 2013

	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	-	-	60	60
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	60	60
<i>Expenditures</i>				
Current				
Public safety	519	519	519	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	12,714	12,714	12,714	-
Interest	2,187	2,187	2,187	-
<i>Total expenditures</i>	15,420	15,420	15,420	-
<i>Excess (deficiency) of revenues over expenditures</i>	(15,420)	(15,420)	(15,360)	60
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	2	-	(2)
Bond and loan proceeds	-	-	-	-
Transfers in	15,420	15,418	15,418	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	15,420	15,420	15,418	(2)
<i>Net change in fund balances</i>	-	-	58	58
<i>Fund balances - beginning of year</i>	-	-	16,726	16,726
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 16,784	\$ 16,784
Net change in fund balance (non-GAAP budgetary basis)				\$ 58
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 58

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, 2013

	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	-	-	55	55
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	55	55
<i>Expenditures</i>				
Current				
Public safety	511	511	511	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	12,587	12,587	12,587	-
Interest	1,957	1,957	1,957	-
<i>Total expenditures</i>	15,055	15,055	15,055	-
<i>Excess (deficiency) of revenues over expenditures</i>	(15,055)	(15,055)	(15,000)	55
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(17)	-	17
Bond and loan proceeds	-	-	-	-
Transfers in	15,055	15,072	15,072	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	15,055	15,055	15,072	17
<i>Net change in fund balances</i>	-	-	72	72
<i>Fund balances - beginning of year</i>	-	-	19,529	19,529
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 19,601	\$ 19,601
Net change in fund balance (non-GAAP budgetary basis)				\$ 72
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 72

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-36

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, 2013

	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	-	6	6	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	6	6	-
<i>Expenditures</i>				
Current				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	27,090	43,598	43,598	-
Interest	-	135	135	-
<i>Total expenditures</i>	27,090	43,733	43,733	-
<i>Excess (deficiency) of revenues over expenditures</i>	(27,090)	(43,727)	(43,727)	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	16,643	-	(16,643)
Bond and loan proceeds	-	-	-	-
Transfers in	27,090	27,090	27,090	-
Transfers (out)	-	(6)	(6)	-
<i>Total other financing sources (uses)</i>	27,090	43,727	27,084	(16,643)
<i>Net change in fund balances</i>	-	-	(16,643)	(16,643)
<i>Fund balances - beginning of year</i>	-	-	16,643	16,643
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ (16,643)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (16,643)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-37

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, 2013

	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	-	-	109	109
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	109	109
<i>Expenditures</i>				
Current				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	19,347	19,347	19,347	-
Interest	10,130	10,130	10,130	-
<i>Total expenditures</i>	29,477	29,477	29,477	-
<i>Excess (deficiency) of revenues over expenditures</i>	(29,477)	(29,477)	(29,368)	109
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1	5	-	(5)
Bond and loan proceeds	-	-	-	-
Transfers in	29,476	29,472	29,472	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	29,477	29,477	29,472	(5)
<i>Net change in fund balances</i>	-	-	104	104
<i>Fund balances - beginning of year</i>	-	-	34,308	34,308
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 34,412	\$ 34,412
Net change in fund balance (non-GAAP budgetary basis)				\$ 104
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 104

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-38

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, 2013

	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	-	-	124	124
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	124	124
<i>Expenditures</i>				
Current				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	31,960	31,960	31,960	-
Interest	10,926	10,926	10,926	-
<i>Total expenditures</i>	42,886	42,886	42,886	-
<i>Excess (deficiency) of revenues over expenditures</i>	(42,886)	(42,886)	(42,762)	124
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	6	-	(6)
Bond and loan proceeds	42,886	42,880	42,880	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	42,886	42,886	42,880	(6)
<i>Net change in fund balances</i>	-	-	118	118
<i>Fund balances - beginning of year</i>	-	-	34,046	34,046
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 34,164	\$ 34,164
Net change in fund balance (non-GAAP budgetary basis)				\$ 118
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 118

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-39

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, 2013

	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	-	-	88	88
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	88	88
<i>Expenditures</i>				
Current				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	15,863	15,863	15,863	-
Interest	5,070	5,070	5,070	-
<i>Total expenditures</i>	20,933	20,933	20,933	-
<i>Excess (deficiency) of revenues over expenditures</i>	(20,933)	(20,933)	(20,845)	88
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	524	-	(524)
Bond and loan proceeds	-	-	-	-
Transfers in	20,933	20,930	20,930	-
Transfers (out)	-	(521)	(521)	-
<i>Total other financing sources (uses)</i>	20,933	20,933	20,409	(524)
<i>Net change in fund balances</i>	-	-	(436)	(436)
<i>Fund balances - beginning of year</i>	-	-	28,769	28,769
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 28,333	\$ 28,333
Net change in fund balance (non-GAAP budgetary basis)				\$ (436)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (436)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-40

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, 2013

	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				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
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)	-	-	-	-
Bond and 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-41

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, 2013

	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				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	285,000	285,000	285,000	-
Interest	13,790	13,790	13,790	-
<i>Total expenditures</i>	298,790	298,790	298,790	-
<i>Excess (deficiency) of revenues over expenditures</i>	(298,790)	(298,790)	(298,790)	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(1)	1	-	(1)
Bond and loan proceeds	-	-	-	-
Transfers in	298,791	298,789	298,789	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	298,790	298,790	298,789	(1)
<i>Net change in fund balances</i>	-	-	(1)	(1)
<i>Fund balances - beginning of year</i>	-	-	1	1
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (non-GAAP budgetary basis)				\$ (1)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (1)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-42

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, 2013

	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	-	-	3	3
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	3	3
<i>Expenditures</i>				
Current				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	13,750	13,750	13,750	-
Interest	9,093	9,093	9,093	-
<i>Total expenditures</i>	22,843	22,843	22,843	-
<i>Excess (deficiency) of revenues over expenditures</i>	(22,843)	(22,843)	(22,840)	3
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	3	-	(3)
Bond and loan proceeds	-	-	-	-
Transfers in	22,843	22,840	22,840	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	22,843	22,843	22,840	(3)
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	3	3
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 3	\$ 3
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 Sheriff Department - 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, 2013

	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	-	15	15	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	15	15	-
<i>Expenditures</i>				
Current				
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	692	692	16,349	(15,657)
Interest	16,349	16,349	692	15,657
<i>Total expenditures</i>	17,041	17,041	17,041	-
<i>Excess (deficiency) of revenues over expenditures</i>	(17,041)	(17,026)	(17,026)	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	65,000	64,998	-	(64,998)
Bond and loan proceeds	-	-	-	-
Transfers in	17,041	17,041	17,041	-
Transfers (out)	(65,000)	(65,013)	(65,013)	-
<i>Total other financing sources (uses)</i>	17,041	17,026	(47,972)	(64,998)
<i>Net change in fund balances</i>	-	-	(64,998)	(64,998)
<i>Fund balances - beginning of year</i>	-	-	65,000	65,000
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 2	\$ 2
Net change in fund balance (non-GAAP budgetary basis)				\$ (64,998)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ (64,998)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-44

Socorro County

NMFA Water Trust Board Phase I Flood Prevention Project - 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, 2013

	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				
Public safety	-	-	-	-
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)	-	-	-	-
Bond and loan proceeds	-	-	772,095	772,095
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	772,095	772,095
<i>Net change in fund balances</i>	-	-	772,095	772,095
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 772,095	\$ 772,095
Net change in fund balance (non-GAAP budgetary basis)				\$ 772,095
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balance (GAAP)				\$ 772,095

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-45

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
State capital grants	198,000	87,696	117,370	29,674
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	45,500	45,100	37,094	(8,006)
<i>Total revenues</i>	<u>2,173,736</u>	<u>132,796</u>	<u>154,464</u>	<u>21,668</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	243,500	127,796	130,791	(2,995)
Capital outlay	1,930,236	100,000	10,000	90,000
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	74,389	(74,389)
<i>Total expenditures</i>	<u>2,173,736</u>	<u>227,796</u>	<u>215,180</u>	<u>12,616</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(95,000)</u>	<u>(60,716)</u>	<u>34,284</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(4,971,013)	-	4,971,013
Bond and loan proceeds	-	5,066,013	5,066,013	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>95,000</u>	<u>5,066,013</u>	<u>4,971,013</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,005,297</u>	<u>5,005,297</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>56,110</u>	<u>56,110</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,061,407</u>	<u>\$ 5,061,407</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 5,005,297
Adjustments to revenues for state operating and capital grants				(12,437)
Adjustments to expenditures for public works and capital purchases				(31,101)
Net change in fund balance (GAAP)				<u>\$ 4,961,759</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-46

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
State operating grants	2,809	1,252	1,252	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,809</u>	<u>1,252</u>	<u>1,252</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Culture and recreation	2,809	1,252	1,252	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,809</u>	<u>1,252</u>	<u>1,252</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Bond and 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-47

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
State capital grants	-	-	-	-
Charges for services	15,000	10,867	10,867	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>15,000</u>	<u>10,867</u>	<u>10,867</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	90,489	90,113	376
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	312,592	312,592	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>403,081</u>	<u>402,705</u>	<u>376</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>15,000</u>	<u>(392,214)</u>	<u>(391,838)</u>	<u>376</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(15,000)	231,913	-	(231,913)
Bond and loan proceeds	-	-	-	-
Transfers in	-	160,301	160,301	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(15,000)</u>	<u>392,214</u>	<u>160,301</u>	<u>(231,913)</u>
<i>Net change in fund balances</i>	-	-	(231,537)	(231,537)
<i>Fund balances - beginning of year</i>	-	-	322,111	322,111
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 90,574</u>	<u>\$ 90,574</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (231,537)
Adjustments to revenues for charges for services				(664)
Adjustments to expenditures for general government and capital purchases				19,394
Net change in fund balance (GAAP)				<u>\$ (212,807)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-48

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
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)	-	-	-	-
Bond and 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

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
Socorro County
Schedule of Collateral Pledged by Depository
for Public Funds
June 30, 2013

Schedule I

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2013</u>	<u>Name and Location of Safekeeper</u>
First State Bank					
	US Treasury Notes	05/15/19	912828KQ2	\$ 3,918,252	PO Box 2076. Boston, MA 02106-2076
	FFCB Non CBL	08/23/21	31331XX64	1,011,587	PO Box 2076. Boston, MA 02106-2076
	FFCB Non CBL	12/09/22	3133XN4B2	1,555,465	PO Box 2076. Boston, MA 02106-2076
	FFCB Non CBL	11/04/21	313376AV7	3,043,644	PO Box 2076. Boston, MA 02106-2076
Total First State Bank				<u>9,528,947</u>	
Wells Fargo Bank					
	FN 310103 3.500%	03/01/41	31374CNU6	373,618	Bank of New York Mellon
	FN AH0946 4.000%	12/01/40	3138A2BQ1	2,859	Bank of New York Mellon
	FN AH09534.500%	12/01/40	3138A2BX6	104,984	Bank of New York Mellon
	FN AH9756 4.000%	04/01/41	3138ABZW2	9,359	Bank of New York Mellon
	FN AH9757 4.500%	04/01/41	3138ABZXO	688,116	Bank of New York Mellon
	FN AJ3790 3.000%	11/01/26	3138AVF83	61,244	Bank of New York Mellon
	FN AJ54 77 3.000%	11/01/26	313BAXCP4	6,659	Bank of New York Mellon
	FN AL0959 3.500%	11/01/41	3138EHB50	13,645	Bank of New York Mellon
	FN A00124 3.500%	04/01/42	3138LQD68	2,742,096	Bank of New York Mellon
	FN A0 0423 3.000%	08/01/42	3138LQPH1	466,504	Bank of New York Mellon
	FN A08178 3.000%	09/01/42	3138MOCQ1	4,644	Bank of New York Mellon
	FN AQ9185 3.000%	01/01/43	3138MRF30	57,681	Bank of New York Mellon
	FN AQ9991 3.000%	02/01/43	3138MSC56	193,055	Bank of New York Mellon
	FN AR1050 3.000%	01/01/43	3138NXEY9	19,254	Bank of New York Mellon
	FN AR11 96 3.000%	01/01/43	3138NXXKJ5	14,435	Bank of New York Mellon
	FN AR2633 3.000%	02/01/43	3138NY4T9	4,832	Bank of New York Mellon
	FN AR2111 3.000%	12/01/42	3138NYKZ7	4,836	Bank of New York Mellon
	FN AR3856 3.000%	02/01/43	3138W1JA6	4,827	Bank of New York Mellon
	FN AR9199 3.000%	03/01/43	3138W7GH1	4,860	Bank of New York Mellon
	FN AT2015 3.000%	04/01/43	3138WPGZ1	4,861	Bank of New York Mellon
	FN AT2722 3.000%	05/01/43	3138WQAY8	9,776	Bank of New York Mellon
	FN AT4979 3.000%	04/01/43	3138WSQ92	4,804	Bank of New York Mellon
	FN AB6309 3.000%	9/112042	31417DAK9	4,578	Bank of New York Mellon
	FN AB6498 3.000%	10/01/42	31417DGG2	14,357	Bank of New York Mellon
	FN AB7507 3.000%	01/01/43	31417EKV2	24,166	Bank of New York Mellon
	FN AB7579 3.000%	01/01/43	31417EM57	4,797	Bank of New York Mellon
	FN AB8489 3.000%	02/01/43	31417FNF1	4,832	Bank of New York Mellon
	FN AD638B 4.000%	05/01/25	31418UC28	67,377	Bank of New York Mellon
	FN A08529 4.500%	08/01/40	31418WPP9	4,402	Bank of New York Mellon
	FN AE0215 4.000%	12/01/39	31419AGZ4	115,069	Bank of New York Mellon
	FN AE0385 4.000%	9/1/2040	31419ANB9	152,818	Bank of New York Mellon
	FN AE4310 4.000%	9/1/2040	31419EYG8	15,445	Bank of New York Mellon
Total Wells Fargo Bank				<u>5,204,791</u>	
Total Pledged Collateral				<u>\$ 14,733,738</u>	

See independent auditors' report

STATE OF NEW MEXICO
Socorro County
Schedule of Deposit and Investment Accounts
June 30, 2013

Schedule II

<u>Bank Name/Account Name</u>	<u>First State Bank</u>	<u>Wells Fargo Bank</u>	<u>Restricted Cash and Investments Bank of NY Mellon</u>	<u>Totals</u>
Checking - Operating Account	\$ 3,149,240	\$ -	\$ -	\$ 3,149,240
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	100,000	-	-	100,000
Certificate of Deposit	100,000	-	-	100,000
Certificate of Deposit	100,000	-	-	100,000
Certificate of Deposit	100,000	-	-	100,000
Certificate of Deposit	100,000	-	-	100,000
Certificate of Deposit	100,000	-	-	100,000
Certificate of Deposit	100,000	-	-	100,000
Certificate of Deposit	100,000	-	-	100,000
Checking - Operational	-	11,701	-	11,701
Checking	-	10	-	10
Savings	-	4,216,091	-	4,216,091
Escrow - Property tax paid in protest	-	1,996	-	1,996
Certificate of Deposit	-	500,000	-	500,000
Certificate of Deposit	-	500,000	-	500,000
NMFA Reserve Account*	-	-	945,386	945,386
Total deposits and investments	8,449,240	5,229,798	945,386	14,624,424
Reconciling items	(253,817)	10	-	(253,807)
Reconciled balance June 30, 2013	<u>\$ 8,195,423</u>	<u>\$ 5,229,808</u>	<u>\$ 945,386</u>	<u>14,370,617</u>
Petty cash				330
Less: investments per Exhibit A-1				(6,300,000)
Less: restricted cash and cash equivalents				(945,386)
Less: agency funds cash and cash equivalents per Exhibit D-1				(564,299)
Total unrestricted cash and cash equivalents per Exhibit A-1				<u>\$ 6,561,262</u>

* Accounts are U.S. Treasury Money Market Funds and U.S. Agency Notes

See independent auditors' report

STATE OF NEW MEXICO
 Socorro County
 Schedule of Changes in Fiduciary Assets and Liabilities-Agency Funds
 June 30, 2013

Schedule III

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2013</u>
ASSETS				
Cash and cash equivalents	\$ 583,496	\$ 6,131,908	\$ 6,151,105	\$ 564,299
Property taxes receivable	1,140,026	4,862,684	4,802,866	1,199,844
Other receivables	<u>-</u>	<u>47,503</u>	<u>-</u>	<u>47,503</u>
Total assets	<u>\$ 1,723,522</u>	<u>\$ 11,042,095</u>	<u>\$ 10,953,971</u>	<u>\$ 1,811,646</u>
LIABILITIES				
Deposits held in trust	\$ 583,496	\$ 6,131,908	\$ 6,151,105	\$ 564,299
Due to other taxing entities	<u>1,140,026</u>	<u>4,910,187</u>	<u>4,802,866</u>	<u>1,247,347</u>
Total liabilities	<u>\$ 1,723,522</u>	<u>\$ 11,042,095</u>	<u>\$ 10,953,971</u>	<u>\$ 1,811,646</u>

NOTE: The adjustments to property taxes receivables and the related due to other taxing entities in the current is based on estimates proved by the County as the County's property tax records are inadequate to track property tax additions and deletions by agency.

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***

INDEPENDENT AUDITORS' REPORT

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the general fund and major special revenue funds of Socorro County (the "County") as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and the combining and individual funds and related budgetary comparisons of the County presented as supplemental information, and have issued our report thereon dated November 14, 2013. Our report includes a reference to other auditors who audited the financial statements of El Camino Real Housing Authority and Socorro Village, as described in our report on Socorro County's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items FS 02-13, FS 08-01, FS 2013-003 and FS 2013-004 to be material weaknesses.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items FS 2013-002, FS 2013-005, FAHA 2012-001, FSHA 2012-003 and FSHA 2013-002.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from 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 and those of other auditors disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items FS 12-01, FS 2013-001, FAHA 2012-001, FSHA 2012-03 and FSHA 2013-002.

County's Responses to Findings

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

Purpose of this Report

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 14, 2013

(This page intentionally left blank)

FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE

INDEPENDENT AUDITORS' REPORT

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

Report on Compliance for Each Major Federal Program

We have audited Socorro County's (the "County") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2013. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of expenditures of federal awards.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items FAHA 2012-001 and FAHA 2013-001 that are consider to be significant deficiencies.

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

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 14, 2013

STATE OF NEW MEXICO
Socorro County
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2013

Federal Grantor/Passthrough Grantor/Program Title	Grant Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture			
Wildlife Services	FTGA FY 2012-2013 FY 2012-2013	10.028	\$ 22,500
Schools and Roads - Grants to Counties	Forest Reserve Title I & III	10.666	* 571,882
Total U.S. Department of Agriculture			<u>594,382</u>
Department of Defense			
Missile Range - Range Riders	W9124Q-08P0317	12.XXX	<u>24,885</u>
Total Department of Defense			<u>24,885</u>
Department of the Interior			
National Wildlife Refuge Fund	FY 2012-2013	15.659	<u>68,057</u>
Total Department of the Interior			<u>68,057</u>
Department of Health and Human Services			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers (1)	FY 2012-2013 - #64020	93.044	33,337
Special Programs for the Aging - Title III, Part C - Nutrition Services (1)	FY 2012-2013 - #64020	93.045	58,175
Nutrition Services Incentive Program (1)	FY 2012-2013 - #64020	93.053	30,176
Total Department of Health and Human Services			<u>121,688</u>
Corporation for National and Community Service			
Foster Grandparent Program (2)	FY 2012-2013 - #13-624-4000-0026	94.011	48,516
Senior Companion Program (2)	FY 2012-2013 - #13-624-4000-0047	94.016	56,279
Total Corporation for National and Community Service			<u>104,795</u>
Department of Homeland Security			
Hazard Mitigation Grant	N/A	97.039	86,096
Homeland Security Grant Program	2008-GE-T8-0020-Socorro Shelter	97.067	* 186,020
Emergency Management Performance Grant	EMW-2011-EP-00051-Socorro	97.042	13,284
Total Department of Homeland Security			<u>285,400</u>
Total Federal Financial Assistance			<u>\$ 1,199,207</u>

* Major program

() Cluster

See independent auditors' report
See accompanying notes to schedule of expenditures of federal awards

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*.

2 Subrecipients

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

3 Non-Cash Federal Assistance

The County did not receive any non-cash federal assistance 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	\$ 1,199,207
Total expenditures funded by other sources	<u>10,193,766</u>
Total expenditures	<u><u>\$ 11,392,973</u></u>

(This page intentionally left blank)

STATE OF NEW MEXICO
Socorro County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

SECTION I – SUMMARY OF AUDIT RESULTS:

Financial Statements:

- | | |
|--|-----------|
| 1. Type of auditors’ report issued | Qualified |
| 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? | Yes |

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>	
10.666	Schools and Roads – Grants to Counties
97.067	Homeland Security Grant Program

- | | |
|---|-----------|
| 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 02-13 – Lack of Maintaining Property Tax Roll Schedule – Material Weakness (Repeated/Modified)

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, by taxing entity, and the Tax Roll Reconciliation of Changes in the County Treasurer’s Property Taxes Receivable for the year ended June 30, 2013.

Criteria: Per New Mexico State Auditor Rule 2.2.2.12D, the County must provide a Property Tax Schedule that reports, by type and agency, the amount of taxes levied, collected in the current year, collected to date, distributed in the current year, distributed to date, the amount determined to be uncollectible in the current year, the amount uncollectible to date, and the outstanding receivable balance at the end of the fiscal year. Additionally, per 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: The County may not know the property taxes outstanding and still receivable for the past 10 years by individual agency, including the County’s portion. The County could be recording, reporting, and remitting the incorrect amounts to their applicable agencies, including the County. The collection and distribution process may not be as efficient as it could be if they had the required schedule. The County has not complied with the Audit Rule requirement to present this information.

Cause: The County updated their accounting software during the year in relation to the property taxes receivable, however, as part of the conversion historical data for the 2003-2006 tax years was not properly converted. Also, the County failed to properly reconcile the Property Tax billings, collections and disbursements balances during the software transition.

Auditors’ Recommendations: We recommend that the County implement a plan in order to capture this property tax data for their internal records and review and for inclusion in their annual financial report.

Agency’s Response: The County Assessor’s office converted Tax Years 2007 thru 2012 to Tyler Technologies prior to the Treasurer’s conversion. Since the Assessor’s Office only maintained records dating back to 2007, any parcels/acct #s that were no longer active in the Assessor’s Office, did not have a corresponding Tyler Acct# and did not have an outstanding balance (delinquent) did not get converted; hence the variance in billed amounts, collected/distributed amounts. However, the ending “Receivable” remained in balance to previous database. Since Tyler Technologies was contracted to convert 10 Full years of data, Socorro County will pursue compliance with the agreed contract. Socorro County has contacted DataNow (previous provider) to reconstruct original data. Once remaining data is converted to Tyler, the billed amount and payment/distribution amounts will increase, changes in Assets & Liabilities (Corrections to Tax Rolls) may increase/decrease accordingly; however, the remaining “Receivable” will remain as is.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

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. During testwork we noted material adjustments to the Accounts Payable and Accounts Receivable balances.

Criteria: According to the American Institute of Certified Public Accountants' Statement on Auditing Standards No. 115, a system of internal control over financial reporting does not stop at the general ledger. Well designed systems should be implemented and should include controls over financial statement preparation, footnote disclosure preparation, and should give the entity the ability to catch material errors that may affect the financial statements.

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 the County's 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, including Management's discussion and analysis
- Supplementary information required by the Office of the State Auditor

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

Agency's Response: The County's Finance Director will now prepare the Accounts Payable and Accounts Receivable listings. In addition to training completed, the County's upper management, including commissioners, plan to attend training for financial statements and state auditor training. The County's finance personnel do not have the staff time to prepare the County's own financial statements. The County will contract preparation of the financial statements with a qualified vendor for fiscal year 2014 and all subsequent years.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 12-01 — Cash Appropriations in Excess of Available Cash Balances – Other Matter (Repeated/Modified)

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

	Designated Cash	Beginning Year Cash & AR Available	Cash Appropriation in excess of available balances
Literacy Volunteer Program - Special Revenue Fund	\$ 5,137	\$ 236	\$ (4,901)
Fire & Emergency Grant Fund - Special Revenue Fund	84,039	19,124	(64,915)

Criteria: Section 2.2.2.10.(P)(1)(b), NMAC, requires all County’s, to be budgeted by the local governing body and submitted to the Department of Finance and Administration for approval. Cash balances re-budgeted to make up for deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior period.

Effect: The effect of a budget with inadequate designated cash available to cover the excess of budgeted expenditures over budgeted revenue could result in the County incurring debt to pay for current year budgeted expenditures, which would result in noncompliance with the Bateman Act.

Cause: Inadequate monitoring of cash available to be budgeted in subsequent year caused this noncompliance.

Auditors’ Recommendation: Greater attention should be given throughout the year to the cash balances actually available to cover budgeted revenues, which include proper monitoring of yearend cash balances.

Agency’s Response: The deficit fund balances are a result of reimbursement revenue wherein expenses are realized in the current fiscal year and revenue is received after the close of the fiscal year. Great attention had been paid to this issue by upper management and the Board; all were fully aware of the cash deficits in the above funds and those deficits were allowed and approved by Board of Commissioners each month. The Finance Director made these entries at year end as to cover the cash deficits for expected revenue not receipted in FY2013 but anticipated for FY2014; however, it was not accounted for on the budget side. The County will change our year-end processes to ensure grant reimbursement funds (listed above) are properly reported by transferring and budgeting reserves from the County’s general fund.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 2013-001 Fixed Asset Inventory Certification – Noncompliance

Condition: During our testwork, we noted that the County did not obtain a Capital Asset Inventory Report that was certified by the Count Commission.

Criteria: NMAC 2.20.1.16 states that at the end of each fiscal year, the agency shall conduct a physical inventory of its fixed assets and the results of the physical inventory shall be recorded in a written inventory report, certified as to the correctness and signed by the governing authority.

Effect: The County Commission is not certifying the accuracy of the County's capital assets as required.

Cause: The County was unaware as to the requirement to have the annual inventory report certified and signed by the County Commission.

Auditors' Recommendation: The County should conduct an annual inventory count and have the results of the county written and approved by the County Commission on an annual basis.

Agency's Response: The County will be certifying FY 2012-2013 capital asset inventory report at the November 26, 2013 meeting and thereafter moving forward.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 2013-002 Internal Controls in Disbursements to Related Parties – Significant Deficiency

Condition: During our testwork of related party disbursements we noted the following:

- In 2 out of 6 disbursements tested, the purchase was made before the purchase order was approved. The 2 items noted totaled \$4,578.

Criteria: As required by NMSA 1978 Section 6-6-3, the County should design and maintain an internal control structure that enables it to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Effect: The County purchased items prior to getting proper approval as established by the County's policy. As well as, purchases could be made without proper budget.

Cause: The County's employees made purchases with related party vendors prior to getting proper approval.

Auditors' Recommendations: We recommend the County implement a procurement policy in accordance with NMSA 1978 Section 6-6-3 and consistently follow the policy which includes requiring purchase orders to be approved prior to purchasing.

Agency's responses: In both cases, purchases were made without first receiving a purchase order. Pursuant to and in compliance with the County's policy, the finance director did deny payment of the invoices when received. The County Manager did review and approve final payment to both vendors as the work had been completed, Socorro County did benefit from that work and costs were reasonable and within budgetary expectations. However, for both instances, staff was reminded of purchasing guidelines and issued warnings that purchasing privileges could be revoked for the entire department should future purchasing violations occur.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 2013-003 Lack of Proper Change Management Controls Over IT (Lack of Data Integrity; Tax Roll) – Material Weakness

Condition: For the year ended June 30, 2013, there is a data integrity problem with the tax roll affecting property tax information having to do with a conversion process and transfer of historical data. This resulted in the County not being able to provide records sufficient to ensure property taxes receivable and related revenues are properly recorded. We also noted the following during our testwork:

- The Treasurer’s Property Tax Maintenance Report that was provided was incomplete and adjusted the original tax levy in the amount of \$281,544 for prior tax years and was unable to track or provide documentation for the changes to the original tax levy.
- The County was also unable to report and also is unable to track these items by Agency for the amount that is receivable and is due to each of the County’s taxing agencies.

Criteria: New Mexico State Statute 6-6-3.A, NMSA 1978, requires that every local public body shall all the books, records, and accounts in their respective offices in the form prescribed by the local government division. Also, per New Mexico State Auditor Rule 2.2.2.12D, the County must provide a Property Tax Schedule that reports, by type and agency, the amount of taxes levied, collected in the current year, collected to date, distributed in the current year, distributed to date, the amount determined to be uncollectible in the current year, the amount uncollectible to date, and the outstanding receivable balance at the end of the fiscal year.

Effect: The County does not have the ability to provide documentation in order to support the County and Agency Property Tax receivable balances or related revenues in order to verify that they are complete and accurate which led to County not receiving an opinion on the Property Tax Receivable and revenue for the year ended June 30, 2013. Also, without effective controls for IT change management, specifically failing to properly convert historic data, unauthorized or improperly authorized changes could occur, and/or data integrity could be compromised.

Cause: Without effective procedures for IT change management the County has failed to properly authorize a conversion which had a material affect on County data in that property tax information is incomplete. This is the result of a lack of converting historical data when the Assessors Office underwent a conversion, causing the corresponding Treasurers data to not convert over when the Treasurers Office performed a conversion.

Auditors’ Recommendations: We recommend that the County work with the Software Company in order to work toward including the necessary property tax information for the tax 2003-2006 tax years or that the County perform a reconciliation in order to track the changes to the tax levy. It is also recommended that the County implement change management policies and procedures to govern IT. This would mean all departments be required to meet and agree to IT changes prior to IT change decisions being made, so as to reduce the risk of improper or unauthorized IT change resulting in data loss occurring in the future.

Agency’s Response: The County Assessor’s Office converted Tax Years 2007 thru 2012 to Tyler Technologies prior to the Treasurer’s conversion. Since the Assessor’s Office only maintained records dating back to 2007, any parcels/acct #s that were no longer active in the Assessor’s Office, did not have a corresponding Tyler Acct# and did not have an outstanding balance (delinquent) did not get converted; hence the variance in billed amounts, collected/distributed amounts. However, the ending “Receivable” remained in balance to previous database. Since Tyler Technologies was contracted to convert 10 Full years of data, Socorro County will pursue compliance with the agreed contract. Socorro County has contacted DataNow (previous provider) to reconstruct original data. Once remaining data is converted to Tyler, the billed amount and payment/distribution amounts will increase, changes in Assets & Liabilities (Corrections to Tax Rolls) may increase/decrease accordingly; however, the remaining “Receivable” will remain as is.

Although, the variance in billed amounts, collected/distributed did not include parcels/accts that did not have corresponding acct#s in the Assessor’s office AND did not have an outstanding balance, the “Receivable” amounts did balance (aggregate totals per tax year) to the previous database; and, in turn, did balance to the delinquent amount per agency.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 2013-004 Solid Waste Receivables – Material Weakness

Condition: During our testwork over the solid waste receivables, we noted the following:

- The County failed to reconcile the outstanding balance from the previous accounting software to the balance maintained after conversion to the new accounting software.
- There are no documented internal control procedures to ensure that client payments are being properly recorded against outstanding resident balances.
- There are no enforcement procedures in place to ensure timely collection of outstanding balances.
- The County failed to write-off long outstanding balances that have been deemed uncollectible.

Criteria: *The Codification of Statements on Auditing Standards* (SAS AU) paragraph 110.03 states that the financial statements are management's responsibility. Management is responsible for adopting sound accounting policies, and for establishing and maintaining internal control that will, among other things, initiate, authorize, record, process, and report transactions (as well as events and conditions) consistent with management's assertions embodied in the financial statements.

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: An adequate accounting system is not in place to ensure proper collection, posting, and review.

Auditors' Recommendation: We recommend that the County incorporate processes and internal controls to ensure account balances are properly posted and that the outstanding balances are collected in a timely manner. We also recommend that the County evaluate the outstanding balances and remove items that are known to be uncollectible.

Agency's Response: Socorro County's accounts receivable system has never been well-managed due to lack of software and reporting. Pursuant to the County's ordinance, all residential parcels in the unincorporated areas of the County are subject to an annual solid waste fee unless the owner qualifies for one of the listed exemption. Due to insufficient ability to report and two separate software conversions in the Assessor's office, the County was unable to ensure that those owners billed the annual fee were truly subject to the fee. Prior to filing liens or pursuing collections, Socorro County has opted to postpone those efforts until our records were accurate and verifiable. In 2012, the solid waste office received new software for accounts receivable and now has a good tracking system for collections. That office has also been working to improve our records and ensure those billed are subject to the fee. For FY14, it our goal to pursue collection activities and/or request the Board of County Commissioners discharge any bad/uncollectable receivables. However, due to the number of subject parcels and amount of work involved, it is more reasonable that this action will be completed by FY15.

Internal control procedures will be documented however, we feel our controls for collection and reconciliation to the accounts receivable system is strong. Currently, the solid waste office generates reports for the Treasurer's office listing amounts due. The Treasurer's office collects all solid waste payments and generates a report for the solid waste office to post those payments to the AR system. Those reports are in balance and the separation of duties ensures good cash controls. We will document these control procedures for future reference and guidance.

Our annual revenue is consistent and reflected reasonably in our budget.

SECTION II – FINANCIAL STATEMENT FINDINGS AND RESPONSES (continued)

FS 2013-005 Unable to Provide Changes in Assets and Liabilities – Agency Funds – Significant Deficiency

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, 2013.

Criteria: Per NMAC Section 2.2.2.10(Z), 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: During the software transition the County failed to reconcile the billings, collections, disbursements and outstanding receivables balances to the amounts in the previous accounting system.

Auditors' Recommendations: The County must review the original data transferred to the new accounting software to determine what information was omitted during the transition in order to be able to maintain the information sufficient to complete the Schedule of Changes in Assets and Liabilities for the Agency Funds in accordance with the State Regulation.

Agency's Response: The parcels/acct#s that Tyler Technologies did not convert did not have a corresponding acct # and netted a zero balance; therefore, any billed amounts, collections for those parcels, and any applicable "Corrections to the Tax Roll" did not get converted. Socorro County is pursuing compliance with the agreed contract re: Tyler Technologies to convert ten full years of data. Once remaining data is converted to Tyler, the billed amount and payment/distribution amounts will increase, changes in Assets & Liabilities (Corrections to Tax Rolls) may increase/decrease accordingly; however, the remaining "Receivable" will remain as is.

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

FSHA 2012-003 Audit Report Submission to the New Mexico State Auditor – Significant Deficiency – Repeated

Condition: The audit report for June 30, 2013 was not submitted to the office of the New Mexico State Auditor until after September 30, 2013.

Criteria: New Mexico State Statutes Section 12-6-12 requires the state auditor to promulgate reasonable regulations necessary to carry out the duties of the office. NMAC 2.2.2 requires that the Housing Authority submit its audit report by September 30th following the end of each fiscal year ended June 30th.

Effect: Delays in submission of the audit report affect the reporting of financial information to other federal, state and local governments.

Cause: The late submission of the audit report to the New Mexico State Auditor is due to the auditor, housing authority personnel and fee accountant having scheduling problems and because the unaudited submissions to REAC were rejected by HUD and could not be relied upon. In addition, the VMS reports as filed were found to be in error and additional procedures became necessary to determine the extent of the inaccuracies noted.

Auditors' Recommendations: In the future, an effort should be made to ensure that scheduling problems do not occur and that all required filings be completed/re-submitted in a timely manner.

Agency's Response: We concur with the auditor's comments and will address the VMS reporting problems to insure that they are accurately reported and timely corrected, if necessary.

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

FSHA 2013-002 Expenditures in Excess of Budget – Significant Deficiency and Compliance and Other Matters

Condition: During FYE June 30, 2013 expenditures exceeded the approved budget in the Housing Choice Voucher Program and the Housing Rehabilitation Grant in the amounts of \$ 69,064 and \$ 3,750, respectively.

Criteria: Pursuit to Section 6-6-2 (A) NMSA 1978 Socorro County (primary government) is required to submit a proposed budget to the Local Government Division of the Department of Finance and Administration by June 1 for the next fiscal year. The Local Government Division is required to certify a final budget for each local public body prior to September of each year. Once the budget has been approved the budget is binding upon all tax officials of the state. The budget may be amended with the approval of the governing body and the secretary of finance and administration.

Effect: Pursuit to Section 6-6-6 NMSA 1978 no official shall pay any check or warrant in excess of the approved budget, and the allowances or claims or checks or warrants so allowed or paid shall be a liability against the officials so allowing or paying those claims or check or warrants, a recovery for the excess amounts so allowed or paid may be had against the bondsmen of those officials.

Cause: The Housing Authority's budget from the grantors was increased during the year. The Housing Authority did not process an amendment (through the County) of its budget in a timely manner. Budget comparison reports are not always provided to the Board of Commissioners for their review and approval.

Auditors' Recommendations: The fee accountant should be tasked with providing budget comparison reports to the Board of Commissioners. Greater coordination between management and the fee accountant is needed to ensure that budget amendments are timely processed through the County.

Agency's Response: Monthly budget comparison reports will be provided to management and the Board for their review and approval.

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

None

SECTION V – FEDERAL AWARD FINDINGS AND RESPONSES

None

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

FAHA 2012-001 Late Filing of Audited FDS's – Significant Deficiency and Compliance and Other Matters – Repeated/Modified

Federal Program Information:

Funding agency: U.S. Department of Housing and Urban Development
Title: Section 8 Housing Choice Vouchers
CFDA number: 14.871

Condition: The Financial Data Schedule (FDS) submission for June 30, 2011 was not accepted by HUD REAC as filed because the housing assistance payments (HAP) as reported on the FDS did not agree with the HAP as reported on the Voucher Management System (VMS) reports. Corrections had not been done yet when the audit fieldwork was taking place. An audited June 30, 2011 FDS was filed on September 25, 2013 that is under review by HUD REAC. The audited FDS for FYE June 30, 2012 was not filed in a timely manner (by March 31, 2013) as this filing is still in draft form on the REAC site. The unaudited submissions for June 30, 2012 and June 30, 2013 have been rejected.

Criteria: HUD regulations require the submission of audited FDS's within nine (9) months after the housing authority's fiscal year end. The required submission allows HUD's Real Estate Assessment Center (REAC) to score the housing authority utilizing its Public Housing Assessment System (PHAS) scoring methodology codified in 24 CFR Part 902.

Questioned Costs: None

Effect: When submissions of the FDS are not made in a timely manner (or corrective action is not taken when requested by REAC) the scores received by a housing authority will be reduced. If the scoring by REAC is low enough, the housing authority may become a sub-standard performer and sanctions (including reductions in subsidies) may occur.

Cause: The FDS for FYE June 30, 2011 was initially submitted in a timely fashion. However, the audited housing assistance payments (HAP) did not agree with the HAP reported on the housing authority's Voucher Management System (VMS) reports. In addition, HUD requested that certain other information be provided upon its re-submission. The requested additional information was provided to the housing authority but the discrepancy between the filed VMS's and the audit report was not resolved. The submittal for FYE June 30, 2012 was delayed because the Executive Director of the housing authority, the fee accountant and auditor misunderstood the timing of the absorption of Village of Los Lunas Housing Authority into El Camino Real Housing Authority (formerly Socorro County Housing Authority) and a "re-audit" of the Section 8 Housing Choice Voucher (HCV) and Shelter Plus Care (SPC) programs became necessary to properly report the activities of these programs under the proper Annual Contribution Contract (ACC).

Auditors' Recommendations: The re-submittal for June 30, 2011 and the submittals for June 30, 2012 and 2013 should be done as soon as possible. All entities involved in the submittal and re-submittal process should co-operate with each other to ensure compliance. VMS reports should be reviewed for continued accuracy and amended as soon as practical, but no later than the unaudited FDS submission that is due 60 days after the housing authority's fiscal year end.

Agency's Response: Once the audited submission for June 30, 2011 (which was re-submitted on September 25, 2013) has been accepted by HUD REAC, then the audited submission for June 30, 2012 will be filed. The audited submission for June 30, 2013 will be filed within the nine month requirement. The unaudited submissions will be filed in the same manner.

The underlying problems with the VMS reporting will be addressed to insure that they are accurately reported and timely corrected, if necessary.

**SECTION VI – FEDERAL AWARD FINDINGS – COMPONENT UNIT – HOUSING AUTHORITY
(continued)**

**FAHA 2013-001 Inaccurate Voucher Management System (VMS) Reports – Significant Deficiency and
Compliance and Other Matters**

Federal Program Information:

Funding agency: U.S. Department of Housing and Urban Development
Title: Section 8 Housing Choice Vouchers
CFDA number: 14.871

Condition: During the audit for June 30, 2013 I noted that the annual combined totals from the monthly VMS reports were significantly higher than the amounts reported in the fee accountant's general ledger. It was also noted that units absorbed by the housing authority from port-ins were being reported as port-in in error (after absorption).

Criteria: The user's manual for the Voucher Management System (VMS) release 8.2.1.0 dated July 26, 2013 states that "The Voucher for Payment of Annual Contribution and Operating Statement, Form HUD 52681-B, is used by HUD to approve actual PHA program expenses for the PHA Fiscal year, and is the basis for reviewing PHA financial estimates for the subsequent fiscal year." The information provided to HUD on the VMS reports are an integral part of this process and their accuracy and timeliness are essential to this process.

Questioned Costs: None

Effect: Untimely and/or inaccurate reports could impact the Housing Authority's future years' funding. The Housing Authority needs to follow the submission timeframes established by the Financial Management Center on the submission periods.

Cause: Inadequate control and review by management of the housing authority and fee accountant.

Auditors' Recommendations: Each month, prior to submitting the monthly VMS data into the VMS System, the fee accountant's firm personnel should meet with the housing authority's personnel to determine the proper amounts to be recorded for each of the various types of housing assistance payments (Regular, Port-Out, Homeownership, Port-in, FSS etc.) and agreement should be reached on the amounts to be reported. If errors in reporting are found, the corrections should be made upon discovery and agreement. A reconciliation between amounts reported in the posting of the General Ledger and the amounts shown on the VMS reports should be prepared and retained for later review and confirmation.

Agency's Response: Currently the Housing Authority is using different systems for the HAP voucher processing that provides the information for the VMS reporting and a separate system for financial reporting. The reconciliations between the VMS reporting and the financial reporting has not been consistently performed. These issues will be addressed to identify procedures necessary to insure that the VMS reporting is accurate and agrees with the financial reporting.

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

None

STATE OF NEW MEXICO
Socorro County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

SECTION VIII – PRIOR YEAR AUDIT FINDINGS

Primary Government

- FS 02-01 Lack of Maintaining Capital Assets Listing – Material Weakness – Resolved
- FS 02-13 Lack of Maintaining Property Tax Roll Schedule – Other Matter – Repeated/Modified
- FS 02-14 Lack of Maintaining Property Tax Records – Material Weakness – Resolved
- FS 07-08 Lack of Proper Internal Controls – Material Weakness – Resolved
- FS 08-01 Preparation of Financial Statements – Material Weakness – Repeated
- FS 10-01 Entity Wide Control Deficiency – Material Weakness – Resolved
- FS 11-01 Capital Asset Disposals – Other Matter – Resolved
- FS 11-02 Stale Dated Checks – Other Matter – Resolved
- FS 11-03 Inadequate Documentation for Travel and Per Diem Expenditures – Other Matter – Resolved
- FS 12-01 Cash Appropriations in Excess of Available Cash Balances – Other Matter – Repeated/Modified
- FA 12-01 Noncompliance with Special Provision – Public Comment – Significant Deficiency/Noncompliance - Resolved

Component Unit – Housing Authority

- FAHA 2012-001 Late Filing of Audited FDS's – Significant Deficiency – Repeated/Modified
- FSHA 2012-002 Late Filing of Federal Clearinghouse Report – Significant Deficiency - Resolved
- FSHA 2012-003 Late Filing of Audited Financial Statements – Significant Deficiency – Repeated

Component Unit – Socorro Village

None

STATE OF NEW MEXICO
Socorro County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

SECTION VIII – PRIOR YEAR AUDIT FINDINGS (continued)

Primary Government – Federal Awards

FA 11-01 – Excluded Parties List – Significant Deficiency - Resolved

Component Unit – Housing Authority – Federal Awards

None

Component Unit – Socorro Village – Federal Awards

None

STATE OF NEW MEXICO
Socorro County
Other Disclosures
For the Year Ended June 30, 2013

OTHER DISCLOSURES

Exit Conference

An exit conference was held on November 14, 2013. In attendance were the following:

Representing Socorro County:

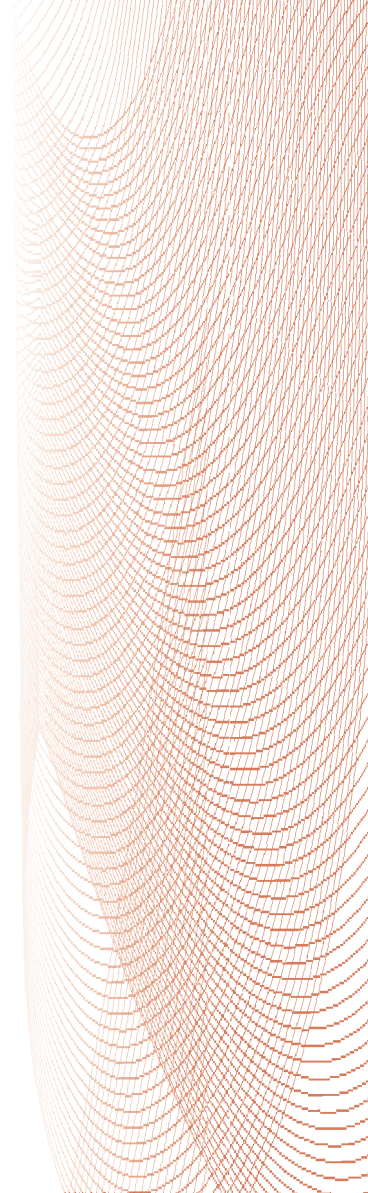
Pauline Jaramillo, County Commission Vice-Chair
Delilah Walsh, County Manager
Roberta Smith, Finance Director
Genevie Baca, Deputy Treasurer
Tina Lujan, County Treasurer

Representing Accounting & Consulting Group, LLP:

Ray Roberts, CPA, 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.



www.acgnm.com