

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



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## **INTRODUCTORY SECTION**

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STATE OF NEW MEXICO  
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Official Roster  
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<u>Name</u>		<u>Title</u>
	<b><u>Board of County Commissioners</u></b>	
Daniel Barrone		Chairman
Joe Mike Duran		Member
Nicklos Jaramillo		Member
Larry Sanchez		Member
Andrew Chavez		Member
	<b><u>Elected Officials</u></b>	
Darlene J. Vigil		County Assessor
Elaine S. Montano		County Clerk
Miguel A. Romero, Jr.		County Sheriff
Evangeline S. Romero		County Treasurer
	<b><u>Administrative Officials</u></b>	
Adam S. Baker		County Manager
Susan Trujillo		Finance Director

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**FINANCIAL SECTION**



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

## INDEPENDENT AUDITORS' REPORT

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
Taos County Manager and County Commission Taos County  
Taos, New Mexico

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the budgetary comparison for the General Fund and the aggregate remaining fund information of Taos County as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds, and the respective budgetary comparisons for the NMFA Debt Service Fund, the 2007 Refunding Series Debt Service Fund, the NMDOT CAP-COOP capital projects fund, the proprietary funds, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010 as listed in the table of contents. These financial statements are the responsibility of County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Taos County Housing Authority, which has been presented as an aggregate discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amount included for Taos County Housing Authority, is based 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Taos County, as of June 30, 2010, and the respective changes in financial position, and cash flows, where applicable, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the County as of June 30, 2010, and the respective changes in financial position and cash flows, thereof and the respective budgetary comparisons for the NMFA Debt Service Fund, the 2007 Refunding Series Debt Service Fund, the NM DOT CAP-COOP capital projects fund, the proprietary funds, and the remaining nonmajor governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2010 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The *Management's Discussion and Analysis* on pages 15 through 23 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations*, and is not a required part of the financial statements. The accompanying financial information listed as supporting Schedules I through V in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and each of the nonmajor governmental funds financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements and the nonmajor governmental funds 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 express no opinion on it.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
November 10, 2010

**STATE OF NEW MEXICO**  
Taos County  
Management's Discussion and Analysis  
June 30, 2010

As management of Taos County, we offer readers of Taos County financial statements this narrative overview and analysis of the financial activities of Taos County for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with the financial statements of Taos County and additional information provided.

**FINANCIAL HIGHLIGHTS**

- The assets of Taos County exceeded its liabilities at the close of the most recent fiscal year by \$67,997,978 (*net assets*)
- The government's total net assets increased by \$7,795,312 during the fiscal year.
- As of June 30, 2010, the County's governmental funds reported combined ending fund balances of \$32,161,804. Approximately 99% of this total amount, \$31,930,204, is unreserved fund balance available for spending at the government's discretion.
- At the close of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$6,185,496, or 78 percent of total general fund expenditures of \$7,920,166.
- Taos County's total debt decreased by \$4,551,081, during the current fiscal year.

**Overview of the Financial Statements**

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

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

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

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

Both of the government-wide financial statements distinguish functions of Taos County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Taos County include general government, public safety, public works, culture and recreation, and health and welfare. The business-type activities of the County include Solid Waste and Ambulance.

The government-wide financial statements can be found at Exhibits A-1 and A-2 of this report.

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**Fund financial statements.** A *fund* is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. Taos County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Taos County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Taos County maintains eighty-three individual governmental funds organized according to their type (special revenue, debt service and capital projects). Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for the General Fund, NMFA Debt Service Fund, the 2007 Refunding Series Debt Service Fund, and the NM DOT CAP-COOP all of which are considered to be major funds. Data from the other seventy-nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

Taos County adopts an annual appropriated budget for its general fund and all other funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. In addition, the individual financial statements of the non-major governmental fund types include budgetary comparison data.

The basic governmental fund financial statements can be found at Exhibits B-1 through C-1 of this report.

**Proprietary funds.** Proprietary funds are generally used to account for services for which the County charges customers – either outside customers or internal units or departments of the County. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The County maintains one type of proprietary fund:

**Enterprise funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the operations of the Solid Waste and Ambulance operations of the County. The enterprise funds are considered to be major funds of the County.

The basic proprietary fund financial statements can be found at Exhibits D-1 through D-3 of this report.

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

Taos County fiduciary funds account for the collection of property taxes and special fees and their remittance to other governmental agencies.

The basic fiduciary fund financial statement can be found at Exhibit E-1 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 44-68 of this report.

**Combining statements.** The combining statements referred to earlier in connection with non-major governmental funds and fiduciary funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 72-162 of this report.

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Management's Discussion and Analysis  
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**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Analysis of Net Assets**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Taos County, assets exceeded liabilities by \$67,997,978 at the close of the current fiscal year.

The largest portion's of Taos County's net assets represents the County's investment of \$45,520,431 in capital assets (e.g., land improvements, buildings, infrastructure and machinery & equipment), less any related outstanding debt used to acquire those assets. Taos County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Taos County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**TAOS COUNTY'S NET ASSETS\***  
**June 30, 2010 and 2009**

	<b>2010</b>		
	<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
<b>Assets</b>			
Current and other assets	\$ 17,874,660	\$ 631,031	\$ 18,505,691
Capital assets, net of accumulated depreciation	70,468,537	5,059,954	75,528,491
Other noncurrent assets	16,662,602	-	16,662,602
<b>Total assets</b>	<b>105,005,799</b>	<b>5,690,985</b>	<b>110,696,784</b>
<b>Liabilities</b>			
Long-term liabilities outstanding	37,518,040	71,069	37,589,109
Other liabilities	4,982,788	126,909	5,109,697
<b>Total liabilities</b>	<b>42,500,828</b>	<b>197,978</b>	<b>42,698,806</b>
<b>Net Assets</b>			
Invested in capital assets, net of related debt	40,460,477	5,059,954	45,520,431
Restricted	14,823,645	-	14,823,645
Unrestricted	7,220,849	433,053	7,653,902
<b>Total net assets</b>	<b>62,504,971</b>	<b>5,493,007</b>	<b>67,997,978</b>
<b>Total liabilities and net assets</b>	<b>\$ 105,005,799</b>	<b>\$ 5,690,985</b>	<b>\$ 110,696,784</b>



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	<b>2009</b>		
	<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
<b>Assets</b>			
Current and other assets	\$ 17,745,546	\$ 442,042	\$ 18,187,588
Capital assets, net of accumulated depreciation	48,787,951	5,315,861	54,103,812
Other noncurrent assets	35,161,153	-	35,161,153
<b>Total assets</b>	<b>101,694,650</b>	<b>5,757,903</b>	<b>107,452,553</b>
<b>Liabilities</b>			
Long-term liabilities outstanding	42,159,133	49,070	42,208,203
Other liabilities	4,900,951	140,733	5,041,684
<b>Total liabilities</b>	<b>47,060,084</b>	<b>189,803</b>	<b>47,249,887</b>
<b>Net Assets</b>			
Invested in capital assets, net of related debt	32,371,056	5,284,976	37,656,032
Restricted	14,660,530	-	14,660,530
Unrestricted	7,602,980	283,124	7,886,104
<b>Total net assets</b>	<b>54,634,566</b>	<b>5,568,100</b>	<b>60,202,666</b>
<b>Total liabilities and net assets</b>	<b>\$ 101,694,650</b>	<b>\$ 5,757,903</b>	<b>\$ 107,452,553</b>

At the end of the current fiscal year, Taos County is able to report positive balances in all three categories of net assets, for the government as a whole as well as for the business-type activities.

**Analysis of Changes in Net Assets**

The County's net assets overall increased by \$7,795,312 during the current fiscal year. These increases are explained in the government and business-type activities discussion below, and are primarily a result of the capitalization of capital asset acquisitions and infrastructure improvements.

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Management's Discussion and Analysis  
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**Changes in Net Assets**  
**For the Years Ended June 30, 2010 and 2009**

	<b>2010</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Revenues</b>			
Program revenues:			
Charges for services	\$ 821,885	\$ 1,859,764	\$ 2,681,649
Operating grants and contributions	7,839,143	-	7,839,143
Capital grants and contributions	1,475,456	-	1,475,456
General revenues:			
Property taxes	8,970,764	-	8,970,764
Gross receipts taxes	9,094,447	188,745	9,283,192
Motor vehicle and fuel taxes	171,184	-	171,184
Lodgers taxes	227,138	-	227,138
Other taxes	4,471	-	4,471
Miscellaneous revenue	71,163	29,407	100,570
Unrestricted investment earnings	541,446	-	541,446
Transfers	(428,705)	428,705	-
Special item- debt forgiven	15,000	-	15,000
Loss on disposal of assets	-	-	-
Total Revenues	<u>28,803,392</u>	<u>2,506,621</u>	<u>31,310,013</u>
Program expenses:			
General government	8,429,897	-	8,429,897
Public safety	3,387,816	-	3,387,816
Culture and recreation	353,146	-	353,146
Health and welfare	2,165,182	-	2,165,182
Public works	3,753,455	-	3,753,455
Education	760,699	-	760,699
Interest and other charges	2,069,551	-	2,069,551
Amortization	13,241	-	13,241
Business-type activities	-	2,581,714	2,581,714
Total Expenses	<u>20,932,987</u>	<u>2,581,714</u>	<u>23,514,701</u>
(Decrease) Increase in net assets	7,870,405	(75,093)	7,795,312
Net assets, beginning of year	<u>54,634,566</u>	<u>5,568,100</u>	<u>60,202,666</u>
Ending net assets	<u>\$ 62,504,971</u>	<u>\$ 5,493,007</u>	<u>\$ 67,997,978</u>

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	<b>2009</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Revenues</b>			
Program revenues:			
Charges for services	\$ 933,797	\$ 1,735,790	\$ 2,669,587
Operating grants and contributions	5,544,547	18,842	5,563,389
Capital grants and contributions	3,365,070	-	3,365,070
General revenues:			
Property taxes	9,219,467	-	9,219,467
Gross receipts taxes	9,969,099	230,083	10,199,182
Motor vehicle and fuel taxes	188,522	-	188,522
Lodgers taxes	247,609	-	247,609
Other taxes	8,690	-	8,690
Miscellaneous revenue	104,911	364	105,275
Unrestricted investment earnings	935,858	-	935,858
Transfers	(439,942)	439,942	-
Donated capital assets	249,801	-	249,801
Loss on disposal of assets	(38,700)	-	(38,700)
<b>Total Revenues</b>	<b>30,288,729</b>	<b>2,425,021</b>	<b>32,713,750</b>
Program expenses:			
General government	8,556,503	-	8,556,503
Public safety	3,689,523	-	3,689,523
Culture and recreation	415,183	-	415,183
Health and welfare	2,829,012	-	2,829,012
Public works	3,310,223	-	3,310,223
Education	2,577,186	-	2,577,186
Interest and other charges	2,114,679	-	2,114,679
Amortization	13,167	-	13,167
Business-type activities	-	2,444,778	2,444,778
<b>Total Expenses</b>	<b>23,505,476</b>	<b>2,444,778</b>	<b>25,950,254</b>
(Decrease) Increase in net assets	6,783,253	(19,757)	6,763,496
Net assets, beginning of year	47,851,313	5,587,857	53,439,170
Ending net assets	<u>\$ 54,634,566</u>	<u>\$ 5,568,100</u>	<u>\$ 60,202,666</u>

**Governmental activities.** Governmental activities increased Taos County's net assets by \$7,795,312. The County had capital asset acquisitions of \$24,294,890 and were capitalized on the Government-Wide Statements. Also, debt service related expenditures significantly increased during the current fiscal year due to the refunding bond.

**Business-type activities.** Business-type activities decreased the County's net assets by \$75,093. This decrease also attributed to depreciation expense of \$319,379.

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Management's Discussion and Analysis  
June 30, 2010

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

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

**Governmental funds.** The focus of Taos County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Taos County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of Governmental funds reported by the County include the General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds.

As of the end of the current fiscal year, Taos County's governmental funds reported combined ending fund balances of \$32,161,804, a decrease of \$18,310,787 in comparison with the prior year. Approximately 18 percent of this total amount, \$6,100,833 constitutes unreserved fund balance, which is available for spending at the government's discretion. A portion of the remainder of fund balance is unreserved and reported in the specified fund type because it is to be spent on a specified purpose and has already been committed to special revenue funds (\$7,083,501) and capital projects (\$1,969,481). The remainder of fund balance is reserved for prepaids (\$231,600) and to pay debt service (\$16,776,389).

Revenues for governmental functions overall totaled \$29,379,733 in the fiscal year ended June 30, 2010 which represents an increase of \$254,603 from the fiscal year ended June 30, 2009. Expenditures for governmental functions, totaling \$47,600,618, increased by approximately \$17,622,113 from the fiscal year ended June 30, 2009. In the fiscal year ended June 30, 2010, expenditures for governmental functions exceeded revenues by approximately \$18,220,885.

The General Fund is the chief operating fund of Taos County. At the end of the current fiscal year, *unreserved* fund balance of the general fund was \$6,100,833. As a measure of the general fund's liquidity, it may be useful to compare the unreserved fund balance to the total fund expenditures. Unreserved fund balance represents 76 percent of total general fund expenditures of \$7,920,166.

The fund balance of Taos County's general fund decreased by \$220,410 during the current fiscal year, this is due to operating transfer out of \$4,797,891. Overall, the general fund's performance resulted in revenues over expenditures in the fiscal year ended June 30, 2010 of \$4,092,569, an decrease of \$512,451 from the comparable figure from the prior year of \$4,605,020.

The NMFA Debt Service Fund has unreserved fund balance of \$10,742,141, all of which is unreserved, but restricted for debt service. The net decrease in fund balance during the current year was \$18,354,012.

The 2007 Refunding Series Debt Service Fund has a total fund balance of \$2,461,381, all of which is unreserved, but restricted for debt service. The net decrease in fund balance during the current year in the 2007 Refunding Series Debt Service Fund was \$40,828. The decrease is attributed to the extinguishment of bonds.

The NM DOT CAP-COOP Fund has a total deficit fund balance of \$309,272. The deficit is due to increased spending in the construction of the West Rim Road project, which has not been certified for payment by The NM Department of Transportation (DOT).

**Proprietary Funds.** The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

At the end of the fiscal year, the unrestricted net assets for Proprietary Funds were \$433,053. The funds also had net assets that were invested in capital assets, net of related debt of \$5,059,954. The total decrease in net assets for the enterprise funds was \$75,093.

**Fiduciary Funds.** The County maintains fiduciary funds for the assets of various agency funds. The amount of fiduciary funds due to others was \$3,579,295 for the fiscal year ended June 30, 2010.

**STATE OF NEW MEXICO**  
Taos County  
Management's Discussion and Analysis  
June 30, 2010

**General Fund Budgetary Highlights**

County budgets reflect the same pattern as seen in the revenues and expenditures of the County. The State of New Mexico budget process is defined under state law and regulation. To enhance the process of developing a budget at the county level, Taos County utilizes goals and objectives defined by the County Commissioners, community input meetings, long term plans and input from various staff groups to develop the County budget. County priorities are well defined through this process.

GASB Statement No. 34 does not require a statement presenting the overall result of the budget for each year; however, all major budgetary funds are required to be reported as a separate statement.

The total variation in revenues from the original and final budgets in the general fund was a decrease of \$143,844. The significant variation was in federal operating grants, which was a decrease of \$143,844. The decrease was due to a budget decrease for federal PILT monies. The total variation in expenditures from the original and final budgets in the general fund was \$6,729. The significant variation was in general government, which was an increase of \$6,729.

The County's final budget differs from the actual budget results due to variances between budgeted amounts and actual results during the fiscal year. The total variation in revenues from the final budget and actual results in the general fund was a favorable variance of \$973,869. The significant variations were in taxes, investment income and licenses and fees. The favorable variance was due to an increase in property tax collections and more business in the area creating higher gross receipts tax revenue during the fiscal year. The total variation in expenditures from the final budget and actual budget results in the general fund was a favorable variance of \$843,297. The significant variation was in general government. The favorable variance was due to disciplined spending and careful monitoring of the budget in each of the County's departments.

**Capital Asset and Debt Administration**

**Capital assets.** Taos County's capital assets for its governmental and business-type activities as of June 30, 2010 amount to \$75,460,426 (net of accumulated depreciation). Capital assets include land improvements, buildings, machinery & equipment, vehicles and infrastructure. The total increase in the County's capital assets (excluding accumulated depreciation and disposals) for the current fiscal year was \$24,290,297 for governmental activities. The only significant additions to both governmental and business-like activities capital assets was right of way and construction in progress to the County. The County also made significant improvements to buildings and roads within the County limits.

**Capital Assets, Net of Depreciation  
June 30, 2010**

	<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
<b>Capital Assets</b>			
Land	\$ 4,745,514	\$ -	\$ 4,745,514
Right of way	18,750,380	-	18,750,380
Construction in progress	22,679,288	-	22,679,288
Buildings and building improvements	9,251,067	9,798,589	19,049,656
Machinery and equipment	4,070,404	136,823	4,207,227
Vehicles	8,437,880	599,266	9,037,146
Infrastructure	38,084,368	-	38,084,368
 Total capital assets	 106,018,901	 10,534,678	 116,553,579
 Less: accumulated depreciation	 (35,550,364)	 (5,474,724)	 (41,025,088)
 Total capital assets, net of accumulated depreciation	 \$ 70,468,537	 \$ 5,059,954	 \$ 75,528,491

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**STATE OF NEW MEXICO**  
Taos County  
Management's Discussion and Analysis  
June 30, 2010

For government-wide financial statement presentation, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Fund financial statements record capital asset purchases as expenditures. See Note 6 in the accompanying notes to the financial statements for further information regarding capital assets.

**Debt Administration.** At the end of the current fiscal year, Taos County had total long-term obligations outstanding of \$41,178,567. Of this amount, \$6,600,000 is bonds payable and \$33,283,216 is notes payable. The remaining liabilities totaling \$1,295,351 consisted of capital leases in the amount of \$866,985, and compensated absences in the amount of \$522,247.

**Taos County's Outstanding Debt**  
**As of June 30, 2010**

	<b>June 30, 2010</b>		
	<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
Bonds payable	\$ 6,600,000	\$ -	\$ 6,600,000
Notes payable	33,283,216	-	33,283,216
Capital leases	866,985	-	866,985
Compensated absences	428,366	93,881	522,247
<b>Total long-term debt</b>	<b>\$ 41,178,567</b>	<b>\$ 93,881</b>	<b>\$ 41,272,448</b>

See Note 7 in the accompanying Notes to the Financial Statements for further information regarding Taos County's long-term debt.

**KNOWN FACTS, DECISIONS, OR CONDITIONS THAT WILL IMPACT FINANCIAL POSITION**

Please refer to the notes to financial statements for this information on pages 47-71.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of Taos County's finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, Taos County, 105 Albright Street, Suite A, Taos, New Mexico 87571. Please refer to Note 1 of the financial statements for information on obtaining financial statements for the Taos County Housing Authority.

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**BASIC  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**

Taos County

Statement of Net Assets

June 30, 2010

	<b>Primary Government</b>			<b>Taos County Housing Authority</b>
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	
<b>ASSETS</b>				
Current assets				
Cash and cash equivalents	\$ 13,285,521	\$ 217,980	\$ 13,503,501	\$ 266,488
Short term investments	2,035,061	-	2,035,061	-
Receivables				
Property taxes, net	1,587,915	-	1,587,915	-
Intergovernmental	734,563	29,941	764,504	-
Customers, net	-	369,410	369,410	26,497
Prepaid insurance	231,600	13,700	245,300	17,921
<b>Total current assets</b>	<b>17,874,660</b>	<b>631,031</b>	<b>18,505,691</b>	<b>310,906</b>
Noncurrent assets				
Restricted cash and cash equivalents	16,521,735	-	16,521,735	295,282
Bond issuance costs (net of accumulated amortization of \$43,964)	38,253	-	38,253	-
Bond underwriter discounts (net of accumulated amortization of \$142,701)	102,614	-	102,614	-
Capital assets	106,018,901	10,534,678	116,553,579	12,019,937
Less: accumulated depreciation	(35,550,364)	(5,474,724)	(41,025,088)	(7,779,377)
<b>Total noncurrent assets</b>	<b>87,131,139</b>	<b>5,059,954</b>	<b>92,191,093</b>	<b>4,535,842</b>
<b>Total assets</b>	<b>\$ 105,005,799</b>	<b>\$ 5,690,985</b>	<b>\$ 110,696,784</b>	<b>\$ 4,846,748</b>

The accompanying notes are an integral part of these financial statements

	<b>Primary Government</b>			<b>Taos County Housing Authority</b>
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	
<b>LIABILITIES AND NET ASSETS</b>				
Current liabilities				
Accounts payable	\$ 562,532	\$ 28,390	\$ 590,922	\$ 11,277
Accrued payroll	339,519	75,707	415,226	32,047
Accrued interest	251,464	-	251,464	-
Security deposits	-	-	-	68,524
Current portion of long-term obligations	3,752,981	-	3,752,981	-
Current portion of accrued compensated absences	76,292	22,812	99,104	13,366
Total current liabilities	<u>4,982,788</u>	<u>126,909</u>	<u>5,109,697</u>	<u>125,214</u>
Noncurrent liabilities				
Bond underwriter premiums (net of accumulated amortization of \$314,833)	168,746	-	168,746	-
Noncurrent portion of long-term obligations	36,997,220	-	36,997,220	-
Noncurrent portion of accrued compensated absences	352,074	71,069	423,143	23,999
Total noncurrent liabilities	<u>37,518,040</u>	<u>71,069</u>	<u>37,589,109</u>	<u>23,999</u>
Total liabilities	<u>42,500,828</u>	<u>197,978</u>	<u>42,698,806</u>	<u>149,213</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	40,460,477	5,059,954	45,520,431	4,240,560
Restricted for: (Note 13)				
Other	7,046,128	-	7,046,128	226,758
Debt service	5,768,146	-	5,768,146	-
Capital projects	2,009,371	-	2,009,371	-
Unrestricted	7,220,849	433,053	7,653,902	230,217
Total net assets	<u>62,504,971</u>	<u>5,493,007</u>	<u>67,997,978</u>	<u>4,697,535</u>
Total liabilities and net assets	<u>\$ 105,005,799</u>	<u>\$ 5,690,985</u>	<u>\$ 110,696,784</u>	<u>\$ 4,846,748</u>

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

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 8,429,897	\$ 821,274	\$ 6,117,598	\$ 1,322,974
Public safety	3,387,816	442	1,307,652	54,569
Culture and recreation	353,146	-	-	13,293
Health and welfare	2,165,182	140	413,893	-
Public works	3,753,455	29	-	84,620
Education	760,699	-	-	-
Interest and other charges	2,069,551	-	-	-
Amortization	13,241	-	-	-
Total governmental activities	<u>20,932,987</u>	<u>821,885</u>	<u>7,839,143</u>	<u>1,475,456</u>
Business-type activities:				
Solid waste	1,094,378	745,424	-	-
Ambulance	1,487,336	1,114,340	-	-
Total business-type activities	<u>2,581,714</u>	<u>1,859,764</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 23,514,701</u>	<u>\$ 2,681,649</u>	<u>\$ 7,839,143</u>	<u>\$ 1,475,456</u>
Component unit activities:				
Taos County Housing Authority	<u>\$ 3,811,679</u>	<u>\$ 315,892</u>	<u>\$ 3,053,321</u>	<u>\$ 610,952</u>

**General Revenues:**

Property taxes  
Gross receipts taxes  
Motor vehicle and fuel taxes  
Lodgers taxes  
Other taxes  
Miscellaneous revenue  
Unrestricted investment earnings  
Transfers  
Special item- debt forgiven

Total general revenues, transfers, and special items

Change in net assets

Beginning net assets

Ending net assets

The accompanying notes are an integral part of these financial statements

<b>Net (Expenses) Revenue and Changes in Net Assets</b>			
<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Taos County Housing Authority</b>
\$ (168,051)	\$ -	\$ (168,051)	\$ -
(2,025,153)	-	(2,025,153)	-
(339,853)	-	(339,853)	-
(1,751,149)	-	(1,751,149)	-
(3,668,806)	-	(3,668,806)	-
(760,699)	-	(760,699)	-
(2,069,551)	-	(2,069,551)	-
(13,241)	-	(13,241)	-
(10,796,503)	-	(10,796,503)	-
-	(348,954)	(348,954)	-
-	(372,996)	(372,996)	-
-	(721,950)	(721,950)	-
(10,796,503)	(721,950)	(11,518,453)	-
-	-	-	168,486
8,970,764	-	8,970,764	-
9,094,447	188,745	9,283,192	-
171,184	-	171,184	-
227,138	-	227,138	-
4,471	-	4,471	-
71,163	29,407	100,570	-
541,446	-	541,446	3,027
(428,705)	428,705	-	-
15,000	-	15,000	-
18,666,908	646,857	19,313,765	3,027
7,870,405	(75,093)	7,795,312	171,513
54,634,566	5,568,100	60,202,666	4,526,022
<u>\$ 62,504,971</u>	<u>\$ 5,493,007</u>	<u>\$ 67,997,978</u>	<u>\$ 4,697,535</u>

**STATE OF NEW MEXICO**

Taos County  
Balance Sheet  
Governmental Funds  
June 30, 2010

	General Fund	NMFA Debt Service Fund	2007 Refunding Series Debt Service
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
<i>Current</i>			
Cash and cash equivalents	\$ 4,048,546	\$ 10,742,141	\$ 2,461,381
Short term investments	2,035,061	-	-
Accounts receivable			
Property taxes, net	1,587,915	-	-
Intergovernmental	57,496	-	-
Prepaid insurance	84,663	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total current assets</i>	<u>\$ 7,813,681</u>	<u>\$ 10,742,141</u>	<u>\$ 2,461,381</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current liabilities</i>			
Accounts payable	\$ 62,336	\$ -	\$ -
Accrued payroll	233,309	-	-
Deferred revenue - property taxes	1,332,540	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total current liabilities</i>	<u>1,628,185</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Reserved			
Prepaid expenses	84,663	-	-
Unreserved, reported in			
General fund	6,100,833	-	-
Special revenue funds	-	-	-
Debt service funds	-	10,742,141	2,461,381
Capital projects funds	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total fund balances (deficit)</i>	<u>6,185,496</u>	<u>10,742,141</u>	<u>2,461,381</u>
<i>Total liabilities and fund balances</i>	<u>\$ 7,813,681</u>	<u>\$ 10,742,141</u>	<u>\$ 2,461,381</u>

The accompanying notes are an integral part of these financial statements

NM DOT CAP-COOP	Nonmajor Governmental Funds	Total Governmental Funds
\$ 3,426	\$ 12,551,762	\$ 29,807,256
-	-	2,035,061
-	-	1,587,915
-	677,067	734,563
-	146,937	231,600
<u>\$ 3,426</u>	<u>\$ 13,375,766</u>	<u>\$ 34,396,395</u>
\$ 312,698	\$ 187,498	\$ 562,532
-	106,210	339,519
-	-	1,332,540
<u>312,698</u>	<u>293,708</u>	<u>2,234,591</u>
-	146,937	231,600
-	-	6,100,833
-	7,083,501	7,083,501
-	3,572,867	16,776,389
(309,272)	2,278,753	1,969,481
<u>(309,272)</u>	<u>13,082,058</u>	<u>32,161,804</u>
<u>\$ 3,426</u>	<u>\$ 13,375,766</u>	<u>\$ 34,396,395</u>

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**STATE OF NEW MEXICO**  
Taos County  
Reconciliation of the Balance Sheet to the Statement of Net Assets  
Governmental Funds  
June 30, 2010

Exhibit B-1  
(Page 2 of 2)

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

Fund balances - total governmental funds	\$ 32,161,804
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	70,468,537
Bond issuance costs	38,253
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities.	1,332,540
Certain liabilities, including bonds payable, deferred charges, accrued interest, 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:	
Bond premiums	(168,746)
Bond discounts	102,614
Accrued interest expense	(251,464)
General obligation, revenue bonds and notes payable	(40,750,201)
Current and long-term portions of compensated absences	(428,366)
	(428,366)
Net assets - governmental activities	\$ 62,504,971

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Taos County  
Statements of Revenues, Expenditures and Changes in Fund Balance  
Governmental Funds  
For the Year Ended June 30, 2010

<i>Revenues</i>	General Fund	NMFA Debt Service Fund	2007 Refunding Series Debt Service
Taxes:			
Property	\$ 8,929,550	\$ -	\$ -
Gross receipts	833,213	-	3,051,147
Gasoline and motor vehicle taxes	-	-	-
Other	2,849	-	-
Intergovernmental:			
Federal operating grants	1,462,735	-	-
Federal capital grants	-	-	-
State operating grants	268,426	-	-
State capital grants	-	-	-
Local sources	-	-	-
Charges for services	10,219	-	-
Licenses and fees	333,671	-	-
Investment income	111,226	13,515	126
Miscellaneous	60,846	-	-
<i>Total revenues</i>	<u>12,012,735</u>	<u>13,515</u>	<u>3,051,273</u>
<i>Expenditures</i>			
Current			
General government	7,870,139	-	-
Public safety	998	-	-
Public works	-	-	-
Health and welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	49,029	18,288,415	-
Debt service			
Principal	-	-	2,780,000
Interest	-	200	312,101
Loan setup costs	-	-	-
<i>Total expenditures</i>	<u>7,920,166</u>	<u>18,288,615</u>	<u>3,092,101</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>4,092,569</u>	<u>(18,275,100)</u>	<u>(40,828)</u>
<i>Other financing sources (uses)</i>			
Loan proceeds	-	-	-
Operating transfers in	484,912	-	-
Operating transfers out	(4,797,891)	(78,912)	-
<i>Total other financing sources (uses)</i>	<u>(4,312,979)</u>	<u>(78,912)</u>	<u>-</u>
<i>Net change in fund balances</i>	(220,410)	(18,354,012)	(40,828)
<i>Fund balances - beginning of year</i>	<u>6,405,906</u>	<u>29,096,153</u>	<u>2,502,209</u>
<i>Fund balances - end of year</i>	<u>\$ 6,185,496</u>	<u>\$ 10,742,141</u>	<u>\$ 2,461,381</u>

The accompanying notes are an integral part of these financial statements

NM DOT CAP-COOP	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 203,850	\$ 9,133,400
-	5,210,087	9,094,447
-	171,184	171,184
-	228,760	231,609
-	630,647	2,093,382
-	90,523	90,523
3,555,301	1,922,034	5,745,761
-	280,863	280,863
-	1,104,070	1,104,070
-	531	10,750
-	477,464	811,135
-	416,579	541,446
-	10,317	71,163
<u>3,555,301</u>	<u>10,746,909</u>	<u>29,379,733</u>
-	222,579	8,092,718
-	2,886,269	2,887,267
-	1,998,066	1,998,066
-	2,165,862	2,165,862
-	314,119	314,119
-	760,699	760,699
3,867,999	2,089,447	24,294,890
-	2,306,650	5,086,650
-	1,684,829	1,997,130
-	3,217	3,217
<u>3,867,999</u>	<u>14,431,737</u>	<u>47,600,618</u>
<u>(312,698)</u>	<u>(3,684,828)</u>	<u>(18,220,885)</u>
-	338,803	338,803
-	6,638,788	7,123,700
-	(2,675,602)	(7,552,405)
-	4,301,989	(89,902)
(312,698)	617,161	(18,310,787)
<u>3,426</u>	<u>12,464,897</u>	<u>50,472,591</u>
<u>\$ (309,272)</u>	<u>\$ 13,082,058</u>	<u>\$ 32,161,804</u>

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**STATE OF NEW MEXICO**

Taos County

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

Exhibit B-2  
(Page 2 of 2)

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

Net change in fund balances - total governmental funds	\$ (18,310,787)
--	-----------------

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	24,294,890
Depreciation expense	(2,614,304)

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 the property taxes receivable	(162,636)
---	-----------

Expenses in the Statement of Activities that do not require current financial resources are not reported as expenditures in the funds:

Increase in accrued compensated absences	(17,160)
Increase in accrued interest expense	(112,132)

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

Amortization of current bond issuance costs	(13,241)
Capitalize current year loan setup costs	3,217
Amortization of bond premiums	80,597
Amortization of bond discounts	(40,886)
Loan proceeds	(338,803)
Property valuation loan forgiven	15,000
Principal payments on bonds and capital leases	5,086,650

Changes in net assets - governmental activities	<u><u>\$ 7,870,405</u></u>
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The accompanying notes are an integral part of these financial statements

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## STATE OF NEW MEXICO

Exhibit C-1

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

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ 8,054,262	\$ 8,054,262	\$ 8,924,179	\$ 869,917
Gross receipts	837,411	837,411	945,706	108,295
Gasoline and motor vehicle	-	-	-	-
Other	2,500	2,500	2,944	444
Intergovernmental income				
Federal operating grants	1,610,083	1,459,510	1,459,634	124
Federal capital grants	-	-	-	-
State operating grants	230,000	230,000	269,243	39,243
State capital grants	-	-	-	-
Local				
Charges for services	17,050	17,050	10,219	(6,831)
Licenses and fees	335,825	335,825	340,260	4,435
Interest income	180,000	180,000	113,571	(66,429)
Miscellaneous	24,500	31,229	55,900	24,671
<i>Total revenues</i>	<u>11,291,631</u>	<u>11,147,787</u>	<u>12,121,656</u>	<u>973,869</u>
<i>Expenditures</i>				
Current				
General government	8,677,730	8,629,269	7,799,034	830,235
Public safety	1,000	1,000	998	2
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	55,190	54,330	860
Debt service				
Principal	12,200	12,200	-	12,200
Interest	-	-	-	-
<i>Total expenditures</i>	<u>8,690,930</u>	<u>8,697,659</u>	<u>7,854,362</u>	<u>843,297</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>2,600,701</u>	<u>2,450,128</u>	<u>4,267,294</u>	<u>1,817,166</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,660,205	1,862,851	-	(1,862,851)
Transfers in	-	-	-	-
Transfers out	(4,260,906)	(4,312,979)	(4,312,979)	-
<i>Total other financing sources (uses)</i>	<u>(2,600,701)</u>	<u>(2,450,128)</u>	<u>(4,312,979)</u>	<u>(1,862,851)</u>
<i>Net change in fund balances</i>	-	-	(45,685)	(45,685)
<i>Fund balances - beginning of year</i>	-	-	6,129,292	6,129,292
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,083,607</u>	<u>\$ 6,083,607</u>
Net change in fund balances (budget basis)				\$ (45,685)
Adjustments to revenues for property tax, licenses and fees, and gross receipts taxes				(108,921)
Adjustments to expenditures for general government expenses				(65,804)
Net change in fund balances (GAAP basis)				<u>\$ (220,410)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Exhibit D-1

Taos County  
Statement of Net Assets  
Proprietary Funds  
June 30, 2010

	<u>Enterprise Funds</u>		<u>Total</u>
	<u>Solid Waste</u>	<u>Ambulance</u>	
<b>Assets</b>			
Current assets			
Cash and cash equivalents	\$ 86,104	\$ 131,876	\$ 217,980
Customer receivables, net	-	369,410	369,410
Intergovernmental	29,941	-	29,941
Prepaid insurance	4,889	8,811	13,700
Internal balances	109,938	(109,938)	-
Total current assets	<u>230,872</u>	<u>400,159</u>	<u>631,031</u>
Noncurrent assets			
Capital assets	481,873	10,052,805	10,534,678
Less: accumulated depreciation	(357,881)	(5,116,843)	(5,474,724)
Total noncurrent assets	<u>123,992</u>	<u>4,935,962</u>	<u>5,059,954</u>
Total assets	<u>\$ 354,864</u>	<u>\$ 5,336,121</u>	<u>\$ 5,690,985</u>
<b>Liabilities and net assets</b>			
Liabilities			
Current liabilities			
Accounts payable	\$ 28,390	\$ -	\$ 28,390
Accrued payroll	27,198	48,509	75,707
Accrued compensated absences	10,241	12,571	22,812
Total current liabilities	<u>65,829</u>	<u>61,080</u>	<u>126,909</u>
Noncurrent liabilities			
Accrued compensated absences	31,904	39,165	71,069
Total noncurrent liabilities	<u>31,904</u>	<u>39,165</u>	<u>71,069</u>
Total liabilities	<u>97,733</u>	<u>100,245</u>	<u>197,978</u>
Net assets			
Invested in capital assets, net of related debt	123,992	4,935,962	5,059,954
Unrestricted	133,139	299,914	433,053
Total net assets	<u>\$ 257,131</u>	<u>\$ 5,235,876</u>	<u>\$ 5,493,007</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Exhibit D-2

Taos County

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2010

	Enterprise Funds		Total
	Solid Waste	Ambulance	
Operating revenues:			
Charges for services	\$ 745,424	\$ 1,114,340	\$ 1,859,764
Total operating revenues	745,424	1,114,340	1,859,764
Operating expenses:			
Depreciation	40,942	278,437	319,379
Personnel services	651,538	1,089,809	1,741,347
Administration	95,276	55,521	150,797
Contractual services	249,772	17,277	267,049
Maintenance and materials	56,850	46,292	103,142
Total operating expenses	1,094,378	1,487,336	2,581,714
Operating income (loss)	(348,954)	(372,996)	(721,950)
Non-operating revenues (expenses):			
Gross receipts tax	188,745	-	188,745
Miscellaneous income	28,587	820	29,407
Total non-operating revenues (expenses)	217,332	820	218,152
Transfers in	75,000	353,705	428,705
Change in net assets	(56,622)	(18,471)	(75,093)
Net assets, beginning of year	313,753	5,254,347	5,568,100
Net assets, end of year	\$ 257,131	\$ 5,235,876	\$ 5,493,007

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Taos County  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2010

Exhibit D-3

	Enterprise Funds		
	Solid Waste	Ambulance	Totals
<i>Cash Flows From Operating Activities:</i>			
Cash received from customers	\$ 740,209	\$ 833,079	\$ 1,573,288
Cash paid to suppliers and employees	(1,028,456)	(1,192,684)	(2,221,140)
<i>Net Cash Used by Operating Activities</i>	(288,247)	(359,605)	(647,852)
<i>Cash Flows From Non-Capital Financing Activities:</i>			
Operating transfers in (out)	75,000	353,705	428,705
Miscellaneous income	28,587	820	29,407
<i>Net Cash Provided by Non-Capital Financing Activities</i>	103,587	354,525	458,112
<i>Cash Flows From Capital and Related Financing Activities</i>			
Acquisition of capital assets	-	(63,472)	(63,472)
Principal payments on capital leases	(30,885)	-	(30,885)
Gross receipts tax	188,745	-	188,745
<i>Net Cash Provided (Used) by Capital and Related Financing Activities</i>	157,860	(63,472)	94,388
Net decrease in cash and cash equivalents	(26,800)	(68,552)	(95,352)
Cash and cash equivalents, beginning of year	112,904	200,428	313,332
Cash and cash equivalents, end of year	\$ 86,104	\$ 131,876	\$ 217,980
<i>Reconciliation of Operating Loss to Net Cash Used by Operating Activities:</i>			
Operating loss	\$ (348,954)	\$ (372,996)	\$ (721,950)
Adjustments to reconcile operating loss to net cash used by operating activities:			
Depreciation	40,942	278,437	319,379
Change in assets and liabilities:			
Accounts receivable	(5,215)	(281,261)	(286,476)
Prepaid insurance	2,337	(202)	2,135
Accounts payable	7,746	(396)	7,350
Accrued payroll	3,777	10,492	14,269
Accrued compensated absences	11,120	6,321	17,441
<i>Net Cash Used by Operating Activities</i>	\$ (288,247)	\$ (359,605)	\$ (647,852)

The accompanying notes are an integral part of these financial statements

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

Exhibit E-1

**ASSETS**

Cash and cash equivalents	\$ 715,675
Property taxes receivable	<u>2,863,620</u>
<i>Total assets</i>	<u><u>\$ 3,579,295</u></u>

**LIABILITIES**

Due to other taxing units	<u>\$ 3,579,295</u>
<i>Total liabilities</i>	<u><u>\$ 3,579,295</u></u>

The accompanying notes are an integral part of these financial statements

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

**NOTE 1. Summary of Significant Accounting Policies**

Taos County is a political sub-division of the State of New Mexico established and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissioners-manager form of government and provides the following services as authorized by public law: public safety (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

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

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

This summary of significant accounting policies of the County is presented to assist in the understanding of County's financial statements. The financial statements and notes are the representation of the County's management who is responsible for their integrity and objectivity. The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their government-wide financial statements, subject to the same limitation. The County has elected not to follow subsequent private-sector guidance. The more significant of the County's accounting policies are described below.

*A. Financial Reporting Entity*

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

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

**NOTE 1. Summary of Significant Accounting Policies (continued)**

*A. Financial Reporting Entity (continued)*

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

Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the following is a brief review of the component unit addressed in defining the County's reporting entity.

*Discretely Presented Component Unit*

*Taos County Housing Authority (The Authority):* The Authority has been discretely presented as a component unit of Taos County. This component unit has separate elected and/or appointed board and provides services to residents, generally within the geographic boundaries of the government. The New Mexico State Auditor, through Regulation 2 NMAC 2.2, requires the inclusion of this unit in the reporting entity.

The Housing Authority was audited by another auditor and has 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 reports. The financial statements for the Taos County Housing Authority can be obtained by writing to Taos County Housing Authority, 525 Ranchitos Road, Unit 962, Taos, NM 87571.

*B. Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

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

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and 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. 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 available. 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.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

The County reports the following major governmental funds:

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.

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

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

The *NMFA Debt Service Fund* is used to account for the accumulation of resources and payment on the NMFA Debt Service.

The *2007 Refunding Series Debt Service fund* is used to account for revenues received for the purchase of equipment. Authority for this fund is established by an Ordinance of the County Commission.

The *NM DOT CAP-COOP capital projects fund* is used to account for revenues received for road improvements. Authority for this fund is established by an Ordinance of the County Commission.

The County reports the following major proprietary funds:

The *Solid Waste Fund* accounts for the provision of garbage and refuse removal services to the residents of Taos County. All activities necessary to provide such services are accounted for in this fund.

The *Ambulance Fund* accounts for the collection of ambulance fees and the expenses of rendering ambulance services.

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 government's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 includes 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 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.

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

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

The County reports all direct expenses by function in the Statement of Activities. The County does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the solid waste and ambulance funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses

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.

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

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

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

Investments for the County are reported at fair value. The State Treasurer's Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

**Receivables and Payables:** Interfund activity is reported as either 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 or between proprietary 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.



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

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

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 uncollectible 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 10<sup>th</sup> are considered delinquent. The taxes attach as an enforceable lien on property as of January 1st.

**Prepaid Items:** Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide, fund and proprietary 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 assets), are reported in the applicable governmental 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. Taos County was a Phase II government for purposes of implementing GASB 34. Therefore, the County was required to report its major general infrastructure assets retroactively to June 30, 1980. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense capitalized by the County during the current fiscal year was \$0. No interest was included as part of the cost of capital assets under construction.

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	30
Buildings and building improvements	40-45
Machinery, equipment, and vehicles	5-10

**Accrued Expenses:** Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2010, along with applicable PERA and Retiree Health Care contributions.

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

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

**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 earnings 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 accounting, 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.

**Compensated Absences:** Qualified employees are entitled to accumulate annual leave according to a graduated leave schedule depending on length of service. No more than two hundred forty (240) hours of annual leave, may be carried forward from one calendar year to the next. All excess annual leave shall be forfeited, if not used, unless extenuating circumstances warrant approval of an extension by the Board of County Commissioners of Taos County.

Qualified employees are entitled to accumulate sick leave. Sick leave can be carried over from year to year up to 1200 hours. Upon termination, employees receive no pay for sick time accumulated. Employees eligible for retirement who have more than six hundred (600) hours of sick leave upon retirement from the County shall be paid for each hour in excess of six hundred (600) hours at the rate of on half (1/2) their hourly rate of pay at the time of retirement.

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

**Long-term Obligations:** In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or the straight-line method if the difference from using the effective method is inconsequential. Bonds payable are reported net of the applicable bond premium or discount. For fund financial reporting, bond premiums, discounts as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as other financing sources net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

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

*Government-wide Statements*

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

- a. Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

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

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

- b. Restricted Net Assets: Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted Net Assets: All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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

**NOTE 2. Stewardship, Compliance and Accountability**

*Budgetary Information*

Annual budgets of the County are prepared prior to June 1 and must be approved by resolution of the County Commissioners, and submitted to the Department of Finance and Administration for State approval. Once the budget has been formally approved, any amendments must also be approved by the County Commissioners and the Department of Finance and Administration. A separate budget is prepared for each fund except for the NMFA Debt Service 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 cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

The budgetary information presented in these financial statements has been properly amended by County Commissioners in accordance with the above procedures. These amendments resulted in the following changes:

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ 2,600,701	\$ 2,450,128
NMFA Debt Service Fund	\$ (29,135,113)	\$ (29,029,538)
2007 Refunding Series Debt Service Fund	\$ 18,052	\$ (499,673)
NM DOT CAP-COOP	\$ -	\$ -
Solid Waste Proprietary	\$ (112,905)	\$ (113,324)
Ambulance Proprietary	\$ (200,429)	\$ (200,429)
Non-major funds	\$ (18,566,219)	\$ (13,736,921)

The accompanying Statements of Revenue, 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.

**STATE OF NEW MEXICO**  
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**NOTE 2. Stewardship, Compliance and Accountability (continued)**

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

**NOTE 3. Deposits and Investments**

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, the state investment pool, money market accounts, and United States Government obligations. The County is not aware of any invested funds that did not meet the State investment requirements as of June 30, 2010.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the County. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution.

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

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

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

*Custodial Credit Risk – Deposits* Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk, other than following state statutes as set forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2010, \$8,143,751 of the County's bank balance of \$14,794,755 was subject to custodial credit risk. \$5,356,347 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the County's name. \$2,787,404 was uninsured and uncollateralized at June 30, 2010.

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

**NOTE 3. Deposits and Investments (continued)**

	First Community Bank	Centinel Bank	Peoples Bank	Total
Total amount of deposits	\$ 7,879,818	\$ 5,494,291	\$ 1,420,646	\$ 14,794,755
"Transaction Account Guarantee Program"	5,884,855	16,149	-	5,901,004
FDIC coverage	250,000	250,000	250,000	750,000
Total uninsured public funds	1,744,963	5,228,142	1,170,646	8,143,751
Collateralized by securities held by the pledging institution or by its trust department or agent in other than the District's name	1,744,963	2,687,344	924,040	5,356,347
Uninsured and uncollateralized	\$ -	\$ 2,540,798	\$ 246,606	\$ 2,787,404
Collateral requirement (50% of uninsured)	\$ 872,482	\$ 2,614,071	\$ 585,323	\$ 4,071,876
Pledged securities	1,843,634	2,687,344	924,040	5,455,018
Over (under) collateralization	\$ 971,153	\$ 73,273	\$ 338,717	\$ 1,383,143

The collateral pledged is listed on Schedule I in this report. The types of collateral allowed 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**

The County's investments at June 30, 2010 include the following:

Investments	Maturities	Fair Value	Rating
U.S. Treasury Money Market Mutual Funds	< 365 Days	\$ 25,210,030	AAA

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

*Concentration of Credit Risk – Investments.* For an investment, concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County does not have a policy limiting the concentration of credit risk except to follow applicable statute at Section 6-10-10, NMSA 1978 regarding allowable local government investment. At June 30, 2010, the investments in the U.S. Treasury Money Market Mutual Funds are 100% of the County's investment portfolio.

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

**NOTE 3. Deposits and Investments (continued)**

Reconciliation to Statement of Net Assets

Cash and cash equivalents per Exhibit A-1	\$ 13,503,501
Investments per Exhibit A-1	2,035,061
Restricted cash and cash equivalents per Exhibit A-1	16,521,735
	32,060,297
Add: outstanding checks and other reconciling items	7,231,163
	39,291,460
Less: Petty cash	(2,350)
Less: US Treasury Money Market Funds	(25,210,030)
Add: Agency cash per Exhibit E-1	715,675
	14,794,755
Bank balance of deposits	\$ 14,794,755

**NOTE 4. Accounts Receivable**

Accounts receivable as of June 30, 2010, are as follows:

	General Fund	Nonmajor Governmental Funds	Enterprise Funds	Total
Property taxes receivable	\$ 1,741,150	\$ -	\$ -	\$ 1,741,150
Intergovernmental:				
Federal	3,101	-	-	3,101
State	47,763	237,120	-	284,883
Gross receipts taxes	-	376,312	29,941	406,253
Lodgers taxes	-	13,874	-	13,874
Gasoline taxes	-	19,022	-	19,022
Other fee's	6,632	30,739	-	37,371
Customers receivables	-	-	4,386,852	4,386,852
Allowance for doubtful accounts	(153,235)	-	(4,017,442)	(4,170,677)
	-	-	-	-
Total	\$ 1,645,411	\$ 677,067	\$ 399,351	\$ 2,721,829

In accordance with GASB No. 33, the property tax revenues that were not collected within the period of availability, \$1,332,540, have been reclassified as deferred revenue in the governmental fund financial statements. However, of the County's property tax total of \$1,741,150, \$153,235 have been deemed uncollectible for a net realizable property tax receivable of \$1,587,915. Also, the total customer receivables for EMS is \$2,960,498, however it has been deemed that a majority of these amounts are not collectible. The total amount uncollectible at year end is \$2,591,088, for a net realizable receivable of \$369,410. The total receivable for Solid Waste is \$1,426,354, however the full amount is deemed uncollectible at year end, resulting in a realizable receivable of \$0.

Other than the above mentioned amounts, all receivables are deemed collectible and will be collected within one year.

**STATE OF NEW MEXICO**  
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Notes to the Financial Statements  
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**NOTE 5. Interfund Receivables, Payables, and Transfers**

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

	<u>Transfers In</u>	<u>Transfers Out</u>
<b>Governmental Activities:</b>		
<b>Major Funds:</b>		
General Fund	\$ 484,912	\$ -
Non Major Funds	-	484,912
Non Major Funds	4,797,891	-
General Fund	-	4,797,891
Non Major Funds	78,912	-
NMFA Debt Service Fund	-	78,912
<b>All other Transfers</b>		
Non Major Funds:	1,761,985	1,761,985
<b>Business-type Activities:</b>		
Solid Waste Fund	75,000	-
Ambulance Fund	353,705	-
Non-Major Funds	-	428,705
	<u>\$ 7,552,405</u>	<u>\$ 7,552,405</u>

The composition of interfund balances during the year ended June 30, 2010 were as follows:

	<u>Due From</u>	<u>Due To</u>
<b>Business-type Activities:</b>		
Solid Waste Fund	\$ 109,938	\$ -
Ambulance Fund	-	109,938
	<u>\$ 109,938</u>	<u>\$ 109,938</u>

**STATE OF NEW MEXICO**  
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**NOTE 6. Capital Assets**

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

Capital Assets used in Governmental Activities:	Balance 6/30/2009	Additions	Deletions	Balance 6/30/2010
Capital assets not depreciated:				
Land	\$ 4,729,812	\$ 15,702	\$ -	\$ 4,745,514
Right of way	18,750,380	-	-	18,750,380
Construction in progress	4,295,303	18,383,985	-	22,679,288
Total not depreciated	<u>27,775,495</u>	<u>18,399,687</u>	<u>-</u>	<u>46,175,182</u>
Capital assets being depreciated:				
Infrastructure	33,680,338	4,404,030	-	38,084,368
Buildings & improvements	8,697,437	553,630	-	9,251,067
Machinery & equipment	3,494,824	575,580	-	4,070,404
Vehicles	8,075,917	361,963	-	8,437,880
Total being depreciated	<u>53,948,516</u>	<u>5,895,203</u>	<u>-</u>	<u>59,843,719</u>
Total capital assets	<u>81,724,011</u>	<u>24,294,890</u>	<u>-</u>	<u>106,018,901</u>
Less accumulated depreciation				
Infrastructure	(21,955,800)	(1,232,620)	-	(23,188,420)
Building & improvements	(3,172,813)	(247,690)	-	(3,420,503)
Machinery & equipment	(1,902,427)	(417,481)	-	(2,319,908)
Vehicles	(5,905,020)	(716,513)	-	(6,621,533)
Total accumulated depreciation	<u>(32,936,060)</u>	<u>(2,614,304)</u>	<u>-</u>	<u>(35,550,364)</u>
Net capital assets	<u>\$ 48,787,951</u>	<u>\$ 21,680,586</u>	<u>\$ -</u>	<u>\$ 70,468,537</u>

Depreciation expense for the year ended June 30, 2010 was charged to governmental activities as follows:

General Government	\$ 337,129
Public Safety	492,223
Public Works	1,670,815
Culture and Recreation	<u>114,137</u>
Total depreciation expense, governmental activities	<u>\$ 2,614,304</u>



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

**NOTE 6. Capital Assets (continued)**

Capital Assets used in Business-type Activities:	Balance 6/30/2009	Additions and Transfers In	Deletions and Transfers Out	Balance 6/30/2010
Capital assets being depreciated:				
Buildings & improvements	\$ 9,798,589	\$ -	\$ -	\$ 9,798,589
Machinery & equipment	101,484	35,339	-	136,823
Vehicles	571,133	28,133	-	599,266
Total being depreciated	<u>10,471,206</u>	<u>63,472</u>	<u>-</u>	<u>10,534,678</u>
Total capital assets	<u>10,471,206</u>	<u>63,472</u>	<u>-</u>	<u>10,534,678</u>
Less accumulated depreciation				
Building & improvements	(4,682,316)	(249,287)	-	(4,931,603)
Machinery & equipment	(45,996)	(13,105)	-	(59,101)
Vehicles	(427,033)	(56,987)	-	(484,020)
Total accumulated depreciation	<u>(5,155,345)</u>	<u>(319,379)</u>	<u>-</u>	<u>(5,474,724)</u>
Net capital assets	<u>\$ 5,315,861</u>	<u>\$ (255,907)</u>	<u>\$ -</u>	<u>\$ 5,059,954</u>

Depreciation expense charged to business-type activities for the year ended June 30, 2010 was \$319,379.

**STATE OF NEW MEXICO**  
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**NOTE 7. Long-term Debt**

**Governmental Activities:**

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

<b>Governmental Activities</b>	Balance			Balance June 30, 2010	Due Within One Year
	June 30, 2009	Additions	Deletions		
Bonds payable	\$ 10,261,000	\$ -	\$ 3,661,000	\$ 6,600,000	\$ 2,337,000
Notes payable	34,372,969	217,660	1,307,413	33,283,216	783,537
Capital leases	879,079	121,143	133,237	866,985	632,444
Compensated absences	411,206	93,452	76,292	428,366	76,292
	<u>\$ 45,924,254</u>	<u>\$ 432,255</u>	<u>\$ 5,177,942</u>	<u>\$ 41,178,567</u>	<u>\$ 3,829,273</u>

**Bonds**

At June 30, 2010, the County had the following bonds outstanding:

	Series 1997 Lodger's Tax Bonds	Series 2003 Educational GRT Bonds	Series 2007 Educational Refunding Bonds
Original Issue:	\$ 777,000	\$ 1,830,000	\$ 13,895,000
Maturity Date	1/1/2037	6/30/2013	10/1/2012
Principal	January 1	July 1	October 1
Interest Rate	5.00%	1.13-3.62%	4.00-4.50%
Interest	January 1	January 1 July 1	April 1 October 1

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

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2011	\$ 2,337,000	\$ 281,716	\$ 2,618,716
2012	2,438,000	183,210	2,621,210
2013	1,198,000	83,030	1,281,030
2014	14,000	31,350	45,350
2015	15,000	30,650	45,650
2016-2020	85,000	141,500	226,500
2021-2025	110,000	117,750	227,750
2026-2030	139,000	87,600	226,600
2031-2035	177,000	49,150	226,150
2036-2040	87,000	6,650	93,650
	<u>\$ 6,600,000</u>	<u>\$ 1,012,606</u>	<u>\$ 7,612,606</u>

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

**NOTE 7. Long-term Debt (continued)**

**Notes Payable**

The County entered into several loan agreements with the New Mexico Finance Authority, wherein the County pledged revenue derived from New Mexico Fire Protection Allotments to cover debt service. This revenue is subject to intercept agreements. The annual requirements to amortize the NMFA Loans as of June 30, 2010, including interest payments, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2011	\$ 783,537	\$ 1,573,432	\$ 2,356,969
2012	804,039	1,545,582	2,349,621
2013	826,604	1,509,414	2,336,018
2014	805,280	1,482,394	2,287,674
2015	832,165	1,453,452	2,285,617
2016-2020	4,441,623	6,777,020	11,218,643
2021-2025	5,497,177	5,650,365	11,147,542
2026-2030	7,007,833	4,143,602	11,151,435
2031-2035	7,764,661	2,243,076	10,007,737
2036-2040	4,520,297	457,828	4,978,125
	<u>\$ 33,283,216</u>	<u>\$ 26,836,165</u>	<u>\$ 60,119,381</u>

NMFA Loan No. Taos 26

Description:

PPRF – Administrative/Judicial/Correctional Complex Land Acquisition Loan No. 2094-PP

Closing Date: January 11, 2008

Maturity Date: May 01, 2038

Taos County entered into an Loan Agreement and Intercept Agreement with the New Mexico Finance Authority (NMFA), evidencing a special limited obligation of the County to pay a principal amount of \$1,542,318, together with interest and administrative fees, for the purpose of financing the acquisition of land adjacent to the existing administrative facility of the County, acquiring professional services for the future construction of a new Administrative/Judicial/Correctional Complex for the County, and funding a Loan Agreement Reserve Account; providing for the payment of the principal of, and interest and administrative fees due under the Loan Agreement payment solely from the distributions of the County Equalization Distribution, the One-Eighth of One Percent County Infrastructure Gross Receipts Tax Revenues, the One-Fourth of One Percent County Capital outlay Gross Receipts Tax Revenues and the One-Eighth of One Percent of County Correctional Facility Gross Receipts Tax Revenues from the State Taxation and Revenue Department to be redirected to the NMFA or its assigns pursuant to Sections 7-16.13 and 7-1-6.15, NMSA 1978.

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

**NOTE 7. Long-term Debt (continued)**

NMFA Loan No. Taos 29

Description:

PPRF – Administrative/Judicial/Correctional Complex Loan No. 2137-PP

Closing Date: April 17, 2008

Maturity Date: June 01, 2038

Taos County entered into an Loan Agreement and Intercept Agreement with New Mexico Finance Authority (NMFA), evidencing a special limited obligation of the County to pay a principal amount of \$33,138,329, together with interest and administrative fees for the purpose of financing the acquisition of land adjacent to the existing administrative facility of the County, acquiring professional services for the future construction of a new Administrative/Judicial/Correctional Complex for the County, and funding a Loan Agreement Reserve Account; providing for the payment of the principal of, and interest and administrative fees due under the Loan Agreement payment solely from the distributions of the County Equalization Distribution, the One-Eighth of one percent County Infrastructure Gross Receipts Tax Revenues, the one-Fourth of One Percent County Capital outlay Gross Receipts Tax Revenues and the One-Eighth of One Percent of County Correctional Facility Gross Receipts Tax Revenues from the State Taxation and Revenue Department to be redirected to the NMFA or its assigns pursuant to Sections 7-16.13 and 7-1-6.15, NMSA 1978.

NMFA Loan No. Taos 38

Description:

Fire Pumper

PPRF – State Fire Protection Funds Loan No. 2420-PP

Closing Date: March 12, 2010

Maturity Date: May 01, 2020

The Taos County-Latir Fire District entered into a loan agreement and intercept agreement with the New Mexico Finance Authority (NMFA), evidencing a special, limited obligation of the governmental unit to pay a principal amount of \$46,690 for the purpose of purchasing a new fire pumper for use by the Latir Volunteer Fire Department, within the governmental unit. Taos County-Latir Fire District pledged revenue derived from solely from the distribution of Fire Protection Fund revenues distributed by the State Treasurer to the governmental unit pursuant to Section 59A-53-7, NMSA 1978; providing for the distribution of Fire Protection Fund Revenues to be redirected by the State Treasurer to the NMFA or its assigns.

Proceeds not expended in FY 2010:

NMFA Loan No. Taos 39

Description:

Fire Pumper

PPRF – State Fire Protection Funds Loan No. 2458-PP

Closing Date: June 11, 2010

Maturity Date: May 01, 2017

**STATE OF NEW MEXICO**  
Taos County  
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**NOTE 7. Long-term Debt (continued)**

The Taos County-La Lama Fire District entered into a loan agreement and intercept agreement with the New Mexico Finance Authority (NMFA), evidencing a special, limited obligation of the governmental unit to pay a principal amount of \$101,883 for the purpose of purchasing a new fire pumper for use by the La Lama Volunteer Fire Department, within the governmental unit. The Taos County-La Lama Fire District pledged revenue derived from solely from the distribution of Fire Protection Fund revenues distributed by the State Treasurer to the governmental unit pursuant to Section 59A-53-7, NMSA 1978; providing for the distribution of Fire Protection Fund Revenues to be redirected by the State Treasurer to the NMFA or its assigns.

NMFA Loan No. Taos 27

Description:

Fire Service Unit Truck Apparatus - Mini Pumper  
PPRF – State Fire Protection Funds Loan No. 2139-PP  
Closing Date: March 7, 2008  
Maturity Date: Closed – Paid Off

The Taos County-Hondo/Seco Fire District entered into a loan agreement and intercept agreement with the New Mexico Finance Authority (NMFA), evidencing a special, limited obligation of the governmental unit to pay a principal amount of \$30,000 for the purpose of purchasing a new fire service unit truck apparatus - mini pumper for use by the Hondo/Seco Volunteer Fire Department, within the governmental unit. The Taos County-Hondo/Seco Fire District pledged revenue derived from solely from the distribution of Fire Excise Fund revenues distributed to the County by the State Taxation and Revenue Department; providing for the distributions of County Fire Excise Tax to be redirected to the NMFA or its assigns.

**Capital Leases**

The County leases vehicles and other equipment under various capital leases. The economic substance of the leases is that the County is financing the acquisition of the assets through the leases and, accordingly, they are recorded as County assets and liabilities. The obligations under capital leases have been recorded in the accompanying financial statements at the present value of future minimum lease payments, discounted at interest rates as stated in the individual contracts. The annual requirement to amortize the capital leases as of June 30, 2010, including interest payments, is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2011	\$ 632,444	\$ 12,031	\$ 644,475
2012	96,618	8,086	104,704
2013	86,592	3,519	90,111
2014	25,161	2,058	27,219
2015	26,170	1,050	27,220
	<u>\$ 866,985</u>	<u>\$ 26,744</u>	<u>\$ 893,729</u>

**STATE OF NEW MEXICO**  
Taos County  
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**NOTE 7. Long-term Debt (continued)**

Oklahoma State Bank

Description:

Equipment Lease-Purchase Asphalt Zipper

Dated as of September 28, 2009

Maturity Date: September 28, 2014

The Taos County – Public Works Department (Lessee) entered into an Equipment Lease Purchase Agreement with Oklahoma State Bank as Lessor. The Asphalt Zipper will be utilized to stabilize and repair Taos County roadways with potholes and other significant distresses. It will be utilized to rehabilitate roadways and recycle in-situ material. Anticipated useful life of the equipment is 12-15 years.

In prior years, the general fund has typically been used to liquidate long-term liabilities other than debt associated with capital leases.

**Proprietary Funds**

The proprietary funds have incurred various forms of debt which were used for the purposes of constructing, expanding, repairing and making improvements to its property, plant and equipment. The following schedule shows the changes to its various forms of debt during the fiscal year ended June 30, 2010:

<b>Business-type Activities</b>	Balance			Balance	
	June 30, 2009	Additions	Deletions	June 30, 2010	Due Within One Year
Capital leases	\$ 30,885	\$ -	\$ 30,885	\$ -	\$ -
Compensated absences	76,440	40,253	22,812	93,881	22,812
	<u>\$ 107,325</u>	<u>\$ 40,253</u>	<u>\$ 53,697</u>	<u>\$ 93,881</u>	<u>\$ 22,812</u>

NMFA Loan No. Taos 35

Description:

Acquisition of a Backhoe

PPRF – County Gross Receipts Tax Loan No. 2458-PP

Closing Date: January 8, 2010

Maturity Date: May 01, 2016

The Taos County-Solid Waste Department entered into a loan agreement and intercept agreement with the New Mexico Finance Authority (NMFA), evidencing a special, limited obligation of the governmental unit to pay a principal amount of \$69,087 for the purpose of purchasing a new backhoe for use by the Solid Waste Department, within the governmental unit. The Taos County Solid Waste Department pledged revenue derived from solely from the County Environmental Gross Receipts Tax imposed by Ordinance No. 1990-5 passed and approved by the Governmental Unit on August 30, 1990, with an effective date of January 1, 1991, Pursuant to Section 7-20E-17, NMSA 1978; providing for the distribution of County Environment Gross Receipts Tax Revenues to be redirected from the State Taxation and Revenue Department to the NMFA or its assigns.

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**NOTE 7. Long-term Debt (continued)**

Proceeds not expended in FY 2010:  
New Mexico Environment Department (NMED) Loan

Description:  
Solid Waste Construction Project  
Loan Amount: \$500,000  
Closing Date: January 2, 2009  
Maturity Date: January 2, 2029

The Taos County Solid Waste Department entered into an Agreement with the NM Environment Department pursuant to the authority of the NM Rural Infrastructure Act, as amended (Sections 75-1-1 through 75-1-6 NMSA, 1978 Compilations). The New Mexico Environment Department (NMED) acting as the administrator of the Rural Infrastructure Program (RIP) hereby certifies that the Taos County Solid Waste Department has met all the eligibility requirements of the Rural Infrastructure Act, and the Regulations and therefore entitled to a loan not to exceed Five Hundred Thousand Dollars (\$500,000) from the Rural Infrastructure Revolving Loan Fund. The loan amount is available for a period of three years from the date of this contract. The terms of the loan are (3%) per annum interest for a period not to exceed twenty (20) years.

*Deceased Debt*

In fiscal year 2007, the County had certain outstanding bonds that were defeased. The defeased bonds outstanding at June 30, 2010 were as followed:

Taos Educational Gross Receipts Bonds, Series 2003	\$3,920,000
Taos Educational Gross Receipts Bonds, Series 2004	\$3,845,000

**NOTE 8. Risk Management**

The County is exposed to various risks of loss related to torts, thefts of, damage to, and destruction of property, errors and omissions and natural disasters. The County participates in the New Mexico Self-Insurers' Fund risk pool.

The County has not filed any claims for which the settlement amount exceeded the insurance coverage during the past three years. However, should a claim be filed against the County which exceeds the insurance coverage, the County would be responsible for a loss in excess of the coverage amounts. As claims are filed, the New Mexico Self-Insurers Fund assesses and estimates the potential for loss and handles all aspects of the claim. Insurance coverage has not changed significantly from prior years and coverage is expected to be continued.

At June 30, 2010, 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. No major lawsuits have been filed against Taos County.

New Mexico Self-Insurers' Fund has not provided information on an entity by entity basis that would allow for a reconciliation of changes in the aggregate liabilities for claims for the current fiscal year and the prior fiscal year.

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

**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 deficit fund balance as of June 30, 2010 was as follows:

Governmental Funds:	
NM DOT CAP-COOP Capital Projects Fund	\$ <u>309,272</u>
Total	\$ <u>309,272</u>

The deficit is due to increased spending in the construction of the West Rim Road project, that was not approved by NMFA. The County transfers funds from the general fund to cover the deficit each year. The County will transfer sufficient funds to remove the deficit fund balance in future years.

**B. Excess of expenditures over appropriations:** Budgetary authority is at the fund level. Funds that exceeded approved budgetary authority for the year ended June 30, 2010 were as followed:

Governmental Funds:	
La Lama Loan Debt Service Fund	\$ <u>1,506</u>
Total	\$ <u>1,506</u>

**C. Designated cash appropriations in excess of available balances.** Funds with designated cash appropriations in excess of available balances for the year ended June 30, 2010 were as followed:

Governmental Funds:	
Capital Projects Fund Special Revenue Fund	\$ 164,923
NMFA Loan Water Truck Special Revenue Fund	19,035
Intergovernmental Special Revenue Fund	200,460
Bond Debt Service Fund	1,060,082
2004 Educational Bond Series Debt Service Fund	8,935
Educational Bond Debt Service Fund	<u>36,850</u>
Total	\$ <u>1,490,285</u>



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

**NOTE 10. PERA Pension Plan**

*Plan Description:* Substantially all of the County's full-time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978.) The Public Employee Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, P. O. Box 2123, Santa Fe, NM 87504-2123. The report is also available on PERA's website at [www.pera.state.nm.us](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; 16.65% for detention center employees, and 15.65% for municipal employees. The County was required to contribute the following percentages of the gross covered salary: 18.5% for law enforcement and fire protection plan members; 16.65% for detention center employees, and 11.65% for municipal plan members. The contribution requirements of plan members and Taos County are established in State Statute under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County's contributions to PERA for the years ended June 30, 2010, 2009, 2008 were \$824,344, \$736,318, and \$662,027, respectively.

**NOTE 11. Post-Employment Benefits – Retiree Health Care Plan**

*Plan Description.* Taos County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

*Funding Policy.* The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at [www.nmrhca.state.nm.us](http://www.nmrhca.state.nm.us).

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

**NOTE 11. Retiree Health Care Contributions (continued)**

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2010, the statute required each participating employer to contribute 1.3% of each participating employee’s annual salary; each participating employee was required to contribute .65% of their salary. In the fiscal years ending June 30, 2011 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

(1)

For employees who are not members of an enhanced retirement plan the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY11	1.666%	.833%
FY12	1.834%	.917%
FY13	2.000%	1.000%

(2)

For employees who are members of an enhanced retirement (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4, and 5; municipal fire member coverage plan 3, 4 and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA 1978]) the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY11	2.084%	1.042%
FY12	2.292%	1.146%
FY13	2.500%	1.250%

Also, employers joining the program after 1/1/98 are required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The County’s contributions to the RHCA for the years ended June 30, 2010, 2009, and 2008 were \$118,740, \$108,900 and \$102,883 respectively, which equal the required contribution for each year.

**NOTE 12. Contingent Liabilities**

The County is party to various claims and lawsuits in the normal course of business. Management and the County’s Manager are unaware of any material pending or threatened litigation, claims or assessments against the County which are not covered by the County’s insurance.

**NOTE 13. Net Assets**

The governmental activities reports \$40,460,477 of net assets invested in capital assets, which consists of \$70,468,537 in capital assets, less \$30,008,060 of debt proceeds that has been spent for the purchase of capital assets and amounts unspent at June 30, 2010. The government-wide statement of net assts reports \$14,823,645 of restricted net assets, all of which is restricted by enabling legislation. See the fund descriptions on pages 72 to 75 for the related enabling legislation.

**STATE OF NEW MEXICO**  
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**NOTE 14. Subsequent Events**

2009 CDBG – Upper Ranchitos Repaving Project  
Project Number: 09-C-NR-I-01-G-02  
Term June 1, 2009 through June 1, 2011  
Grant Amount: \$400,000  
County Contribution: \$40,000

On July 15, 2009, Taos County (Grantee) entered into a grant agreement with the Department of Finance and Administration (DFA), State of New Mexico. This Grant Agreement is made by and between DFA, acting through the Local Government Division, and the Grantee, pursuant to the authority of Title I of the Housing and Community Development Act and 1974 (Public Law 93-383). The Taos County Board of Commissioners chose the Upper Ranchitos Repaving Project as their CDBG application for 2008. This project will be completed in fiscal year 2011.

Proceeds not expended in FY 2010  
USDA – RD/Build America Bonds  
Loan Amount: \$15,000,000  
Closing Date: FY 2009/10  
Maturity Date: FY 2048/49

Taos County authorized issuance of Gross Receipts Tax Revenue Bonds, Series 2009, in the amount of \$15,000,000 to provide funds for constructing, equipping, purchasing, furnishing and improving a detention facility associated with a County Judicial and Administrative Complex. The bonds will be payable and collectible solely from the revenues derived from the First One-Eighth Increment of County Gross Receipts Tax imposed by the County. The Bond Ordinance designated the Bonds as Build America Bonds under the provisions of the American Recovery and Reinvestment Act of 2009 with direct interest subsidy payments.

Taos County Administrative, Judicial and Detention Complex  
Groundbreaking: August 2009  
Projected Completion of Phase I (Construction and Occupation of New Buildings): April 2011  
Projected Completion of Phase II (Demolition of Existing Buildings and Site Work): July 2011

With a total project budget of approximately \$47,218,180.00, the Taos County Administrative, Judicial and Detention Complex is progressing within budget. As of September 15, 2010, total Project expenditures are approximately \$27,206,391.81. There has been a total of \$511,704.00 in Owner/Contractor driven credits to the project budget to date. There has also been a total of \$102,000.54 in Owner requested additions and a total of \$403,156.86 in additions that Taos County attributes solely to errors and omissions in architecture and design. During the month of September 2010, Taos County has seen the development of several potential change orders, which Taos County attributes solely to errors and omissions in architecture and design, that may lead to additional expenses as of yet to be determined but potentially in the range of \$400,000 to \$500,000. These additional errors and omissions are likely to cause delay to the project of approximately 4 weeks (which is reflected in the Projected Completion dates set forth above), but the Project currently remains within budget. As a result of these developments, the Taos County Commission has taken the position that there is a potential for litigation to remedy the errors and omissions it is attributing to the architecture and engineering firm hired for the project.

Taos County Land Purchase  
Lease/Option to Purchase Agreement with Joel L. Perovich and Patricia M. Perovich  
Term of Agreement: February 1, 2009 through January 31, 2012

**STATE OF NEW MEXICO**  
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**NOTE 14. Subsequent Events (continued)**

Taos County entered in to a lease agreement with an option to purchase for a lot of vacant land without improvements totaling approximately 5.72 acres on February 1, 2009. The land sits to the south of Albright Street and east of Lovato Place, across from the site of the Administrative, Judicial and Detention Complex currently under construction. Since inception of the lease, Taos County located two buildings on the property, which are being used to temporarily house Taos County's Construction Team and Planning Department, respectively. Under the terms of the Agreement, Taos County may exercise an option to purchase all of the land or a smaller 4-acre parcel of the land by notifying the Lessors in writing on or before July 22, 2011. Should the County choose to exercise this option, it will commence a period of negotiations under which we would establish a purchase price between \$7.50 per sq. ft. and \$8.90 per sq. ft. If Taos County exercises the option on the full 5.72 acres, it will receive a credit towards the purchase price in the amount of \$235,950 (based on 65% of lease payments over the course of the 3-year lease). Taos County is currently carrying approximately \$1,466,587 in unbudgeted cash that may be utilized to exercise of the purchase option to allow for future growth of County facilities and services.

**SUPPLEMENTARY INFORMATION**

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**NONMAJOR GOVERNMENTAL FUNDS**

**STATE OF NEW MEXICO**

Taos County

Nonmajor Fund Descriptions

June 30, 2010

**Special Revenue Funds**

**Health Care** – To account for revenues received from a portion of County Local Option Gross Receipts for the support of resident patients (Section 7-20E-9(D)).

**Corrections** – To account for revenues received from the State to be used for municipal jailer training, construction planning, construction, operation and maintenance of a municipal jail, for paying the cost of housing of inmates or for complying with Federal match contributions (Section 35-14-11 NMSA, 1978).

**Property Valuation** – To account for revenue receipts resulting from a one percent (1%) property tax to be used pursuant to a property valuation program by the County assessor and approved by a majority of the County Commission (Section 7-38-38.1 NMSA, 1978).

**Road Fund** - To account for revenues and expenditures of the County road improvement fund for the construction of street, road, walkway, bridge, overpass, pathway, alley, curb, gutter or sidewalk projects (Section 7-1-6.26 NMSA, 1978).

**Emergency Medical Services Ambulance** – To account for funds from intergovernmental sources and fees to provide ambulance services to Taos County residences (Section 24-10A-1 NMSA, 1978).

**Farm and Range** – To account for revenues received to be expended by counties for: 1) soil and water conservation; 2) the control of rodents and predatory animals and the extermination of poisonous and noxious weeds; 3) the construction of dipping vats, spraying machines and other structures to control parasites on livestock; 4) the repair and maintenance of said vats; 5) and for machines and structures and the construction and maintenance of secondary roads (Section 6-11-6 NMSA, 1978).

**Fire Protection -Fire Districts (Fire Marshal) Fund and Fire Districts Discretion Fund** – To account for revenues derived from fees on property and motor vehicle insurance businesses which are deposited into the insurance department suspense fund and then transferred into the Fire Protection Fund by the State Treasurer. These funds are subsequently distributed by the State Fire Marshal to County Fire Districts, including the purchase, construction, maintenance, repair and operation of fire stations and substations, fire apparatus and equipment, the payment of insurance premiums on fire stations and substations, insurance premiums for injuries or death of fire fighters and certain training (Section 59A-53-1 to 59A-53-17 NMSA, 1978).

**Law Enforcement Protection** – To account for revenues received by the State of New Mexico to provide for: 1) the repair and purchase of law enforcement apparatus and equipment; 2) expenses associated with advances in law enforcement planning and training; 3) complying with match or contribution requirements of federal funds for criminal justice programs; 4) no more than (50%) of the replacement salaries of County law enforcement personnel while attending training as specified in item #2 (Section 29-13-3 NMSA, 1978).

**Lodger's Tax Fund** – To account for revenues derived from the imposition of a gross receipts tax on lodging within that part of the County outside of the incorporated limits of a municipality. Proceeds may be used to defray costs of: 1) collecting and administering the tax; 2) establishing and operating, constructing, purchasing, otherwise acquiring, reconstructing, extending, bettering or otherwise improving fairgrounds, exposition buildings, field houses, auditoriums, performing arts facilities, convention halls, or other convention facilities of the County; 3) acquiring equipment furnishings for facilities specified in item #2; 4) acquiring suitable site grounds or other real property for facilities specified in item #2; 5) payment of principal and interest of outstanding revenue bonds issued prior to July 1, 1977; 6) advertising, publicizing and promising facilities of the municipality of the County and tourist facilities within the area (Section 3-38-15 NMSA, 1978).

**Lodger's Tax Non-Promotional** – To account for revenues derived from one-third of the Lodger's Tax Fund that is held in a savings account and utilized in accordance with state statutes and local ordinances.



**STATE OF NEW MEXICO**  
Taos County  
Nonmajor Fund Descriptions  
June 30, 2010

**Recreation Fund** – To account for revenues and expenditures from state distribution of a one-cent cigarette tax. Expenditure is limited to operating recreational facilities, including salaries of instructors and other employees (Section 7-12.15 NMSA, 1978).

**Indigent Health Fund** – To account for revenues derived from a county imposed local receipts tax for the purpose of providing ambulance transportation and hospital care for indigent persons residing with Taos County (Section 7.20E-9 NMSA, 1978).

**Fire Excise Tax** – To account for revenues derived from a county imposed local gross receipts tax of ¼ cent for operational expenses, ambulance services or capital outlay costs of fire districts and ambulance services provided by the County (Section 7-20E.15 NMSA, 1978).

**DWI Program** – To account for revenues received from a state grant for new, innovative or model programs, services or activities to prevent or reduce incidence of DWI, alcoholism and alcohol abuse (Section 11.6A-3 NMSA, 1978).

**DWI Grant Fund** – To account for revenues received from a state grant for new, innovative or model programs, services or activities to prevent or reduce incidence of DWI, alcoholism and alcohol abuse (Section 11.6A-3 NMSA, 1978).

**Clerk's Recording Fees** – To account for an additional \$4.00 recording fee to be utilized for purchase of equipment associated with recording, filing, maintaining or reproducing documents in the County Clerk's Office (Section 14-8.12.2 NMSA, 1978).

**Jail/Detention** – Under government accounting principles, to account for funds transferred from general fund and charges for services to other governmental units for housing inmates.

**DWI Intake Supervision** – To account for intake fees received by the County from DWI incidences. Authority for this fund is established by an Ordinance of the County Commission.

**Forest Reserve** – To account for federal funds passed through the U.S. Forest Service for maintenance of forest roads in Taos County.

**DWI School** – To account for DWI fees received by the County. Authority for this fund is established by an Ordinance of the County Commission.

**Fire District Discretion** – Fund established to account for non-restricted revenues and expenditures of the Fire Districts

**County Youthbuild** – Established to account for revenues and expenditures in order to provide construction and job training, education, counseling and leadership development for low income youth.

**Taos County Donations** – To account for donated funds received by the County. Authority for this fund is established by an Ordinance of the County Commission.

**Taos County Grant Match Fund** – To account for funds received for the Taos County Project. Authority for this fund is established by an Ordinance of the County Commission.

**GRT Judicial Complex** – To account for the revenues and expenditures of fees collected through the Domestic Violence Program Fund.

**DWI Domestic Violence** – To account for the revenues and expenditures of fees collected through the Domestic Violence Program Fund.

**NMSA Aging – Chamisal** - To account for revenues received from a NM State Agency on Aging Grant awarded to the Chamisal Community Center for a construction project.

**Taos County Animal Shelter** – To account for the revenues and expenditures of the Taos County Animal Shelter.

**STATE OF NEW MEXICO**  
Taos County  
Nonmajor Fund Descriptions  
June 30, 2010

**Solid Waste Equipment** – To account for revenues received for the purchase of equipment. Authority for this fund is established by an Ordinance of the County Commission.

**Capital Projects Fund** – Established in 1994 to 1996 to equip and furnish a hospital facility for the County and otherwise complete the projects, to fund a reserve fund and pay a portion of the costs of issuance of the Bonds.

**Intergovernmental**– To account for the revenues and expenditures for various grant activity, legislative appropriations, and construction projects.

**Debt Service Funds**

**NMFA Loan Water Truck**– To account for revenues received for the purchase of equipment. Authority for this fund is established by an Ordinance of the County Commission.

**NMFA Taos Backhoe** – To account for the loan agreement for the purchase of equipment for the Solid Waste Department

**NMFA Latir Taos** – To account for the Loan agreement for the purchase of fire apparatus for the Latir Fire District.

**La Lama Loan** – To account for the Loan agreement for the purchase of fire apparatus for the La Lama Fire District.

**Bond Debt Service** – To account for the accumulation of resources and payment of the Bond Debt Service. Authority for this fund is established by an Ordinance of the County Commission.

**2007 Educational Refunding Bond Reserve**– To account for the accumulation of resources for, and the extinguishment of, the 2003 and 2004 Educational Gross Receipts Bonds. Revenues for this fund are generated by sources designated in bond documents.

**2004 Educational Bond Series** – To account for the accumulation of resources and payment of Taos County Series 2004 Education Gross Receipts Tax Improvement Bond. Authority for this fund is established by an Ordinance of the County Commission.

**NMFA Solid Waste Vehicle Bond Series**– To account for revenues received for the purchase of equipment. Authority for this fund is established by an Ordinance of the County Commission.

**Educational Bond** – To account for the Taos County Educational GRT Bond series 2002-2003 debt service.

**Land Purchase Judicial Complex** – To account for the Judicial/Admin/Detention complex land purchase debt service

**NMFA Hondo Seco Fire App** – To account for revenues and expenditures for the Hondo Seco Fire Appropriation.

**USDA Loan**- To account for the Loan agreement for the constructing, equipping, purchasing, furnishing and improving a detention facility associated with a County Judicial and Administrative Complex.

**Capital Projects Funds**

**Amalia Community Center** – New Mexico Legislative Appropriation (NMLA) Grant - To improve and equip including the construction of a water well – fund established to account for grant funding.

**FEMA DHS** – To account for revenue and expenditures related to purchase of cardiac monitors.

**Women's Rehab Center** – New Mexico Legislative Appropriation (NMLA) Grant - Women's Drug and Alcohol Long-Term Rehabilitation Center Grant – To purchase an office building, installation of security and telephone system and perimeter fencing – fund established to account for grant funding.

**Educational Bond Proceeds** – To account for the Bond/Capital outlay; bond proceeds.

**STATE OF NEW MEXICO**  
Taos County  
Nonmajor Fund Descriptions  
June 30, 2010

**La Lama Community Center** – To account for revenue and expenditures related to the La Lama Community Center Project.

**Talpa Community Center** – New Mexico Legislative Appropriation (NMLA) Grant - To improve, upgrade, equip and furnish the Talpa Community Center.

**Penasco Sub-Station** – To account for revenue and expenditures related to the Pensaco Sub-Station Project.

**Old Courthouse Renovation AKA El Prado Community Center** – New Mexico Legislative Appropriation (NMLA) Grant – Fund established to account for grant funding to renovate El Prado Community Center.

**NM Aging Amalia Center** – New Mexico State Agency on Aging Grant – Fund established to account for grant funding to renovate and equip the Costilla Center.

**Llano Quemado Response Center** – New Mexico Legislative Appropriation (NMLA) Grant – Fund established to account for grant funding to plan, design and construct the Llano Quemado Response Center.

**Admin/Judicial Complex Projects Fund** – To account for revenue and expenditures related to Admin/Judicial Complex Project.

**El Prado Community Center** – New Mexico Legislative Appropriation (NMLA) – Fund established to account for grant funding to renovate El Prado Community Center.

**Capital Enhancement** – To account for revenue and expenditures related to the Capital Enhancement Project.

**NMLA Earth Ship Educational Complex** – To account for a capital project grant to plan, design, construct, equip, and furnish an Earth ship Biotecture sustainable education complex in Taos. Laws of 2006, Chapter 111, Section 52, Paragraph 687.

**Admin/Judicial/Corrections Complex Fund** – This capital projects fund is used to account for the debt service of a loan from the NMFA to finance the construction project of the Taos County Admin/Judicial/Detention Complex.

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

	Special Revenue			
	Health Care	Corrections	Property Valuation	Road Fund
<b>ASSETS</b>				
Cash and cash equivalents	\$ 123,839	\$ 16,697	\$ 345,985	\$ 426,868
Accounts receivable				
Intergovernmental	64,481	-	-	65,789
Prepaid expenses	-	-	-	5,863
<i>Total assets</i>	\$ 188,320	\$ 16,697	\$ 345,985	\$ 498,520
 <b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ 23,977	\$ -
Accrued payroll	-	-	9,185	36,704
<i>Total liabilities</i>	-	-	33,162	36,704
 <b>FUND BALANCES</b>				
Reserved				
Prepaid expenses	-	-	-	5,863
Unreserved				
Special revenue	188,320	16,697	312,823	455,953
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	188,320	16,697	312,823	461,816
<i>Total liabilities and fund balances</i>	\$ 188,320	\$ 16,697	\$ 345,985	\$ 498,520

The accompanying notes are an integral part of these financial statements

Special Revenue

Emergency Medical Services Ambulance	Farm and Range	Fire Protection	Law Enforcement Protection	Lodger's Tax Fund	Lodger's Tax Non- Promotional
\$ 16,599	\$ 11,146	\$ 1,062,294	\$ 1,674	\$ 60,645	\$ 41,818
-	-	-	-	5,549	8,325
-	-	69,083	-	-	-
<u>\$ 16,599</u>	<u>\$ 11,146</u>	<u>\$ 1,131,377</u>	<u>\$ 1,674</u>	<u>\$ 66,194</u>	<u>\$ 50,143</u>
\$ 5,334	\$ -	\$ 98,244	\$ -	\$ -	\$ -
-	-	-	-	-	1,637
<u>5,334</u>	<u>-</u>	<u>98,244</u>	<u>-</u>	<u>-</u>	<u>1,637</u>
-	-	69,083	-	-	-
11,265	11,146	964,050	1,674	66,194	48,506
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,265</u>	<u>11,146</u>	<u>1,033,133</u>	<u>1,674</u>	<u>66,194</u>	<u>48,506</u>
<u>\$ 16,599</u>	<u>\$ 11,146</u>	<u>\$ 1,131,377</u>	<u>\$ 1,674</u>	<u>\$ 66,194</u>	<u>\$ 50,143</u>

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

	Special Revenue			
	Recreation Fund	Indigent Health Fund	Fire Excise Tax	DWI Program
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,076	\$ 786,972	\$ 1,683,482	\$ 102,739
Accounts receivable				
Intergovernmental	-	192,429	71,549	-
Prepaid expenses	-	654	-	-
<i>Total assets</i>	\$ 3,076	\$ 980,055	\$ 1,755,031	\$ 102,739
 <b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ 8,337	\$ -
Accrued payroll	1,435	3,403	-	9,754
<i>Total liabilities</i>	1,435	3,403	8,337	9,754
 <b>FUND BALANCES</b>				
Reserved				
Prepaid expenses	-	654	-	-
Unreserved				
Special revenue	1,641	975,998	1,746,694	92,985
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	1,641	976,652	1,746,694	92,985
 <i>Total liabilities and fund balances</i>	\$ 3,076	\$ 980,055	\$ 1,755,031	\$ 102,739

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>DWI Grant Fund</u>	<u>Clerk's Recording Fees</u>	<u>Jail/Detention</u>	<u>DWI Intake Supervision</u>	<u>Forest Reserve</u>	<u>DWI School</u>
\$ 20,829	\$ 308,366	\$ 122,980	\$ 13,989	\$ 214,914	\$ 1,235
24,556	-	20,611	-	-	-
-	-	69,608	-	-	1,729
<u>\$ 45,385</u>	<u>\$ 308,366</u>	<u>\$ 213,199</u>	<u>\$ 13,989</u>	<u>\$ 214,914</u>	<u>\$ 2,964</u>
\$ -	\$ -	\$ 6,426	\$ -	\$ -	\$ -
1,398	-	39,284	-	-	-
<u>1,398</u>	<u>-</u>	<u>45,710</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	69,608	-	-	1,729
43,987	308,366	97,881	13,989	214,914	1,235
-	-	-	-	-	-
-	-	-	-	-	-
<u>43,987</u>	<u>308,366</u>	<u>167,489</u>	<u>13,989</u>	<u>214,914</u>	<u>2,964</u>
<u>\$ 45,385</u>	<u>\$ 308,366</u>	<u>\$ 213,199</u>	<u>\$ 13,989</u>	<u>\$ 214,914</u>	<u>\$ 2,964</u>

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

	Special Revenue			
	Fire District Discretion	County Youthbuild	Taos County Donations	Taos County Grant Match Fund
<b>ASSETS</b>				
Cash and cash equivalents	\$ 12,316	\$ 209	\$ 2,100	\$ 83,007
Accounts receivable				
Intergovernmental	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	\$ 12,316	\$ 209	\$ 2,100	\$ 83,007
 <b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
<i>Total liabilities</i>	-	-	-	-
 <b>FUND BALANCES</b>				
Reserved				
Prepaid expenses	-	-	-	-
Unreserved				
Special revenue	12,316	209	2,100	83,007
Debt service	-	-	-	-
Capital projects	-	-	-	-
<i>Total fund balances</i>	12,316	209	2,100	83,007
<i>Total liabilities and fund balances</i>	\$ 12,316	\$ 209	\$ 2,100	\$ 83,007

The accompanying notes are an integral part of these financial statements



Special Revenue

GRT Judicial Complex	DWI Domestic Violence	NMSA Aging - Chamisal	Taos County Animal Shelter	Solid Waste Equipment	Capital Projects Fund
\$ 798,199	\$ 2,962	\$ -	\$ 25,000	\$ 34,009	\$ -
20,375	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 818,574</u>	<u>\$ 2,962</u>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 34,009</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
818,574	2,962	-	25,000	34,009	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>818,574</u>	<u>2,962</u>	<u>-</u>	<u>25,000</u>	<u>34,009</u>	<u>-</u>
<u>\$ 818,574</u>	<u>\$ 2,962</u>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 34,009</u>	<u>\$ -</u>

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

	<u>Special Revenue</u>	<u>Debt Service</u>		
	<u>Intergovernmental</u>	<u>NMFA Loan Water Truck</u>	<u>NMFA Taos Backhoe</u>	<u>NMFA Latir Taos</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 408,384	\$ -	\$ 1,835	\$ 46,006
Accounts receivable				
Intergovernmental	140,609	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 548,993</u>	<u>\$ -</u>	<u>\$ 1,835</u>	<u>\$ 46,006</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 17,987	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
<i>Total liabilities</i>	<u>17,987</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Reserved				
Prepaid expenses	-	-	-	-
Unreserved				
Special revenue	531,006	-	-	-
Debt service	-	-	1,835	46,006
Capital projects	-	-	-	-
<i>Total fund balances</i>	<u>531,006</u>	<u>-</u>	<u>1,835</u>	<u>46,006</u>
<i>Total liabilities and fund balances</i>	<u>\$ 548,993</u>	<u>\$ -</u>	<u>\$ 1,835</u>	<u>\$ 46,006</u>

The accompanying notes are an integral part of these financial statements

Debt Service

La Lama Loan	Bond Debt Service	2007 Educational Refunding Bond Reserve	2004 Educational Bond Series	NMFA Solid Waste Vehicle Bond Series	Educational Bond
\$ 100,377	\$ 33,392	\$ 3,281,255	\$ -	\$ 3,566	\$ -
-	639	-	-	-	-
-	-	-	-	-	-
<u>\$ 100,377</u>	<u>\$ 34,031</u>	<u>\$ 3,281,255</u>	<u>\$ -</u>	<u>\$ 3,566</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
100,377	34,031	3,281,255	-	3,566	-
-	-	-	-	-	-
<u>100,377</u>	<u>34,031</u>	<u>3,281,255</u>	<u>-</u>	<u>3,566</u>	<u>-</u>
<u>\$ 100,377</u>	<u>\$ 34,031</u>	<u>\$ 3,281,255</u>	<u>\$ -</u>	<u>\$ 3,566</u>	<u>\$ -</u>

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

	Debt Service			Capital Projects
	Land Purchase Judicial Complex	NMFA Hondo Seco Fire App	USDA Loan	Amailia Community Center
<b>ASSETS</b>				
Cash and cash equivalents	\$ 18,817	\$ -	\$ 86,980	\$ 9,275
Accounts receivable				
Intergovernmental	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	\$ 18,817	\$ -	\$ 86,980	\$ 9,275
 <b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
<i>Total liabilities</i>	-	-	-	-
 <b>FUND BALANCES</b>				
Reserved				
Prepaid expenses	-	-	-	-
Unreserved				
Special revenue	-	-	-	-
Debt service	18,817	-	86,980	-
Capital projects	-	-	-	9,275
<i>Total fund balances</i>	18,817	-	86,980	9,275
 <i>Total liabilities and fund balances</i>	\$ 18,817	\$ -	\$ 86,980	\$ 9,275

The accompanying notes are an integral part of these financial statements

Capital Projects

<u>FEMA DHS</u>	<u>Womens Rehab Center</u>	<u>Educational Bond Proceeds</u>	<u>La Lama Community Center</u>	<u>Talpa Community Center</u>	<u>Penasco Sub-Station</u>
\$ -	\$ -	\$ 1,657,323	\$ 25,006	\$ 33,421	\$ 79,053
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,657,323</u>	<u>\$ 25,006</u>	<u>\$ 33,421</u>	<u>\$ 79,053</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1,657,323	25,006	33,421	79,053
-	-	<u>1,657,323</u>	<u>25,006</u>	<u>33,421</u>	<u>79,053</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,657,323</u>	<u>\$ 25,006</u>	<u>\$ 33,421</u>	<u>\$ 79,053</u>

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

	Capital Projects			
	Old Courthouse Renovation	New Mexico Aging Amalia Center	Llano Quemado Response Center	Admin/Judicial Complex
<b>ASSETS</b>				
Cash and cash equivalents	\$ 661	\$ 20,666	\$ 36,415	\$ 62,256
Accounts receivable				
Intergovernmental	-	7,111	-	55,044
Prepaid expenses	-	-	-	-
<i>Total assets</i>	\$ 661	\$ 27,777	\$ 36,415	\$ 117,300
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 5,883	\$ -	\$ 21,310
Accrued payroll	-	-	-	3,410
<i>Total liabilities</i>	-	5,883	-	24,720
<b>FUND BALANCES</b>				
Reserved				
Prepaid expenses	-	-	-	-
Unreserved				
Special revenue	-	-	-	-
Debt service	-	-	-	-
Capital projects	661	21,894	36,415	92,580
<i>Total fund balances</i>	661	21,894	36,415	92,580
<i>Total liabilities and fund balances</i>	\$ 661	\$ 27,777	\$ 36,415	\$ 117,300

The accompanying notes are an integral part of these financial statements

Capital Projects				
El Prado Community Center	Capital Enhancement	NMLA Earth Ship Education Complex	Admin/ Judicial/ Corrections Complex	Total Nonmajor Governmental Funds
\$ 50,258	\$ 127,500	\$ -	\$ 145,367	\$ 12,551,762
-	-	-	-	677,067
-	-	-	-	146,937
<u>\$ 50,258</u>	<u>\$ 127,500</u>	<u>\$ -</u>	<u>\$ 145,367</u>	<u>\$ 13,375,766</u>
\$ -	\$ -	\$ -	\$ -	\$ 187,498
-	-	-	-	106,210
-	-	-	-	293,708
-	-	-	-	146,937
-	-	-	-	7,083,501
-	-	-	-	3,572,867
50,258	127,500	-	145,367	2,278,753
<u>50,258</u>	<u>127,500</u>	<u>-</u>	<u>145,367</u>	<u>13,082,058</u>
<u>\$ 50,258</u>	<u>\$ 127,500</u>	<u>\$ -</u>	<u>\$ 145,367</u>	<u>\$ 13,375,766</u>

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

Special Revenue				
	Health Care	Corrections	Property Valuation	Road Fund
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ 203,850	\$ -
Gross receipts	381,869	-	-	95,320
Gasoline and motor vehicle	-	-	-	171,184
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	310,652
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	29
Licenses and fees	-	64,001	-	375,060
Investment income	-	-	-	-
Miscellaneous	-	-	-	675
<i>Total revenues</i>	<u>381,869</u>	<u>64,001</u>	<u>203,850</u>	<u>952,920</u>
<i>Expenditures</i>				
Current				
General government	-	-	182,691	-
Public safety	-	-	-	-
Public works	-	-	-	1,523,313
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	263,146
Debt service	-	-	-	-
Principal	-	-	15,000	133,237
Interest	-	-	-	34,705
Loan setup costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>197,691</u>	<u>1,954,401</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>381,869</u>	<u>64,001</u>	<u>6,159</u>	<u>(1,001,481)</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	121,143
Transfers in	-	-	-	1,064,434
Transfers (out)	(508,206)	(70,000)	-	-
<i>Total other financing sources (uses)</i>	<u>(508,206)</u>	<u>(70,000)</u>	<u>-</u>	<u>1,185,577</u>
<i>Net change in fund balances</i>	(126,337)	(5,999)	6,159	184,096
<i>Fund balances - beginning of year</i>	<u>314,657</u>	<u>22,696</u>	<u>306,664</u>	<u>277,720</u>
<i>Fund balances - end of year</i>	<u>\$ 188,320</u>	<u>\$ 16,697</u>	<u>\$ 312,823</u>	<u>\$ 461,816</u>

The accompanying notes are an integral part of these financial statements



Special Revenue

Emergency Medical Services Ambulance	Farm and Range	Fire Protection	Law Enforcement Protection	Lodger's Tax Fund	Lodger's Tax Non- Promotional
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	90,855	136,283
-	1,547	-	-	-	-
-	-	-	-	-	-
48,145	-	707,748	39,000	-	-
-	-	54,569	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	12,907
-	-	68	-	974	78
-	-	137	-	-	-
<u>48,145</u>	<u>1,547</u>	<u>762,522</u>	<u>39,000</u>	<u>91,829</u>	<u>149,268</u>
-	-	-	-	-	-
-	-	357,924	3,725	-	-
-	-	-	-	-	-
61,390	-	-	-	-	-
-	-	-	-	105,757	60,171
-	-	-	-	-	-
-	-	48,682	33,601	-	-
-	-	51,679	-	-	-
-	-	3,441	-	-	-
-	-	-	-	-	-
<u>61,390</u>	<u>-</u>	<u>461,726</u>	<u>37,326</u>	<u>105,757</u>	<u>60,171</u>
<u>(13,245)</u>	<u>1,547</u>	<u>300,796</u>	<u>1,674</u>	<u>(13,928)</u>	<u>89,097</u>
-	-	-	-	-	-
-	-	-	-	-	44,800
-	-	(20,000)	-	-	(94,383)
-	-	(20,000)	-	-	(49,583)
(13,245)	1,547	280,796	1,674	(13,928)	39,514
24,510	9,599	752,337	-	80,122	8,992
<u>\$ 11,265</u>	<u>\$ 11,146</u>	<u>\$ 1,033,133</u>	<u>\$ 1,674</u>	<u>\$ 66,194</u>	<u>\$ 48,506</u>

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

	Special Revenue			
	Recreation Fund	Indigent Health Fund	Fire Excise Tax	DWI Program
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	1,537,927	418,284	-
Gasoline and motor vehicle	-	-	-	-
Other	1,622	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	239,775
State capital grants	-	-	-	-
Local sources	-	1,104,070	-	-
Charges for services	-	-	-	-
Licenses and fees	700	-	-	-
Investment income	-	-	9,243	-
Miscellaneous	-	5,040	990	-
<i>Total revenues</i>	2,322	2,647,037	428,517	239,775
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	40,555	231,112
Public works	-	-	-	-
Health and welfare	-	2,102,237	-	-
Culture and recreation	44,401	-	-	-
Education	-	-	-	-
Capital outlay	-	-	58,358	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Loan setup costs	-	-	-	-
<i>Total expenditures</i>	44,401	2,102,237	98,913	231,112
<i>Excess (deficiency) of revenues over expenditures</i>	(42,079)	544,800	329,604	8,663
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	49,583	-	-	25,689
Transfers (out)	-	-	(236,618)	-
<i>Total other financing sources (uses)</i>	49,583	-	(236,618)	25,689
<i>Net change in fund balances</i>	7,504	544,800	92,986	34,352
<i>Fund balances - beginning of year</i>	(5,863)	431,852	1,653,708	58,633
<i>Fund balances - end of year</i>	\$ 1,641	\$ 976,652	\$ 1,746,694	\$ 92,985

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>DWI Grant Fund</u>	<u>Clerk's Recording Fees</u>	<u>Jail/Detention</u>	<u>DWI Intake Supervision</u>	<u>Forest Reserve</u>	<u>DWI School</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	38,035	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	139,011	-	51,166	-
-	-	-	-	-	-
69,825	34,992	89,600	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	60	-	-	-
-	-	4,681	18,552	-	-
-	-	-	-	-	-
32	-	10	2,088	-	-
<u>69,857</u>	<u>34,992</u>	<u>271,397</u>	<u>20,640</u>	<u>51,166</u>	<u>-</u>
-	13,936	-	-	-	-
61,064	-	2,104,064	18,051	14,632	-
-	-	-	-	-	-
-	-	-	-	-	1,963
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>61,064</u>	<u>13,936</u>	<u>2,104,064</u>	<u>18,051</u>	<u>14,632</u>	<u>1,963</u>
<u>8,793</u>	<u>21,056</u>	<u>(1,832,667)</u>	<u>2,589</u>	<u>36,534</u>	<u>(1,963)</u>
-	-	-	-	-	-
-	-	2,079,782	-	-	-
-	-	-	-	-	-
-	-	<u>2,079,782</u>	<u>-</u>	<u>-</u>	<u>-</u>
8,793	21,056	247,115	2,589	36,534	(1,963)
35,194	287,310	(79,626)	11,400	178,380	4,927
<u>\$ 43,987</u>	<u>\$ 308,366</u>	<u>\$ 167,489</u>	<u>\$ 13,989</u>	<u>\$ 214,914</u>	<u>\$ 2,964</u>

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

	Special Revenue			
	Fire District Discretion	County Youthbuild	Taos County Donations	Taos County Grant Match Fund
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	1,300	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	400	-	-	-
<i>Total revenues</i>	<u>1,700</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	785	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Loan setup costs	-	-	-	-
<i>Total expenditures</i>	<u>785</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>915</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	(216,993)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(216,993)</u>
<i>Net change in fund balances</i>	915	-	-	(216,993)
<i>Fund balances - beginning of year</i>	<u>11,401</u>	<u>209</u>	<u>2,100</u>	<u>300,000</u>
<i>Fund balances - end of year</i>	<u>\$ 12,316</u>	<u>\$ 209</u>	<u>\$ 2,100</u>	<u>\$ 83,007</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>GRT Judicial Complex</u>	<u>DWI Domestic Violence</u>	<u>NMSA Aging - Chamisal</u>	<u>Taos County Animal Shelter</u>	<u>Solid Waste Equipment</u>	<u>Capital Projects Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
451,598	-	-	-	38,772	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	410	-	-	-	-
-	-	-	-	-	-
-	442	-	-	-	-
-	1,563	-	-	-	-
-	-	-	-	84	172
945	-	-	-	-	-
<u>452,543</u>	<u>2,415</u>	<u>-</u>	<u>-</u>	<u>38,856</u>	<u>172</u>
-	-	2,496	-	-	-
-	2,039	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
132,997	-	-	-	-	-
-	-	-	-	34,680	488,771
-	-	-	-	4,078	7,650
-	-	-	-	-	-
<u>132,997</u>	<u>2,039</u>	<u>2,496</u>	<u>-</u>	<u>38,758</u>	<u>496,421</u>
<u>319,546</u>	<u>376</u>	<u>(2,496)</u>	<u>-</u>	<u>98</u>	<u>(496,249)</u>
-	-	-	-	-	-
500,000	-	-	-	-	243,746
(297,994)	-	(7,500)	-	-	(11,713)
<u>202,006</u>	<u>-</u>	<u>(7,500)</u>	<u>-</u>	<u>-</u>	<u>232,033</u>
521,552	376	(9,996)	-	98	(264,216)
<u>297,022</u>	<u>2,586</u>	<u>9,996</u>	<u>25,000</u>	<u>33,911</u>	<u>264,216</u>
<u>\$ 818,574</u>	<u>\$ 2,962</u>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 34,009</u>	<u>\$ -</u>

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

	Special Revenue	Debt Service		
	Intergovernmental	NMFA Loan Water Truck	NMFA Taos Backhoe	NMFA Latir Taos
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	1,834	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	128,271	-	-	-
Federal capital grants	43,023	-	-	-
State operating grants	370,888	-	-	-
State capital grants	69,310	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	2	-	6
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>611,492</u>	<u>2</u>	<u>1,834</u>	<u>6</u>
<i>Expenditures</i>				
Current				
General government	13,413	-	-	-
Public safety	52,318	-	-	-
Public works	30,111	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	103,790	-	-	-
Education	-	-	-	-
Capital outlay	613,246	-	68,065	-
Debt service				
Principal	-	21,563	-	-
Interest	-	18	-	-
Loan setup costs	-	-	1,021	690
<i>Total expenditures</i>	<u>812,878</u>	<u>21,581</u>	<u>69,086</u>	<u>690</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(201,386)</u>	<u>(21,579)</u>	<u>(67,252)</u>	<u>(684)</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	69,087	46,690
Transfers in	611,819	18,833	-	-
Transfers (out)	(454,946)	-	-	-
<i>Total other financing sources (uses)</i>	<u>156,873</u>	<u>18,833</u>	<u>69,087</u>	<u>46,690</u>
<i>Net change in fund balances</i>	(44,513)	(2,746)	1,835	46,006
<i>Fund balances - beginning of year</i>	<u>575,519</u>	<u>2,746</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 531,006</u>	<u>\$ -</u>	<u>\$ 1,835</u>	<u>\$ 46,006</u>

The accompanying notes are an integral part of these financial statements

Debt Service

La Lama Loan	Bond Debt Service	2007 Educational Refunding Bond Reserve	2004 Educational Bond Series	NMFA Solid Waste Vehicle Bond Series	Educational Bond
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	8,448	-	-	14,052	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	774	403,732	-	12	-
-	-	-	-	-	-
-	<u>9,222</u>	<u>403,732</u>	<u>-</u>	<u>14,064</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	881,000	-	-	13,236	-
-	51,590	-	-	806	-
1,506	-	-	-	-	-
<u>1,506</u>	<u>932,590</u>	<u>-</u>	<u>-</u>	<u>14,042</u>	<u>-</u>
(1,506)	(923,368)	403,732	-	22	-
101,883	-	-	-	-	-
-	650,623	519,078	-	-	-
-	-	(702,249)	-	-	-
<u>101,883</u>	<u>650,623</u>	<u>(183,171)</u>	<u>-</u>	<u>-</u>	<u>-</u>
100,377	(272,745)	220,561	-	22	-
-	306,776	3,060,694	-	3,544	-
<u>\$ 100,377</u>	<u>\$ 34,031</u>	<u>\$ 3,281,255</u>	<u>\$ -</u>	<u>\$ 3,566</u>	<u>\$ -</u>

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

	Debt Service			Capital Projects
	Land Purchase Judicial Complex	NMFA Hondo Seco Fire App	USDA Loan	Amailia Community Center
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	81,690	4,192	86,980	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	31	4	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	81,721	4,196	86,980	-
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	27,459	20,025	-	-
Interest	65,573	937	-	-
Loan setup costs	-	-	-	-
<i>Total expenditures</i>	93,032	20,962	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	(11,311)	(16,766)	86,980	-
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	19,389	15,036	-	-
Transfers (out)	-	-	-	(50,000)
<i>Total other financing sources (uses)</i>	19,389	15,036	-	(50,000)
<i>Net change in fund balances</i>	8,078	(1,730)	86,980	(50,000)
<i>Fund balances - beginning of year</i>	10,739	1,730	-	59,275
<i>Fund balances - end of year</i>	\$ 18,817	\$ -	\$ 86,980	\$ 9,275

The accompanying notes are an integral part of these financial statements



Capital Projects

<u>FEME DHS</u>	<u>Woman's Rehab Center</u>	<u>Educational Bond Proceeds</u>	<u>La Lama Community Center</u>	<u>Talpa Community Center</u>	<u>Penasco Sub-Station</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
47,500	-	-	-	-	-
-	-	-	-	-	299,667
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	209	-	-	-
-	-	-	-	-	-
<u>47,500</u>	<u>-</u>	<u>209</u>	<u>-</u>	<u>-</u>	<u>299,667</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	9,468	-
-	-	-	-	-	-
-	-	760,699	-	-	-
47,500	-	-	1,412	36,498	314,201
-	-	-	-	-	-
-	-	-	-	-	-
<u>47,500</u>	<u>-</u>	<u>760,699</u>	<u>1,412</u>	<u>45,966</u>	<u>314,201</u>
-	-	(760,490)	(1,412)	(45,966)	(14,534)
-	-	-	-	-	-
-	-	-	-	-	90,000
-	(5,000)	-	-	-	-
-	(5,000)	-	-	-	90,000
-	(5,000)	(760,490)	(1,412)	(45,966)	75,466
-	5,000	2,417,813	26,418	79,387	3,587
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,657,323</u>	<u>\$ 25,006</u>	<u>\$ 33,421</u>	<u>\$ 79,053</u>

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

	Capital Projects			
	Old Courthouse Renovation	New Mexico Aging Amailia Center	Llano Quemado Response Center	Admin/Judicial Complex
<i>Revenues</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	16,769	42,666	97,549
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>16,769</u>	<u>42,666</u>	<u>97,549</u>
<i>Expenditures</i>				
Current				
General government	-	10,043	-	-
Public safety	-	-	-	-
Public works	-	-	7,973	123,525
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	39,766	8,316
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Loan setup costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,043</u>	<u>47,739</u>	<u>131,841</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>6,726</u>	<u>(5,073)</u>	<u>(34,292)</u>
<i>Other financing sources (uses)</i>				
Loan proceeds	-	-	-	-
Transfers in	-	-	-	90,555
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,555</u>
<i>Net change in fund balances</i>	-	6,726	(5,073)	56,263
<i>Fund balances - beginning of year</i>	<u>661</u>	<u>15,168</u>	<u>41,488</u>	<u>36,317</u>
<i>Fund balances - end of year</i>	<u>\$ 661</u>	<u>\$ 21,894</u>	<u>\$ 36,415</u>	<u>\$ 92,580</u>

The accompanying notes are an integral part of these financial statements

Capital Projects

El Prado Community Center	Capital Enhancement	NMLA Earth Ship Education Complex	Admin/ Judicial/ Corrections Complex	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 203,850
-	-	-	2,051,086	5,210,087
-	-	-	-	171,184
-	-	-	-	228,760
-	-	-	-	630,647
-	-	-	-	90,523
-	-	20,684	-	1,922,034
-	-	-	-	280,863
-	-	-	-	1,104,070
-	-	-	-	531
-	-	-	-	477,464
-	-	-	1,190	416,579
-	-	-	-	10,317
<u>-</u>	<u>-</u>	<u>20,684</u>	<u>2,052,276</u>	<u>10,746,909</u>
-	-	-	-	222,579
-	-	-	-	2,886,269
-	303,676	-	-	1,998,066
272	-	-	-	2,165,862
-	-	-	-	314,119
-	-	-	-	760,699
-	402,975	20,684	-	2,089,447
-	-	-	620,000	2,306,650
-	-	-	1,516,031	1,684,829
-	-	-	-	3,217
<u>272</u>	<u>706,651</u>	<u>20,684</u>	<u>2,136,031</u>	<u>14,431,737</u>
<u>(272)</u>	<u>(706,651)</u>	<u>-</u>	<u>(83,755)</u>	<u>(3,684,828)</u>
-	-	-	-	338,803
-	561,816	(25,000)	78,605	6,638,788
-	-	-	-	(2,675,602)
<u>-</u>	<u>561,816</u>	<u>(25,000)</u>	<u>78,605</u>	<u>4,301,989</u>
(272)	(144,835)	(25,000)	(5,150)	617,161
<u>50,530</u>	<u>272,335</u>	<u>25,000</u>	<u>150,517</u>	<u>12,464,897</u>
<u>\$ 50,258</u>	<u>\$ 127,500</u>	<u>\$ -</u>	<u>\$ 145,367</u>	<u>\$ 13,082,058</u>

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

Statement B-1

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	344,500	344,500	375,689	31,189
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	4,000	4,000	-	(4,000)
<i>Total revenues</i>	<u>348,500</u>	<u>348,500</u>	<u>375,689</u>	<u>27,189</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
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>348,500</u>	<u>348,500</u>	<u>375,689</u>	<u>27,189</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	159,706	159,706	-	(159,706)
Transfers in	-	-	-	-
Transfers out	(508,206)	(508,206)	(508,206)	-
<i>Total other financing sources (uses)</i>	<u>(348,500)</u>	<u>(348,500)</u>	<u>(508,206)</u>	<u>(159,706)</u>
<i>Net change in fund balances</i>	-	-	(132,517)	(132,517)
<i>Fund balances - beginning of year</i>	-	-	256,356	256,356
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 123,839</u>	<u>\$ 123,839</u>
Net change in fund balances (budget basis)				\$ (132,517)
Adjustments to revenues for gross receipts taxes				6,180
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (126,337)</u>

The accompanying notes are an integral part of these financial statements

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

Statement B-2

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	65,000	65,000	64,001	(999)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>65,000</u>	<u>65,000</u>	<u>64,001</u>	<u>(999)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
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>65,000</u>	<u>65,000</u>	<u>64,001</u>	<u>(999)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	15,000	15,000	-	(15,000)
Transfers in	-	-	-	-
Transfers out	(80,000)	(80,000)	(70,000)	10,000
<i>Total other financing sources (uses)</i>	<u>(65,000)</u>	<u>(65,000)</u>	<u>(70,000)</u>	<u>(5,000)</u>
<i>Net change in fund balances</i>	-	-	(5,999)	(5,999)
<i>Fund balances - beginning of year</i>	-	-	22,696	22,696
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,697</u>	<u>\$ 16,697</u>
Net change in fund balances (budget basis)				\$ (5,999)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (5,999)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-3

Taos County

Property Valuation Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ 175,000	175,000	\$ 207,696	\$ 32,696
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>175,000</u>	<u>175,000</u>	<u>207,696</u>	<u>32,696</u>
<i>Expenditures</i>				
Current				
General government	461,102	461,102	149,529	311,573
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	16,715	16,715	15,000	1,715
Interest	-	-	-	-
<i>Total expenditures</i>	<u>477,817</u>	<u>477,817</u>	<u>164,529</u>	<u>313,288</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(302,817)</u>	<u>(302,817)</u>	<u>43,167</u>	<u>345,984</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	302,817	302,817	-	(302,817)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>302,817</u>	<u>302,817</u>	<u>-</u>	<u>(302,817)</u>
<i>Net change in fund balances</i>	-	-	43,167	43,167
<i>Fund balances - beginning of year</i>	-	-	302,818	302,818
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 345,985</u>	<u>\$ 345,985</u>
Net change in fund balances (budget basis)				\$ 43,167
Adjustments to revenues for property taxes				(3,846)
Adjustments to expenditures for general government				(33,162)
Net change in fund balances (GAAP basis)				<u>\$ 6,159</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-4

Taos County

Road Fund Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	85,000	85,000	93,856	8,856
Gasoline and motor vehicle	191,500	191,500	161,815	(29,685)
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	317,100	317,100	310,652	(6,448)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	29	29
Licenses and fees	343,800	343,800	397,424	53,624
Interest income	-	-	-	-
Miscellaneous	6,000	6,000	675	(5,325)
<i>Total revenues</i>	<u>943,400</u>	<u>943,400</u>	<u>964,451</u>	<u>21,051</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	1,758,114	1,692,013	1,544,043	147,970
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	100,000	189,531	246,923	(57,392)
Debt service				
Principal	212,885	189,455	133,237	56,218
Interest	-	-	34,705	(34,705)
<i>Total expenditures</i>	<u>2,070,999</u>	<u>2,070,999</u>	<u>1,958,908</u>	<u>112,091</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,127,599)</u>	<u>(1,127,599)</u>	<u>(994,457)</u>	<u>133,142</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	63,165	63,165	-	(63,165)
Transfers in	1,064,434	1,064,434	1,064,434	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,127,599</u>	<u>1,127,599</u>	<u>1,185,577</u>	<u>57,978</u>
<i>Net change in fund balances</i>	-	-	191,120	191,120
<i>Fund balances - beginning of year</i>	-	-	235,748	235,748
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 426,868</u>	<u>\$ 426,868</u>
Net change in fund balances (budget basis)				\$ 191,120
Adjustments to revenues for gross receipts taxes, licenses and fees, and miscellaneous income				(11,531)
Adjustments to expenditures for public works and capital outlay				4,507
Net change in fund balances (GAAP basis)				<u>\$ 184,096</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-5

Taos County

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

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	53,689	53,689	48,145	(5,544)
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>53,689</u>	<u>53,689</u>	<u>48,145</u>	<u>(5,544)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	73,898	78,198	56,056	22,142
Capital outlay	4,300	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>78,198</u>	<u>78,198</u>	<u>56,056</u>	<u>22,142</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(24,509)</u>	<u>(24,509)</u>	<u>(7,911)</u>	<u>16,598</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	24,509	24,509	-	(24,509)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>24,509</u>	<u>24,509</u>	<u>-</u>	<u>(24,509)</u>
<i>Net change in fund balances</i>	-	-	(7,911)	(7,911)
<i>Fund balances - beginning of year</i>	-	-	24,510	24,510
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,599</u>	<u>\$ 16,599</u>
Net change in fund balances (budget basis)				\$ (7,911)
No adjustments				-
Adjustments to expenditures for health and welfare				(5,334)
Net change in fund balances (GAAP basis)				<u>\$ (13,245)</u>

The accompanying notes are an integral part of these financial statements



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

Statement B-6

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	750	750	1,547	797
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	750	750	1,547	797
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	10,349	10,349	-	10,349
Health and welfare	-	-	-	-
Capital outlay				
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	10,349	10,349	-	10,349
<i>Excess (deficiency) of revenues over expenditures</i>	(9,599)	(9,599)	1,547	11,146
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	9,599	9,599	-	(9,599)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	9,599	9,599	-	(9,599)
<i>Net change in fund balances</i>	-	-	1,547	1,547
<i>Fund balances - beginning of year</i>	-	-	9,599	9,599
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 11,146	\$ 11,146
Net change in fund balances (budget basis)				\$ 1,547
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				\$ 1,547

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-7

Taos County

Fire Protection Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	576,622	707,748	707,748	-
State capital grants	55,196	55,196	54,569	(627)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	800	800	68	(732)
Miscellaneous	175	175	137	(38)
<i>Total revenues</i>	<u>632,793</u>	<u>763,919</u>	<u>762,522</u>	<u>(1,397)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	690,862	736,761	306,836	429,925
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	595,620	680,847	48,682	632,165
Debt service				
Principal	51,720	51,720	51,679	41
Interest	3,476	3,476	3,441	35
<i>Total expenditures</i>	<u>1,341,678</u>	<u>1,472,804</u>	<u>410,638</u>	<u>1,062,166</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(708,885)</u>	<u>(708,885)</u>	<u>351,884</u>	<u>1,060,769</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	728,885	728,885	-	(728,885)
Transfers in	-	-	-	-
Transfers out	(20,000)	(20,000)	(20,000)	-
<i>Total other financing sources (uses)</i>	<u>708,885</u>	<u>708,885</u>	<u>(20,000)</u>	<u>(728,885)</u>
<i>Net change in fund balances</i>	-	-	331,884	331,884
<i>Fund balances - beginning of year</i>	-	-	730,410	730,410
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,062,294</u>	<u>\$ 1,062,294</u>
Net change in fund balances (budget basis)				\$ 331,884
No adjustments				-
Adjustments to expenditures for public safety				(51,088)
Net change in fund balances (GAAP basis)				<u>\$ 280,796</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-8

Taos County

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

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	39,000	39,000	39,000	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>39,000</u>	<u>39,000</u>	<u>39,000</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	4,000	3,725	275
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	39,000	35,000	33,601	1,399
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>39,000</u>	<u>39,000</u>	<u>37,326</u>	<u>1,674</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	1,674	1,674
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
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>	-	-	1,674	1,674
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,674</u>	<u>\$ 1,674</u>
Net change in fund balances (budget basis)				\$ 1,674
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 1,674</u>

The accompanying notes are an integral part of these financial statements

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

Statement B-9

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	80,000	80,000	89,104	9,104
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	1,000	1,000	1,047	47
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>81,000</u>	<u>81,000</u>	<u>90,151</u>	<u>9,151</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	157,251	157,251	105,757	51,494
Health and welfare	-	-	-	-
Capital outlay				
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>157,251</u>	<u>157,251</u>	<u>105,757</u>	<u>51,494</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(76,251)</u>	<u>(76,251)</u>	<u>(15,606)</u>	<u>60,645</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	76,251	76,251	-	(76,251)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>76,251</u>	<u>76,251</u>	<u>-</u>	<u>(76,251)</u>
<i>Net change in fund balances</i>	-	-	(15,606)	(15,606)
<i>Fund balances - beginning of year</i>	-	-	76,251	76,251
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,645</u>	<u>\$ 60,645</u>
Net change in fund balances (budget basis)				\$ (15,606)
Adjustments to revenues for lodger's taxes				1,678
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (13,928)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-10

Taos County

Lodger's Tax Non-Promotional Special Revenue Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	142,000	142,000	133,656	(8,344)
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	8,000	8,000	12,907	4,907
Interest income	800	800	116	(684)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>150,800</u>	<u>150,800</u>	<u>146,679</u>	<u>(4,121)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	72,570	72,570	71,431	1,139
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>72,570</u>	<u>72,570</u>	<u>71,431</u>	<u>1,139</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>78,230</u>	<u>78,230</u>	<u>75,248</u>	<u>(2,982)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	16,153	(28,647)	-	28,647
Transfers in	-	44,800	44,800	-
Transfers out	(94,383)	(94,383)	(94,383)	-
<i>Total other financing sources (uses)</i>	<u>(78,230)</u>	<u>(78,230)</u>	<u>(49,583)</u>	<u>28,647</u>
<i>Net change in fund balances</i>	-	-	25,665	25,665
<i>Fund balances - beginning of year</i>	-	-	16,153	16,153
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,818</u>	<u>\$ 41,818</u>
Net change in fund balances (budget basis)				\$ 25,665
Adjustments to revenues for lodger's taxes				2,589
Adjustments to expenditures for culture and recreation				11,260
Net change in fund balances (GAAP basis)				<u>\$ 39,514</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-11

Taos County

Recreation Fund Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	2,750	2,750	1,670	(1,080)
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	1,500	1,500	700	(800)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>4,250</u>	<u>4,250</u>	<u>2,370</u>	<u>(1,880)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	56,457	56,457	51,501	4,956
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>56,457</u>	<u>56,457</u>	<u>51,501</u>	<u>4,956</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(52,207)</u>	<u>(52,207)</u>	<u>(49,131)</u>	<u>3,076</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	2,624	2,624	-	(2,624)
Transfers in	49,583	49,583	49,583	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>52,207</u>	<u>52,207</u>	<u>49,583</u>	<u>(2,624)</u>
<i>Net change in fund balances</i>	-	-	452	452
<i>Fund balances - beginning of year</i>	-	-	2,624	2,624
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,076</u>	<u>\$ 3,076</u>
Net change in fund balances (budget basis)				\$ 452
Adjustments to revenues for other taxes				(48)
Adjustments to expenditures for culture and recreation				7,100
Net change in fund balances (GAAP basis)				<u>\$ 7,504</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-12

Taos County

Indigent Health Fund Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	1,633,428	1,633,428	1,520,363	(113,065)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	850,000	850,000	1,104,070	254,070
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	15,000	15,000	-	(15,000)
Miscellaneous	-	-	5,040	5,040
<i>Total revenues</i>	<u>2,498,428</u>	<u>2,498,428</u>	<u>2,629,473</u>	<u>131,045</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	2,757,169	2,749,681	2,101,243	648,438
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,757,169</u>	<u>2,749,681</u>	<u>2,101,243</u>	<u>648,438</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(258,741)</u>	<u>(251,253)</u>	<u>528,230</u>	<u>779,483</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	258,741	251,253	-	(251,253)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>258,741</u>	<u>251,253</u>	<u>-</u>	<u>(251,253)</u>
<i>Net change in fund balances</i>	-	-	528,230	528,230
<i>Fund balances - beginning of year</i>	-	-	258,742	258,742
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 786,972</u>	<u>\$ 786,972</u>
Net change in fund balances (budget basis)				\$ 528,230
Adjustments to revenues for gross receipts taxes				17,564
Adjustments to expenditures for health and welfare				(994)
Net change in fund balances (GAAP basis)				<u>\$ 544,800</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-13

Taos County

Fire Excise Tax Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	513,120	513,120	412,120	(101,000)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	9,746	9,746
Miscellaneous	-	-	990	990
<i>Total revenues</i>	<u>513,120</u>	<u>513,120</u>	<u>422,856</u>	<u>(90,264)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	389,034	609,856	39,845	570,011
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,025,795	1,024,312	50,731	973,581
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,414,829</u>	<u>1,634,168</u>	<u>90,576</u>	<u>1,543,592</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(901,709)</u>	<u>(1,121,048)</u>	<u>332,280</u>	<u>1,453,328</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,331,998	1,551,337	-	(1,551,337)
Transfers in	-	-	-	-
Transfers out	(430,289)	(430,289)	(236,618)	193,671
<i>Total other financing sources (uses)</i>	<u>901,709</u>	<u>1,121,048</u>	<u>(236,618)</u>	<u>(1,357,666)</u>
<i>Net change in fund balances</i>	-	-	95,662	95,662
<i>Fund balances - beginning of year</i>	-	-	1,587,820	1,587,820
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,683,482</u>	<u>\$ 1,683,482</u>
Net change in fund balances (budget basis)				\$ 95,662
Adjustments to revenues for gross receipts taxes				5,661
Adjustments to expenditures for capital outlay				(8,337)
Net change in fund balances (GAAP basis)				<u>\$ 92,986</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-14

Taos County

DWI 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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	228,485	228,485	239,775	11,290
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>228,485</u>	<u>228,485</u>	<u>239,775</u>	<u>11,290</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	234,192	234,192	227,743	6,449
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>234,192</u>	<u>234,192</u>	<u>227,743</u>	<u>6,449</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(5,707)</u>	<u>(5,707)</u>	<u>12,032</u>	<u>17,739</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(19,982)	(19,982)	-	19,982
Transfers in	25,689	25,689	25,689	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>5,707</u>	<u>5,707</u>	<u>25,689</u>	<u>19,982</u>
<i>Net change in fund balances</i>	-	-	37,721	37,721
<i>Fund balances - beginning of year</i>	-	-	65,018	65,018
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102,739</u>	<u>\$ 102,739</u>
Net change in fund balances (budget basis)				\$ 37,721
No adjustments				-
Adjustments to expenditures for public safety				(3,369)
Net change in fund balances (GAAP basis)				<u>\$ 34,352</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-15

Taos County

DWI 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, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	65,000	71,087	62,591	(8,496)
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	32	32
<i>Total revenues</i>	<u>65,000</u>	<u>71,087</u>	<u>62,623</u>	<u>(8,464)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	78,555	84,642	80,348	4,294
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>78,555</u>	<u>84,642</u>	<u>80,348</u>	<u>4,294</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(13,555)</u>	<u>(13,555)</u>	<u>(17,725)</u>	<u>(4,170)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	13,555	13,555	-	(13,555)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>13,555</u>	<u>13,555</u>	<u>-</u>	<u>(13,555)</u>
<i>Net change in fund balances</i>	-	-	(17,725)	(17,725)
<i>Fund balances - beginning of year</i>	-	-	38,554	38,554
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,829</u>	<u>\$ 20,829</u>
Net change in fund balances (budget basis)				\$ (17,725)
Adjustments to revenues for state operating grants				7,234
Adjustments to expenditures for public safety				19,284
Net change in fund balances (GAAP basis)				<u>\$ 8,793</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-16

Taos County

Clerk's Recording Fees Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	35,000	35,000	35,160	160
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>35,000</u>	<u>35,000</u>	<u>35,160</u>	<u>160</u>
<i>Expenditures</i>				
Current				
General government	322,142	322,142	13,936	308,206
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>322,142</u>	<u>322,142</u>	<u>13,936</u>	<u>308,206</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(287,142)</u>	<u>(287,142)</u>	<u>21,224</u>	<u>308,366</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	287,142	287,142	-	(287,142)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>287,142</u>	<u>287,142</u>	<u>-</u>	<u>(287,142)</u>
<i>Net change in fund balances</i>	-	-	21,224	21,224
<i>Fund balances - beginning of year</i>	-	-	287,142	287,142
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 308,366</u>	<u>\$ 308,366</u>
Net change in fund balances (budget basis)				\$ 21,224
Adjustments to revenue for charges for service				(168)
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 21,056</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-17

Taos County

Jail/Detention Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	55,000	55,000	27,836	(27,164)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	141,783	156,150	139,011	(17,139)
Federal capital grants	-	-	-	-
State operating grants	110,425	110,425	80,286	(30,139)
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	150	150	60	(90)
Licenses and fees	1,000	1,000	4,681	3,681
Interest income	-	-	-	-
Miscellaneous	-	-	10	10
<i>Total revenues</i>	<u>308,358</u>	<u>322,725</u>	<u>251,884</u>	<u>(70,841)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	2,675,444	2,715,281	2,236,459	478,822
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,675,444</u>	<u>2,715,281</u>	<u>2,236,459</u>	<u>478,822</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,367,086)</u>	<u>(2,392,556)</u>	<u>(1,984,575)</u>	<u>407,981</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	27,773	27,773	-	(27,773)
Transfers in	2,339,313	2,364,783	2,079,782	(285,001)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,367,086</u>	<u>2,392,556</u>	<u>2,079,782</u>	<u>(312,774)</u>
<i>Net change in fund balances</i>	-	-	95,207	95,207
<i>Fund balances - beginning of year</i>	-	-	27,773	27,773
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 122,980</u>	<u>\$ 122,980</u>
Net change in fund balances (budget basis)				\$ 95,207
Adjustments to revenues for gross receipts taxes and state operating grants				19,513
Adjustments to expenditures for public safety				132,395
Net change in fund balances (GAAP basis)				<u>\$ 247,115</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-18

Taos County

DWI Intake Supervision Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	13,120	13,120	18,552	5,432
Interest income	-	-	-	-
Miscellaneous	-	-	2,088	2,088
<i>Total revenues</i>	<u>13,120</u>	<u>13,120</u>	<u>20,640</u>	<u>7,520</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	24,552	24,552	18,083	6,469
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>24,552</u>	<u>24,552</u>	<u>18,083</u>	<u>6,469</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(11,432)</u>	<u>(11,432)</u>	<u>2,557</u>	<u>13,989</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	11,432	11,432	-	(11,432)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>11,432</u>	<u>11,432</u>	<u>-</u>	<u>(11,432)</u>
<i>Net change in fund balances</i>	-	-	2,557	2,557
<i>Fund balances - beginning of year</i>	-	-	11,432	11,432
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,989</u>	<u>\$ 13,989</u>
Net change in fund balances (budget basis)				\$ 2,557
No adjustments				-
Adjustments to expenditures for public safety				32
Net change in fund balances (GAAP basis)				<u>\$ 2,589</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-19

Taos County

Forest Reserve Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	50,000	50,000	51,166	1,166
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>51,166</u>	<u>1,166</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	228,380	228,380	14,632	213,748
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>228,380</u>	<u>228,380</u>	<u>14,632</u>	<u>213,748</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(178,380)</u>	<u>(178,380)</u>	<u>36,534</u>	<u>214,914</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	178,380	178,380	-	(178,380)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>178,380</u>	<u>178,380</u>	<u>-</u>	<u>(178,380)</u>
<i>Net change in fund balances</i>	-	-	36,534	36,534
<i>Fund balances - beginning of year</i>	-	-	178,380	178,380
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 214,914</u>	<u>\$ 214,914</u>
Net change in fund balances (budget basis)				\$ 36,534
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 36,534</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-20

Taos County

DWI School Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	4,927	4,234	3,692	542
Capital outlay	-	693	-	693
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,927</u>	<u>4,927</u>	<u>3,692</u>	<u>1,235</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,927)</u>	<u>(4,927)</u>	<u>(3,692)</u>	<u>1,235</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,927	4,927	-	(4,927)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,927</u>	<u>4,927</u>	<u>-</u>	<u>(4,927)</u>
<i>Net change in fund balances</i>	-	-	(3,692)	(3,692)
<i>Fund balances - beginning of year</i>	-	-	4,927	4,927
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,235</u>	<u>\$ 1,235</u>
Net change in fund balances (budget basis)				\$ (3,692)
No adjustments				
Adjustments to expenditures for health and welfare				1,729
Net change in fund balances (GAAP basis)				<u>\$ (1,963)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-21

Taos County

Fire District Discretion Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	110,000	110,000	1,300	(108,700)
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	400	400
<i>Total revenues</i>	<u>110,000</u>	<u>110,000</u>	<u>1,700</u>	<u>(108,300)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	85,026	85,026	785	84,241
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	36,375	36,375	-	36,375
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>121,401</u>	<u>121,401</u>	<u>785</u>	<u>120,616</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(11,401)</u>	<u>(11,401)</u>	<u>915</u>	<u>12,316</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	11,401	11,401	-	(11,401)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>11,401</u>	<u>11,401</u>	<u>-</u>	<u>(11,401)</u>
<i>Net change in fund balances</i>	-	-	915	915
<i>Fund balances - beginning of year</i>	-	-	11,401	11,401
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,316</u>	<u>\$ 12,316</u>
Net change in fund balances (budget basis)				\$ 915
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 915</u>

The accompanying notes are an integral part of these financial statements



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

Statement B-22

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	160,000	160,000	-	(160,000)
<i>Total revenues</i>	<u>160,000</u>	<u>160,000</u>	<u>-</u>	<u>(160,000)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
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>160,000</u>	<u>160,000</u>	<u>-</u>	<u>(160,000)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(160,000)	(160,000)	-	160,000
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(160,000)</u>	<u>(160,000)</u>	<u>-</u>	<u>160,000</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	209	209
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 209</u>	<u>\$ 209</u>
Net change in fund balances (budget basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-23

Taos County

Taos County Donations Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	2,100	2,100	-	2,100
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,100</u>	<u>2,100</u>	<u>-</u>	<u>2,100</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,100)</u>	<u>(2,100)</u>	<u>-</u>	<u>2,100</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	2,100	2,100	-	(2,100)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,100</u>	<u>2,100</u>	<u>-</u>	<u>(2,100)</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	2,100	2,100
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,100</u>	<u>\$ 2,100</u>
Net change in fund balances (budget basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-24

Taos County

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

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	66,339	216,993	-	(216,993)
Transfers in	-	-	-	-
Transfers out	(66,339)	(216,993)	(216,993)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(216,993)</u>	<u>(216,993)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(216,993)</u>	<u>(216,993)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>300,000</u>	<u>300,000</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 83,007</u>	<u>\$ 83,007</u>
Net change in fund balances (budget basis)				\$ (216,993)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (216,993)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-25

Taos County

GRT Judicial Complex Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	505,000	435,000	431,223	(3,777)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	4,250	1,350	-	(1,350)
Miscellaneous	-	-	945	945
<i>Total revenues</i>	<u>509,250</u>	<u>436,350</u>	<u>432,168</u>	<u>(4,182)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	127,300	133,000	132,997	3
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>127,300</u>	<u>133,000</u>	<u>132,997</u>	<u>3</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>381,950</u>	<u>303,350</u>	<u>299,171</u>	<u>(4,179)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(504,950)	(426,350)	-	426,350
Transfers in	500,000	500,000	500,000	-
Transfers out	(377,000)	(377,000)	(297,994)	79,006
<i>Total other financing sources (uses)</i>	<u>(381,950)</u>	<u>(303,350)</u>	<u>202,006</u>	<u>505,356</u>
<i>Net change in fund balances</i>	-	-	501,177	501,177
<i>Fund balances - beginning of year</i>	-	-	297,022	297,022
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 798,199</u>	<u>\$ 798,199</u>
Net change in fund balances (budget basis)				\$ 501,177
Adjustments to revenues for gross receipts taxes and miscellaneous income				20,375
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 521,552</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-26

Taos County

DWI Domestic Violence Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	100	100	410	310
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	1,300	1,300	442	(858)
Licenses and fees	150	150	1,563	1,413
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,550</u>	<u>1,550</u>	<u>2,415</u>	<u>865</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	4,136	4,136	2,039	2,097
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,136</u>	<u>4,136</u>	<u>2,039</u>	<u>2,097</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,586)</u>	<u>(2,586)</u>	<u>376</u>	<u>2,962</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	2,586	2,586	-	(2,586)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,586</u>	<u>2,586</u>	<u>-</u>	<u>(2,586)</u>
<i>Net change in fund balances</i>	-	-	376	376
<i>Fund balances - beginning of year</i>	-	-	2,586	2,586
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,962</u>	<u>\$ 2,962</u>
Net change in fund balances (budget basis)				\$ 376
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 376</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-27

Taos County

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

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	15,000	15,000	14,480	(520)
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>15,000</u>	<u>15,000</u>	<u>14,480</u>	<u>(520)</u>
<i>Expenditures</i>				
Current				
General government	-	-	9,697	(9,697)
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	15,000	15,000	4,783	10,217
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>15,000</u>	<u>14,480</u>	<u>520</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	7,500	-	(7,500)
Transfers in	-	-	-	-
Transfers out	-	(7,500)	(7,500)	-
<i>Total other financing sources (uses)</i>	-	-	(7,500)	(7,500)
<i>Net change in fund balances</i>	-	-	(7,500)	(7,500)
<i>Fund balances - beginning of year</i>	-	-	7,500	7,500
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ (7,500)
Adjustments to revenue for state operating grants				(14,480)
Adjustments to expenditures for general government and capital outlay				11,984
Net change in fund balances (GAAP basis)				<u>\$ (9,996)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-28

Taos County

Taos County Animal Shelter Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	41,431	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>41,431</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	41,431	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>41,431</u>	<u>-</u>	<u>-</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)	-	-	-	-
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>25,000</u>	<u>25,000</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 25,000</u>
Net change in fund balances (budget basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-29

Taos County

Solid Waste Equipment Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	38,800	38,800	38,772	(28)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	500	500	84	(416)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>39,300</u>	<u>39,300</u>	<u>38,856</u>	<u>(444)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	34,700	34,700	34,680	20
Interest	4,100	4,100	4,078	22
<i>Total expenditures</i>	<u>38,800</u>	<u>38,800</u>	<u>38,758</u>	<u>42</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>500</u>	<u>500</u>	<u>98</u>	<u>(402)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(500)	(500)	-	500
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(500)</u>	<u>(500)</u>	<u>-</u>	<u>500</u>
<i>Net change in fund balances</i>	-	-	98	98
<i>Fund balances - beginning of year</i>	-	-	33,911	33,911
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,009</u>	<u>\$ 34,009</u>
Net change in fund balances (budget basis)				\$ 98
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 98</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-30

Taos County

Capital Projects Fund Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	50	50	172	122
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50</u>	<u>50</u>	<u>172</u>	<u>122</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	506,460	653,685	488,771	164,914
Interest	1,674	7,659	7,650	9
<i>Total expenditures</i>	<u>508,134</u>	<u>661,344</u>	<u>496,421</u>	<u>164,923</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(508,084)</u>	<u>(661,294)</u>	<u>(496,249)</u>	<u>165,045</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	264,216	429,139	-	(429,139)
Transfers in	243,868	243,868	243,746	(122)
Transfers out	-	(11,713)	(11,713)	-
<i>Total other financing sources (uses)</i>	<u>508,084</u>	<u>661,294</u>	<u>232,033</u>	<u>(429,261)</u>
<i>Net change in fund balances</i>	-	-	(264,216)	(264,216)
<i>Fund balances - beginning of year</i>	-	-	264,216	264,216
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ (264,216)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (264,216)</u>

The accompanying notes are an integral part of these financial statements

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

Statement B-31

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	48,085	43,023	(5,062)
State operating grants	103,711	492,320	376,783	(115,537)
State capital grants	251,625	230,125	221,122	(9,003)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>355,336</u>	<u>770,530</u>	<u>640,928</u>	<u>(129,602)</u>
<i>Expenditures</i>				
Current				
General government	30,887	38,935	38,654	281
Public safety	25,763	60,993	52,318	8,675
Public works	-	30,358	30,111	247
Culture and recreation	-	-	-	-
Health and welfare	85,383	116,179	89,273	26,906
Capital outlay	760,319	1,192,391	646,927	545,464
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>902,352</u>	<u>1,438,856</u>	<u>857,283</u>	<u>581,573</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(547,016)</u>	<u>(668,326)</u>	<u>(216,355)</u>	<u>451,971</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	547,016	668,326	-	(668,326)
Transfers in	-	-	611,819	611,819
Transfers out	-	-	(454,946)	(454,946)
<i>Total other financing sources (uses)</i>	<u>547,016</u>	<u>668,326</u>	<u>156,873</u>	<u>(511,453)</u>
<i>Net change in fund balances</i>	-	-	(59,482)	(59,482)
<i>Fund balances - beginning of year</i>	-	-	467,866	467,866
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 408,384</u>	<u>\$ 408,384</u>
Net change in fund balances (budget basis)				\$ (59,482)
Adjustments to revenues for state operating grants				(29,436)
Adjustments to expenditures for general government, public safety, public works, and culture and recreation				44,405
Net change in fund balances (GAAP basis)				<u>\$ (44,513)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-32

Taos County

NMFA Loan Water Truck Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	10	10	2	(8)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10</u>	<u>10</u>	<u>2</u>	<u>(8)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	21,570	40,400	21,563	18,837
Interest	36	241	18	223
<i>Total expenditures</i>	<u>21,606</u>	<u>40,641</u>	<u>21,581</u>	<u>19,060</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(21,596)</u>	<u>(40,631)</u>	<u>(21,579)</u>	<u>19,052</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	21,596	21,781	-	(21,781)
Transfers in	-	18,850	18,833	(17)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>21,596</u>	<u>40,631</u>	<u>18,833</u>	<u>(21,798)</u>
<i>Net change in fund balances</i>	-	-	(2,746)	(2,746)
<i>Fund balances - beginning of year</i>	-	-	2,746	2,746
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ (2,746)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (2,746)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-33

Taos County

NMFA Taos Backhoe Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	4,586	1,834	(2,752)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	50	-	(50)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,636</u>	<u>1,834</u>	<u>(2,802)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	69,087	68,065	1,022
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	1,021	(1,021)
<i>Total expenditures</i>	<u>-</u>	<u>69,087</u>	<u>69,086</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(64,451)</u>	<u>(67,252)</u>	<u>(2,801)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(4,636)	-	4,636
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Bond Proceeds	-	69,087	69,087	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>64,451</u>	<u>69,087</u>	<u>4,636</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,835</u>	<u>1,835</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>\$ 1,835</u>	<u>\$ 1,835</u>
Net change in fund balances (budget basis)				\$ 1,835
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 1,835</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-34

Taos County

NMFA Latir Taos Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	6	6
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>6</u>	<u>6</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	690	690	-
<i>Total expenditures</i>	<u>-</u>	<u>690</u>	<u>690</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(690)</u>	<u>(684)</u>	<u>6</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(46,000)	-	46,000
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Bond proceeds	-	46,690	46,690	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>690</u>	<u>46,690</u>	<u>46,000</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>46,006</u>	<u>46,006</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>\$ 46,006</u>	<u>\$ 46,006</u>
Net change in fund balances (budget basis)				\$ 46,006
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 46,006</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-35

Taos County

La Lama Loan Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay				
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	1,506	(1,506)
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>1,506</u>	<u>(1,506)</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,506)</u>	<u>(1,506)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(101,883)	-	101,883
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Bond proceeds	-	101,883	101,883	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>101,883</u>	<u>101,883</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>100,377</u>	<u>100,377</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>\$ 100,377</u>	<u>\$ 100,377</u>
Net change in fund balances (budget basis)				\$ 100,377
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 100,377</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-36

Taos County

Bond Debt Service Fund

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

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	5,000	5,000	7,809	2,809
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	600	600	774	174
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,600</u>	<u>5,600</u>	<u>8,583</u>	<u>2,983</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	17,158	17,158	-	17,158
Debt service				
Principal	895,533	1,303,653	881,000	422,653
Interest	36,980	51,647	51,590	57
<i>Total expenditures</i>	<u>949,671</u>	<u>1,372,458</u>	<u>932,590</u>	<u>439,868</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(944,071)</u>	<u>(1,366,858)</u>	<u>(924,007)</u>	<u>442,851</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	338,283	1,366,858	-	(1,366,858)
Transfers in	605,788	-	650,623	650,623
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>944,071</u>	<u>1,366,858</u>	<u>650,623</u>	<u>(716,235)</u>
<i>Net change in fund balances</i>	-	-	(273,384)	(273,384)
<i>Fund balances - beginning of year</i>	-	-	306,776	306,776
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,392</u>	<u>\$ 33,392</u>
Net change in fund balances (budget basis)				\$ (273,384)
Adjustments to revenues for gross receipts taxes				639
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (272,745)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-37

Taos County

2007 Educational Refunding Bond Reserve Debt Service Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	25,880	25,880	403,732	377,852
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>25,880</u>	<u>25,880</u>	<u>403,732</u>	<u>377,852</u>
<i>Expenditures</i>				
Current				
General government	30,005	5	-	5
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	8,206,648	2,373,000	-	2,373,000
<i>Total expenditures</i>	<u>8,236,653</u>	<u>2,373,005</u>	<u>-</u>	<u>2,373,005</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(8,210,773)</u>	<u>(2,347,125)</u>	<u>403,732</u>	<u>2,750,857</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	7,935,773	2,072,125	-	(2,072,125)
Loan proceeds	275,000	275,000	-	(275,000)
Transfers in	-	-	519,078	519,078
Transfers out	-	-	(702,249)	(702,249)
<i>Total other financing sources (uses)</i>	<u>8,210,773</u>	<u>2,347,125</u>	<u>(183,171)</u>	<u>(2,530,296)</u>
<i>Net change in fund balances</i>	-	-	220,561	220,561
<i>Fund balances - beginning of year</i>	-	-	3,060,694	3,060,694
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,281,255</u>	<u>\$ 3,281,255</u>
Net change in fund balances (budget basis)				\$ 220,561
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 220,561</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-38

Taos County

2004 Educational Bond Series Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	75	75	-	(75)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>75</u>	<u>75</u>	<u>-</u>	<u>(75)</u>
<i>Expenditures</i>				
Current				
General government	1,200	9,010	-	9,010
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,200</u>	<u>9,010</u>	<u>-</u>	<u>9,010</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,125)</u>	<u>(8,935)</u>	<u>-</u>	<u>8,935</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	1,125	8,935	-	(8,935)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,125</u>	<u>8,935</u>	<u>-</u>	<u>(8,935)</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-39

Taos County

NMFA Solid Waste Vehicle Bond Series Debt Service Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	14,070	14,070	14,052	(18)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	100	100	12	(88)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>14,170</u>	<u>14,170</u>	<u>14,064</u>	<u>(106)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	13,250	13,250	13,236	14
Interest	820	820	806	14
<i>Total expenditures</i>	<u>14,070</u>	<u>14,070</u>	<u>14,042</u>	<u>28</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>100</u>	<u>100</u>	<u>22</u>	<u>(78)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(100)	(100)	-	100
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(100)</u>	<u>(100)</u>	<u>-</u>	<u>100</u>
<i>Net change in fund balances</i>	-	-	22	22
<i>Fund balances - beginning of year</i>	-	-	3,544	3,544
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,566</u>	<u>\$ 3,566</u>
Net change in fund balances (budget basis)				\$ 22
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 22</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-40

Taos County

Educational Bond Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	160	160	-	(160)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>160</u>	<u>160</u>	<u>-</u>	<u>(160)</u>
<i>Expenditures</i>				
Current				
General government	37,010	37,010	-	37,010
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>37,010</u>	<u>37,010</u>	<u>-</u>	<u>37,010</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(36,850)</u>	<u>(36,850)</u>	<u>-</u>	<u>36,850</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	36,850	36,850	-	(36,850)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>36,850</u>	<u>36,850</u>	<u>-</u>	<u>(36,850)</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-41

Taos County  
Land Purchase Judicial Complex Debt Service Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	93,059	78,059	81,690	3,631
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	350	50	31	(19)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>93,409</u>	<u>78,109</u>	<u>81,721</u>	<u>3,612</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	27,459	27,459	27,459	-
Interest	65,600	65,600	65,573	27
<i>Total expenditures</i>	<u>93,059</u>	<u>93,059</u>	<u>93,032</u>	<u>27</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>350</u>	<u>(14,950)</u>	<u>(11,311)</u>	<u>3,639</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(350)	(4,439)	-	4,439
Transfers in	-	19,389	19,389	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(350)</u>	<u>14,950</u>	<u>19,389</u>	<u>4,439</u>
<i>Net change in fund balances</i>	-	-	8,078	8,078
<i>Fund balances - beginning of year</i>	-	-	10,739	10,739
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,817</u>	<u>\$ 18,817</u>
Net change in fund balances (budget basis)				\$ 8,078
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 8,078</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-42

Taos County

NMFA Hondo Seco Fire App Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	10,052	4,990	4,192	(798)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	5	129	4	(125)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10,057</u>	<u>5,119</u>	<u>4,196</u>	<u>(923)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	10,000	20,937	20,025	912
Interest	52	58	937	(879)
<i>Total expenditures</i>	<u>10,052</u>	<u>20,995</u>	<u>20,962</u>	<u>33</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5</u>	<u>(15,876)</u>	<u>(16,766)</u>	<u>(890)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(5)	907	-	(907)
Bond proceeds	-	-	-	-
Transfers in	-	14,969	15,036	67
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(5)</u>	<u>15,876</u>	<u>15,036</u>	<u>(840)</u>
<i>Net change in fund balances</i>	-	-	(1,730)	(1,730)
<i>Fund balances - beginning of year</i>	-	-	1,730	1,730
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ (1,730)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (1,730)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-43

Taos County

USDA Loan Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variations Favorable
	Original	Final	(Non-GAAP Budgetary Basis)	(Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	325,135	325,135	86,980	(238,155)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>325,135</u>	<u>325,135</u>	<u>86,980</u>	<u>(238,155)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
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>325,135</u>	<u>325,135</u>	<u>86,980</u>	<u>(238,155)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(325,135)	(325,135)	-	325,135
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(325,135)</u>	<u>(325,135)</u>	<u>-</u>	<u>325,135</u>
<i>Net change in fund balances</i>	-	-	86,980	86,980
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,980</u>	<u>\$ 86,980</u>
Net change in fund balances (budget basis)				\$ 86,980
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 86,980</u>

The accompanying notes are an integral part of these financial statements

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

Statement B-44

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	151,575	13,515	(138,060)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>151,575</u>	<u>13,515</u>	<u>(138,060)</u>
<i>Expenditures</i>				
Current				
General government	10,000	10,000	-	10,000
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	29,124,913	29,170,913	18,288,415	10,882,498
Debt service				
Principal	-	-	-	-
Interest	200	200	200	-
<i>Total expenditures</i>	<u>29,135,113</u>	<u>29,181,113</u>	<u>18,288,615</u>	<u>10,892,498</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(29,135,113)</u>	<u>(29,029,538)</u>	<u>(18,275,100)</u>	<u>10,754,438</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	29,213,981	29,062,406	-	(29,062,406)
Transfers in	-	46,000	-	(46,000)
Transfers out	(78,868)	(78,868)	(78,912)	(44)
<i>Total other financing sources (uses)</i>	<u>29,135,113</u>	<u>29,029,538</u>	<u>(78,912)</u>	<u>(29,108,450)</u>
<i>Net change in fund balances</i>	-	-	(18,354,012)	(18,354,012)
<i>Fund balances - beginning of year</i>	-	-	29,096,153	29,096,153
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,742,141</u>	<u>\$ 10,742,141</u>
Net change in fund balances (budget basis)				\$ (18,354,012)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (18,354,012)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-45

Taos County

2007 Refunding Series Debt Service Fund (Major)

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	2,580,300	2,580,300	3,051,147	470,847
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	18,052	18,052	126	(17,926)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,598,352</u>	<u>2,598,352</u>	<u>3,051,273</u>	<u>452,921</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	2,271,950	2,780,000	2,780,000	-
Interest	308,350	318,025	312,101	5,924
<i>Total expenditures</i>	<u>2,580,300</u>	<u>3,098,025</u>	<u>3,092,101</u>	<u>5,924</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>18,052</u>	<u>(499,673)</u>	<u>(40,828)</u>	<u>458,845</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(18,052)	499,673	-	(499,673)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(18,052)</u>	<u>499,673</u>	<u>-</u>	<u>(499,673)</u>
<i>Net change in fund balances</i>	-	-	(40,828)	(40,828)
<i>Fund balances - beginning of year</i>	-	-	2,502,209	2,502,209
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,461,381</u>	<u>\$ 2,461,381</u>
Net change in fund balances (budget basis)				\$ (40,828)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (40,828)</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-46

Taos County

Amailia Community Center Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	20,040	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>20,040</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	29,315	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>29,315</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(9,275)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	9,275	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(50,000)	(50,000)
<i>Total other financing sources (uses)</i>	<u>9,275</u>	<u>-</u>	<u>(50,000)</u>	<u>(50,000)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(50,000)</u>	<u>(50,000)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>59,275</u>	<u>59,275</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,275</u>	<u>\$ 9,275</u>
Net change in fund balances (budget basis)				\$ (50,000)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (50,000)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-47

Taos County

FEMA DHS Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	47,500	47,500	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>47,500</u>	<u>47,500</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	47,500	47,500	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>47,500</u>	<u>47,500</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)	-	-	-	-
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 balances (budget basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-48

Taos County

Women's Rehab Center Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	50,000	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	50,000	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>50,000</u>	<u>-</u>	<u>-</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)	-	(5,000)	-	5,000
Transfers in	-	-	-	-
Transfers out	-	5,000	(5,000)	(10,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ (5,000)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (5,000)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-49

Taos County

Educational Bond Proceeds Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	21,030	21,030	209	(20,821)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>21,030</u>	<u>21,030</u>	<u>209</u>	<u>(20,821)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	2,438,842	2,438,842	760,699	1,678,143
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,438,842</u>	<u>2,438,842</u>	<u>760,699</u>	<u>1,678,143</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,417,812)</u>	<u>(2,417,812)</u>	<u>(760,490)</u>	<u>1,657,322</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	2,417,812	2,417,812	-	(2,417,812)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,417,812</u>	<u>2,417,812</u>	<u>-</u>	<u>(2,417,812)</u>
<i>Net change in fund balances</i>	-	-	(760,490)	(760,490)
<i>Fund balances - beginning of year</i>	-	-	2,417,813	2,417,813
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,657,323</u>	<u>\$ 1,657,323</u>
Net change in fund balances (budget basis)				\$ (760,490)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (760,490)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-50

Taos County

La Lama Community Center Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	55,087	55,087	55,087	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>55,087</u>	<u>55,087</u>	<u>55,087</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	38,380	38,380	38,375	5
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>38,380</u>	<u>38,380</u>	<u>38,375</u>	<u>5</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>16,707</u>	<u>16,707</u>	<u>16,712</u>	<u>5</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(16,707)	(16,707)	-	16,707
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(16,707)</u>	<u>(16,707)</u>	<u>-</u>	<u>16,707</u>
<i>Net change in fund balances</i>	-	-	16,712	16,712
<i>Fund balances - beginning of year</i>	-	-	8,294	8,294
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,006</u>	<u>\$ 25,006</u>
Net change in fund balances (budget basis)				\$ 16,712
Adjustments to revenue for state operating grants				(55,087)
Adjustments to expenditures for capital outlay				36,963
Net change in fund balances (GAAP basis)				<u>\$ (1,412)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-51

Taos County

Talpa Community Center Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	72,151	72,151	9,468	(62,683)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>72,151</u>	<u>72,151</u>	<u>9,468</u>	<u>(62,683)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	11,255	11,255	-	11,255
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	76,393	76,393	71,644	4,749
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>87,648</u>	<u>87,648</u>	<u>71,644</u>	<u>16,004</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(15,497)</u>	<u>(15,497)</u>	<u>(62,176)</u>	<u>(46,679)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	15,497	15,497	-	(15,497)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>15,497</u>	<u>15,497</u>	<u>-</u>	<u>(15,497)</u>
<i>Net change in fund balances</i>	-	-	(62,176)	(62,176)
<i>Fund balances - beginning of year</i>	-	-	95,597	95,597
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,421</u>	<u>\$ 33,421</u>
Net change in fund balances (budget basis)				\$ (62,176)
Adjustments to revenue for state operating grants				(9,468)
Adjustments to expenditures for capital outlay				25,678
Net change in fund balances (GAAP basis)				<u>\$ (45,966)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-52

Taos County

Penasco Sub-Station Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	303,167	353,167	299,667	(53,500)
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>303,167</u>	<u>353,167</u>	<u>299,667</u>	<u>(53,500)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	280,988	380,988	314,201	66,787
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>280,988</u>	<u>380,988</u>	<u>314,201</u>	<u>66,787</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>22,179</u>	<u>(27,821)</u>	<u>(14,534)</u>	<u>13,287</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(22,179)	(62,179)	-	62,179
Transfers in	-	90,000	90,000	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(22,179)</u>	<u>27,821</u>	<u>90,000</u>	<u>62,179</u>
<i>Net change in fund balances</i>	-	-	75,466	75,466
<i>Fund balances - beginning of year</i>	-	-	3,587	3,587
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,053</u>	<u>\$ 79,053</u>
Net change in fund balances (budget basis)				\$ 75,466
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ 75,466</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-53

Taos County

Old Courthouse Renovation Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
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>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	661	661
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 661</u>	<u>\$ 661</u>
Net change in fund balances (budget basis)				\$ -
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



## STATE OF NEW MEXICO

Statement B-54

Taos County

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

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	18,655	18,655	9,658	(8,997)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>18,655</u>	<u>18,655</u>	<u>9,658</u>	<u>(8,997)</u>
<i>Expenditures</i>				
Current				
General government	1,624	8,124	1,716	6,408
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	27,201	20,701	2,444	18,257
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>28,825</u>	<u>28,825</u>	<u>4,160</u>	<u>24,665</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(10,170)</u>	<u>(10,170)</u>	<u>5,498</u>	<u>15,668</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	10,170	10,170	-	(10,170)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>10,170</u>	<u>10,170</u>	<u>-</u>	<u>(10,170)</u>
<i>Net change in fund balances</i>	-	-	5,498	5,498
<i>Fund balances - beginning of year</i>	-	-	15,168	15,168
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,666</u>	<u>\$ 20,666</u>
Net change in fund balances (budget basis)				\$ 5,498
Adjustments to revenues for state capital grants				7,111
Adjustments to expenditures for capital outlay				(5,883)
Net change in fund balances (GAAP basis)				<u>\$ 6,726</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-55

Taos County

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

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	70,676	57,499	55,399	(2,100)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>70,676</u>	<u>57,499</u>	<u>55,399</u>	<u>(2,100)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	1,860	1,860	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	64,320	45,879	45,879	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>64,320</u>	<u>47,739</u>	<u>47,739</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>6,356</u>	<u>9,760</u>	<u>7,660</u>	<u>(2,100)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(6,356)	(9,760)	-	9,760
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(6,356)</u>	<u>(9,760)</u>	<u>-</u>	<u>9,760</u>
<i>Net change in fund balances</i>	-	-	7,660	7,660
<i>Fund balances - beginning of year</i>	-	-	28,755	28,755
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,415</u>	<u>\$ 36,415</u>
Net change in fund balances (budget basis)				\$ 7,660
Adjustments to revenues for state capital grants				(12,733)
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (5,073)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-56

Taos County

Admin/Judicial Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	42,303	158,058	42,505	(115,553)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>42,303</u>	<u>158,058</u>	<u>42,505</u>	<u>(115,553)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	149,175	154,675	98,805	55,870
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	20,000	129,755	8,316	121,439
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>169,175</u>	<u>284,430</u>	<u>107,121</u>	<u>177,309</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(126,872)</u>	<u>(126,372)</u>	<u>(64,616)</u>	<u>61,756</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	36,317	35,817	-	(35,817)
Transfers in	90,555	90,555	90,555	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>126,872</u>	<u>126,372</u>	<u>90,555</u>	<u>(35,817)</u>
<i>Net change in fund balances</i>	-	-	25,939	25,939
<i>Fund balances - beginning of year</i>	-	-	36,317	36,317
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,256</u>	<u>\$ 62,256</u>
Net change in fund balances (budget basis)				\$ 25,939
Adjustments to revenue for state capital grants				55,044
Adjustments to expenditures for culture and recreation				(24,720)
Net change in fund balances (GAAP basis)				<u>\$ 56,263</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-57

Taos County

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

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	30,304	5,304	5,269	(35)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>30,304</u>	<u>5,304</u>	<u>5,269</u>	<u>(35)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	19,970	19,970	272	19,698
Health and welfare	-	-	-	-
Capital outlay	24,940	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>44,910</u>	<u>19,970</u>	<u>272</u>	<u>19,698</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(14,606)</u>	<u>(14,666)</u>	<u>4,997</u>	<u>19,663</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	14,606	14,666	-	(14,666)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>14,606</u>	<u>14,666</u>	<u>-</u>	<u>(14,666)</u>
<i>Net change in fund balances</i>	-	-	4,997	4,997
<i>Fund balances - beginning of year</i>	-	-	45,261	45,261
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,258</u>	<u>\$ 50,258</u>
Net change in fund balances (budget basis)				\$ 4,997
Adjustments to revenues for state capital grants				(5,269)
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (272)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-58

Taos County

Capital Enhancement Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	545,126	445,721	343,238	102,483
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	224,225	388,430	363,413	25,017
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>769,351</u>	<u>834,151</u>	<u>706,651</u>	<u>127,500</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(769,351)</u>	<u>(834,151)</u>	<u>(706,651)</u>	<u>127,500</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	272,335	272,335	-	(272,335)
Transfers in	497,016	561,816	561,816	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>769,351</u>	<u>834,151</u>	<u>561,816</u>	<u>(272,335)</u>
<i>Net change in fund balances</i>	-	-	(144,835)	(144,835)
<i>Fund balances - beginning of year</i>	-	-	272,335	272,335
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,500</u>	<u>\$ 127,500</u>
Net change in fund balances (budget basis)				\$ (144,835)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (144,835)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-59

Taos County

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

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	72,319	72,319	69,319	(3,000)
State capital grants	-	-	-	-
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>72,319</u>	<u>72,319</u>	<u>69,319</u>	<u>(3,000)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	69,319	69,319	69,319	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>69,319</u>	<u>69,319</u>	<u>69,319</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(3,000)	22,000	-	(22,000)
Transfers in	-	-	-	-
Transfers out	-	(25,000)	(25,000)	-
<i>Total other financing sources (uses)</i>	<u>(3,000)</u>	<u>(3,000)</u>	<u>(25,000)</u>	<u>(22,000)</u>
<i>Net change in fund balances</i>	-	-	(25,000)	(25,000)
<i>Fund balances - beginning of year</i>	-	-	25,000	25,000
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (budget basis)				\$ (25,000)
Adjustments to revenues for state capital grants				(48,635)
Adjustments to expenditures for capital outlay				73,635
Net change in fund balances (GAAP basis)				<u>\$ 25,000</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-60

Taos County

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

	Budgeted Amounts		Actual	Variences Favorable (Unfavorable)
	Original	Final	(Non-GAAP Budgetary Basis)	Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	2,144,900	2,062,900	2,051,086	(11,814)
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Local sources				
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	1,190	1,190
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,144,900</u>	<u>2,062,900</u>	<u>2,052,276</u>	<u>(10,624)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay				
Debt service				
Principal	600,000	600,000	620,000	(20,000)
Interest	1,539,400	1,539,400	1,516,031	23,369
<i>Total expenditures</i>	<u>2,139,400</u>	<u>2,139,400</u>	<u>2,136,031</u>	<u>3,369</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,500</u>	<u>(76,500)</u>	<u>(83,755)</u>	<u>(7,255)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(5,500)	(5,500)	-	5,500
Transfers in	-	82,000	78,605	(3,395)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(5,500)</u>	<u>76,500</u>	<u>78,605</u>	<u>2,105</u>
<i>Net change in fund balances</i>	-	-	(5,150)	(5,150)
<i>Fund balances - beginning of year</i>	-	-	150,517	150,517
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 145,367</u>	<u>\$ 145,367</u>
Net change in fund balances (budget basis)				\$ (5,150)
No adjustments				-
No adjustments				-
Net change in fund balances (GAAP basis)				<u>\$ (5,150)</u>

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-61

Taos County

NM DOT CAP-COOP Capital Projects Fund (Major)

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Budgetary Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental income				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	4,000,000	4,000,000	3,555,301	(444,699)
Local sources	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>4,000,000</u>	<u>4,000,000</u>	<u>3,555,301</u>	<u>(444,699)</u>
<i>Expenditures</i>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	4,000,000	4,000,000	3,555,301	444,699
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,000,000</u>	<u>4,000,000</u>	<u>3,555,301</u>	<u>444,699</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)	-	-	-	-
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>3,426</u>	<u>3,426</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,426</u>	<u>\$ 3,426</u>
Net change in fund balances (budget basis)				\$ -
No adjustments				-
Adjustments to expenditures for capital outlay				(312,698)
Net change in fund balances (GAAP basis)				<u>\$ (312,698)</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
Taos County  
Solid Waste Proprietary Fund  
Statement of Revenues, Expenses and Changes in Net Assets  
Budget and Actual  
For the Year Ended June 30, 2010

Statement B-62

	Budget Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Operating revenues:</i>				
Charges for services	\$ 726,746	\$ 726,746	\$ 745,424	\$ 18,678
<i>Total operating revenues</i>	726,746	726,746	745,424	18,678
<i>Operating expenses:</i>				
Personnel services	694,519	688,978	636,641	52,337
Administration	119,938	119,323	88,214	31,109
Contractual services	236,594	266,540	246,751	19,789
Maintenance and materials	51,047	61,284	59,148	2,136
Miscellaneous	18,608	-	-	-
<i>Total operating expenses</i>	1,120,706	1,136,125	1,030,754	105,371
<i>Operating income (loss)</i>	(393,960)	(409,379)	(285,330)	(86,693)
<i>Non-operating revenues (expenses):</i>				
Taxes	221,055	221,055	183,530	(37,525)
Interest expense	(15,000)	-	-	-
Interest income	-	-	-	-
Miscellaneous income	-	-	-	-
<i>Total non-operating revenues (expenses)</i>	206,055	221,055	183,530	(37,525)
Transfers in (out)	75,000	75,000	75,000	-
<i>Change in net assets</i>	\$ (112,905)	\$ (113,324)	(26,800)	\$ (124,218)
<i>Net assets - beginning of year</i>			112,904	
<i>Net assets - end of year</i>			\$ 86,104	
Change in net assets (budget basis)				\$ (26,800)
Adjustment to revenue for reversal of prior year and current year receivable				33,802
Adjustment for depreciation and reversal of prior year expenses				(63,624)
Change in net assets (GAAP basis)				\$ (56,622)

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
Taos County  
Ambulance Proprietary Fund  
Statement of Revenues, Expenses and Changes in Net Assets  
Budget and Actual  
For the Year Ended June 30, 2010

Statement B-63

	Budget Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
<i>Operating revenues:</i>				
Charges for services	\$ 780,000	\$ 780,000	\$ 833,079	\$ 53,079
<i>Total operating revenues</i>	780,000	780,000	833,079	53,079
<i>Operating expenses:</i>				
Personnel services	1,150,974	1,150,974	1,072,996	77,978
Administration	124,000	125,000	55,723	69,277
Contractual services	43,500	45,500	17,577	27,923
Maintenance and materials	224,300	221,300	109,860	111,440
<i>Total operating expenses</i>	1,542,774	1,542,774	1,256,156	286,618
<i>Operating income (loss)</i>	(762,774)	(762,774)	(423,077)	(233,539)
<i>Non-operating revenues (expenses):</i>				
Taxes	-	-	-	-
State capital grant	-	-	-	-
Interest expense	-	-	-	-
Interest income	-	-	-	-
Miscellaneous income	-	-	820	820
<i>Total non-operating revenues (expenses)</i>	-	-	820	820
Transfers in (out)	562,345	562,345	353,705	(208,640)
<i>Change in net assets</i>	\$ (200,429)	\$ (200,429)	(68,552)	\$ (441,359)
<i>Net assets - beginning of year</i>			200,428	
<i>Net assets - end of year</i>			\$ 131,876	
Change in net assets (budget basis)				\$ (68,552)
Adjustment to revenue for reversal of prior year and current year receivable				281,261
Adjustment for depreciation and reversal of prior year expenses				(231,180)
Change in net assets (GAAP basis)				\$ (18,471)

The accompanying notes are an integral part of these financial statements

**SUPPORTING SCHEDULES**

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**STATE OF NEW MEXICO**  
Taos County  
Schedule of Collateral Pledged By Depository  
for Public Funds  
June 30, 2010

Schedule I

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2010	Location of Safekeeper
<b>Centinel Bank</b>					
	FHLB	6/12/2012	3133XLEA7	\$ 1,742,000	344 Phelps Dr. Irving TX
	FHLB	6/12/2012	3133XLEA7	435,500	345 Phelps Dr. Irving TX
	FHLB	3/11/2011	3133XPWW0	254,922	346 Phelps Dr. Irving TX
	FHLB	3/11/2011	3133XPWW0	50,984	347 Phelps Dr. Irving TX
	FHLB	3/11/2011	3133XPWW0	50,984	348 Phelps Dr. Irving TX
	FHLB	3/11/2011	3133XPWW0	152,954	349 Phelps Dr. Irving TX
	Total Centinel Bank			2,687,344	
<b>First Community Bank</b>					
	GNR 2009-65 CB	9/16/2024	3837AHC3	497,840	FHLB 7001 Preston RD Dallas, TX
	FNR 2003-45 BR	8/25/2028	31393CSL8	35,703	FHLB 7001 Preston RD Dallas, TX
	GNR 2009-43 JP	10/20/2036	38374UG62	1,010,052	FHLB 7001 Preston RD Dallas, TX
	GNR 2009-87 CA	1/20/2033	38376KNR8	300,039	FHLB 7001 Preston RD Dallas, TX
	Total First Community Bank			1,843,634	
<b>Peoples Bank</b>					
	FNMA 2004 1-CK	11/25/2031	31393UW41	50,586	13170 Metcaf Ave. Overland Park Kansas 66213
	FHLMC 2717-HP	12/15/2013	31394MZW3	25,389	13171 Metcaf Ave. Overland Park Kansas 66213
	FHLMC 2717-HP	12/15/2013	31394MZW3	11,718	13172 Metcaf Ave. Overland Park Kansas 66213
	FHLMC 2717-HP	12/15/2013	31394MZW3	187,485	13173 Metcaf Ave. Overland Park Kansas 66213
	FNMA 2008 94-A	2/25/2037	31397MM46	30,911	13174 Metcaf Ave. Overland Park Kansas 66213
	FNMA 2008 94-A	2/25/2037	31397MM46	5,620	13175 Metcaf Ave. Overland Park Kansas 66213
	FNMA 2008 94-A	2/25/2037	31397MM46	7,025	13176 Metcaf Ave. Overland Park Kansas 66213
	FNMA 2008 94-A	2/25/2037	31397MM46	84,303	13177 Metcaf Ave. Overland Park Kansas 66213
	FNMA 2008 94-A	2/25/2037	31397MM46	9,835	13178 Metcaf Ave. Overland Park Kansas 66213
	FNMA 2008 94-A	2/25/2037	31397MM46	14,051	13179 Metcaf Ave. Overland Park Kansas 66213
	FNMA 2008 94-A	2/25/2037	31397MM46	16,861	13180 Metcaf Ave. Overland Park Kansas 66213
	FHLMC 2508-PG	1/15/2031	31392W6W7	12,008	13181 Metcaf Ave. Overland Park Kansas 66213
	GNMA 2004 87-LG	9/20/2031	38374JLV6	54,221	13182 Metcaf Ave. Overland Park Kansas 66213
	GNMA 2004 87-LG	9/20/2031	38374JLV6	59,644	13183 Metcaf Ave. Overland Park Kansas 66213
	GNMA 2004 87-LG	9/20/2031	38374JLV6	214,174	13184 Metcaf Ave. Overland Park Kansas 66213
	GNMA 2004 87-LG	9/20/2031	38374JLV6	32,533	13185 Metcaf Ave. Overland Park Kansas 66213
	GNMA 2004 87-LG	9/20/2031	38374JLV6	37,955	13186 Metcaf Ave. Overland Park Kansas 66213
	GNMA 2004 87-LG	9/20/2031	38374JLV6	48,799	13187 Metcaf Ave. Overland Park Kansas 66213
	GNMA 2009-8-BL	4/20/2033	38374TFW9	20,923	13188 Metcaf Ave. Overland Park Kansas 66213
	Total Peoples Bank			924,040	
	Total Pledged Collateral			\$ 5,455,018	

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Deposits and Investment Accounts  
June 30, 2010

Schedule II  
(Page 1 of 2)

Bank Account Type/Name	First Community Bank	Centinel Bank	Peoples Bank	Bank of New York	NMFA Bank	Bank of Albuquerque	Totals
General/ Checking	\$ 5,760,012	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,760,012
Taos County Internet Account/ Checking	20	-	-	-	-	-	20
Misc Account/ Checking	90	-	-	-	-	-	90
Office of the justice/ Checking	27,212	-	-	-	-	-	27,212
Youth Build 2006/ Checking	1,750	-	-	-	-	-	1,750
LLEBG 2003/ Checking	1	-	-	-	-	-	1
Youth Build 2003	11	-	-	-	-	-	11
CDBG Ranchitos GRT.	39,811	-	-	-	-	-	39,811
TAD/Bail Bond/ Checking	52	-	-	-	-	-	52
TAD/Commissary/ Checking	14,106	-	-	-	-	-	14,106
Sheriff Clearing Account/ Checking	1,692	-	-	-	-	-	1,692
General/ Checking	-	4,562,620	-	-	-	-	4,562,620
A G Center/ Checking	-	15,030	-	-	-	-	15,030
Property Tax Payment Account	-	274	-	-	-	-	274
Credit Card Payment/ Checking	-	845	-	-	-	-	845
General/ Checking	-	-	362,528	-	-	-	362,528
Money Market Account	-	-	942,118	-	-	-	942,118
Debt Service Fund #485181	-	-	-	1,156	-	-	1,156
Reserve Fund #485183	-	-	-	910,537	-	-	910,537
EDUC Admin Exp. #485186	-	-	-	2,740	-	-	2,740
ACQ/UNM TAOS #485147	-	-	-	1	-	-	1
Educ. Extra Ordinary # 485154	-	-	-	7,901	-	-	7,901
ACQ/Taos MSD #800196	-	-	-	21	-	-	21
ACQ/UNM Taos #800197	-	-	-	1	-	-	1
ACQ/Questa #800198	-	-	-	470,625	-	-	470,625
ACQ/Penasco #800199	-	-	-	305	-	-	305
Edu Reserve Fund # 800192	-	-	-	430,920	-	-	430,920
Educ Debt Service# 800191	-	-	-	189	-	-	189
Educ-Admin Expense #800195	-	-	-	6,058	-	-	6,058
ACQ/UNM Taos #485351	-	-	-	688,492	-	-	688,492
ACQ/Questa#485352	-	-	-	187,054	-	-	187,054
ACQ/ Penasco#485353	-	-	-	82,474	-	-	82,474
ACQ/Income #485249	-	-	-	213,321	-	-	213,321
Income Bond #485253	-	-	-	6,421,150	-	-	6,421,150
Educ Debt Service # 485240	-	-	-	2,023,404	-	-	2,023,404
Extra Ordinary Redemption	-	-	-	433,924	-	-	433,924
Solid Waste Equipment Loan Taos 12	-	-	-	-	34,009	-	34,009
Rio Fernando Fire Department Taos 4	-	-	-	-	15	-	15
La Lama Fire Department Taos 7	-	-	-	-	5	-	5
Amalia Fire Department Taos 10	-	-	-	-	13	-	13
Hondo Seco Fire Dept Taos 20	-	-	-	-	21	-	21
Solid Waste Vehicle Taos 19	-	-	-	-	3,566	-	3,566
Land Acquisition/Judicial Complex	-	-	-	-	18,817	-	18,817
Admin./Juducial Correctional Complex	-	-	-	-	145,367	-	145,367
Solid Waste Backhoe Taos 35	-	-	-	-	1,835	-	1,835
La Lama Fire Pumper Taos 39	-	-	-	-	100,377	-	100,377

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Deposits and Investment Accounts  
June 30, 2010

Schedule II  
(Page 2 of 2)

Bank Account Type/Name	First Community Bank	Centinel Bank	Peoples Bank	Bank of New York	NMFA Bank	Bank of Albuquerque	Totals
Solid Waste Equipment Reserve Taos 12A	-	-	-	-	-	33,227	33,227
Land Acquisition/Judicial Com. Taos 26A	-	-	-	-	-	93,417	93,417
Land Acquisition/Judicial Com. Taos 26A	-	-	-	-	-	61,521	61,521
Admin./Judicial Correctional Com. Taos 29	-	-	-	-	-	10,647,387	10,647,387
Admin./Judicial Correctional Com. Taos 29	-	-	-	-	-	2,144,155	2,144,155
Solid Waste Backhoe Taos 35	-	-	-	-	-	6	6
Later FD Fire Pumper Taos	-	-	-	-	-	46,006	46,006
Certificate of Deposit - 213064800	2,035,061	-	-	-	-	-	2,035,061
Money Market CD's- 8015872	-	915,522	-	-	-	-	915,522
Certificate of Deposit - 372105048	-	-	58,000	-	-	-	58,000
Certificate of Deposit - 372105647	-	-	58,000	-	-	-	58,000
<b>Totals</b>	<b>7,879,818</b>	<b>5,494,291</b>	<b>1,420,646</b>	<b>11,880,273</b>	<b>304,038</b>	<b>13,025,719</b>	<b>40,004,785</b>
<b>Reconciling Items</b>	<b>(428,224)</b>	<b>(810)</b>	<b>-</b>	<b>(6,802,129)</b>	<b>-</b>	<b>-</b>	<b>(7,231,163)</b>
<b>Reconciled Balance June 30, 2010</b>	<b>\$ 7,451,594</b>	<b>\$ 5,493,481</b>	<b>\$ 1,420,646</b>	<b>\$ 5,078,144</b>	<b>\$ 304,038</b>	<b>\$ 13,025,719</b>	<b>\$ 32,773,622</b>
Add: Petty Cash							2,350
Less: Agency funds							(715,675)
<b>Total cash and cash equivalents</b>							<b>\$32,060,297</b>
Total cash and cash equivalents per Exhibit A-1							\$13,503,501
Short term investments per Exhibit A-1							2,035,061
Total restricted cash and cash equivalents per Exhibit A-1							16,521,735
<b>Total cash and cash equivalents per Exhibit A-1</b>							<b>\$32,060,297</b>

See accompanying independent auditors' report

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**STATE OF NEW MEXICO**  
Taos County  
Tax Roll Reconciliation - Changes in Property Taxes Receivable  
For the Year Ended June 30, 2010

Schedule III

Property taxes receivable, beginning of year	\$	4,317,195
Changes to Tax Roll:		
Net taxes charged to treasurer for fiscal year		21,171,137
Adjustments:		
Net decreases in taxes receivables		<u>(245,546)</u>
Total receivables prior to collections		25,242,786
Collections for fiscal year ended June 30, 2010		<u>(20,791,251)</u>
Property taxes receivable, end of year	\$	<u><u>4,451,535</u></u>
Property taxes receivable by years:		
2000	\$	76,394
2001		124,738
2002		133,725
2003		169,359
2004		178,176
2005		204,123
2006		260,881
2007		361,392
2008		841,033
2009		<u>2,101,714</u>
Total property taxes receivable	\$	<u><u>4,451,535</u></u>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
 Taos County  
 Property Taxes Receivable by Agency  
 June 30, 2010

Schedule IV  
 1 of 6

Agency/ Year	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Amount Uncollectible	County Receivable at Year End
<b>El Prado Water &amp; Sanitation District</b>							
2009	\$ 112,877	\$ 93,397	\$ 93,397	\$ 93,397	\$ 93,397	\$ 282	19,198
2008	105,570	11,107	99,791	11,107	11,107	264	5,515
2007	97,668	3,810	95,068	3,810	3,810	244	2,355
2006	93,019	409	91,972	409	409	233	815
2005	97,240	11	95,512	11	11	243	1,485
2004	94,876	15	93,475	15	15	237	1,164
2003	100,177	15	96,717	15	15	250	3,210
2002	96,884	35	95,916	35	35	242	726
2001	87,891	36	85,225	36	36	220	2,447
2000	78,403	-	77,862	-	-	196	345
<b>Total</b>	<b>964,605</b>	<b>108,835</b>	<b>924,934</b>	<b>108,835</b>	<b>108,835</b>	<b>2,412</b>	<b>37,259</b>
<b>Twining Water &amp; Sanitation District</b>							
2009	-	-	-	-	-	-	-
2008	-	-	-	-	-	-	-
2007	-	-	-	-	-	-	-
2006	-	-	-	-	-	-	-
2005	-	-	-	-	-	-	-
2004	-	-	-	-	-	-	-
2003	-	-	-	-	-	-	-
2002	-	-	-	-	-	-	-
2001	-	-	-	-	-	-	-
2000	51,834	-	52,272	-	52,272	129	(567)
<b>Total</b>	<b>51,834</b>	<b>-</b>	<b>52,272</b>	<b>-</b>	<b>52,272</b>	<b>129</b>	<b>(567)</b>
<b>El Valle De Los Ranchos Water &amp; Sanitation District</b>							
2009	543,598	477,356	477,356	477,356	477,356	1,359	64,883
2008	451,199	28,688	426,848	28,688	28,688	1,128	23,223
2007	350,625	9,956	341,451	9,956	9,956	877	8,297
2006	305,395	2,231	297,927	2,231	2,231	763	6,705
2005	294,592	966	289,552	966	966	736	4,304
2004	257,835	806	254,865	806	806	645	2,326
2003	304,347	163	239,988	163	163	761	63,598
2002	267,164	83	263,409	83	83	668	3,087
2001	208,262	98	203,783	98	98	521	3,959
2000	171,976	83	175,146	83	83	430	(3,600)
<b>Total</b>	<b>3,154,993</b>	<b>520,430</b>	<b>2,970,324</b>	<b>520,430</b>	<b>520,430</b>	<b>7,887</b>	<b>176,781</b>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
Taos County  
Property Taxes Receivable by Agency  
June 30, 2010

Schedule IV  
2 of 6

Agency/ Year	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Amount Uncollectible	County Receivable at Year End
<b>Taos Soil &amp; Conservation Service</b>							
2009	919,377	821,344	821,344	821,344	821,344	2,298	95,734
2008	809,223	45,758	773,691	45,758	45,758	2,023	33,509
2007	756,425	14,166	734,364	14,166	14,166	1,891	20,170
2006	651,380	2,357	638,855	2,357	2,357	1,628	10,897
2005	479,486	626	468,523	626	626	1,199	9,765
2004	448,572	494	440,234	494	494	1,121	7,216
2003	421,753	300	413,417	300	300	1,054	7,282
2002	404,201	167	396,652	167	167	1,011	6,539
2001	383,926	181	376,216	181	181	960	6,750
2000	366,042	114	359,668	114	114	915	5,459
<b>Total</b>	<b>5,640,385</b>	<b>885,507</b>	<b>5,422,965</b>	<b>885,507</b>	<b>885,507</b>	<b>14,101</b>	<b>203,319</b>
<b>Taos Education Center</b>							
2009	1,605,719	1,440,140	1,440,140	1,440,140	1,440,140	4,014	161,565
2008	1,446,980	97,845	1,378,683	97,845	97,845	3,617	64,680
2007	1,296,367	26,962	1,266,450	26,962	26,962	3,241	26,676
2006	1,155,636	3,678	1,132,822	3,678	3,678	2,889	19,925
2005	1,049,484	972	1,034,430	972	972	2,624	12,431
2004	973,095	686	959,642	686	686	2,433	11,020
2003	911,778	329	898,999	329	329	2,279	10,499
2002	871,990	95	860,719	95	95	2,180	9,091
2001	831,048	90	817,020	90	90	2,078	11,950
2000	780,111	65	768,761	65	65	1,950	9,400
<b>Total</b>	<b>10,922,208</b>	<b>1,570,861</b>	<b>10,557,666</b>	<b>1,570,861</b>	<b>1,570,861</b>	<b>27,306</b>	<b>337,237</b>
<b>Town of Taos</b>							
2009	845,582	735,933	735,933	735,933	735,933	2,114	107,535
2008	760,321	81,278	712,930	81,278	81,278	1,901	45,490
2007	665,593	19,981	650,464	19,981	19,981	1,664	13,465
2006	579,405	1,841	569,087	1,841	1,841	1,449	8,869
2005	530,132	100	524,708	100	100	1,325	4,099
2004	496,957	-	491,534	-	-	1,242	4,181
2003	470,031	-	464,201	-	-	1,175	4,655
2002	453,089	2	445,219	2	2	1,133	6,737
2001	437,200	-	431,072	-	-	1,093	5,035
2000	400,623	-	394,877	-	-	1,002	4,744
<b>Total</b>	<b>5,638,933</b>	<b>839,135</b>	<b>5,420,025</b>	<b>839,135</b>	<b>839,135</b>	<b>14,097</b>	<b>204,811</b>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
Taos County  
Property Taxes Receivable by Agency  
June 30, 2010

Schedule IV  
3 of 6

Agency/ Year	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Amount Uncollectible	County Receivable at Year End
<b>Village of Questa</b>							
2009	90,526	78,823	78,823	78,823	78,823	226	11,477
2008	84,585	5,582	78,420	5,582	5,582	211	5,953
2007	78,504	2,532	76,094	2,532	2,532	196	2,214
2006	72,883	810	71,352	810	810	182	1,349
2005	49,423	71	48,923	71	71	124	376
2004	46,848	17	45,813	17	17	117	917
2003	27,732	11	27,003	11	11	69	660
2002	26,830	6	26,088	6	6	67	675
2001	25,407	76	24,715	76	76	64	629
2000	23,839	37	23,831	37	37	60	(51)
<b>Total</b>	<b>526,577</b>	<b>87,965</b>	<b>501,062</b>	<b>87,965</b>	<b>87,965</b>	<b>1,316</b>	<b>24,198</b>
<b>Town of Red River</b>							
2009	292,327	273,665	273,665	273,665	273,665	731	17,931
2008	271,960	12,648	264,320	12,648	12,648	680	6,960
2007	252,242	3,102	249,490	3,102	3,102	631	2,121
2006	238,247	815	234,963	815	815	596	2,688
2005	222,829	-	219,544	-	-	557	2,728
2004	214,123	-	211,148	-	-	535	2,440
2003	200,103	-	197,530	-	-	500	2,073
2002	194,188	-	191,668	-	-	485	2,035
2001	188,197	-	185,028	-	-	470	2,698
2000	177,580	-	176,234	-	-	444	902
<b>Total</b>	<b>2,251,796</b>	<b>290,230</b>	<b>2,203,590</b>	<b>290,230</b>	<b>290,230</b>	<b>5,629</b>	<b>42,576</b>
<b>Village of Taos Ski Valley</b>							
2009	176,591	162,882	162,882	162,882	162,882	441	13,267
2008	132,233	11,046	127,354	11,046	11,046	331	4,549
2007	116,129	1,009	114,679	1,009	1,009	290	1,159
2006	100,418	-	98,356	-	-	251	1,810
2005	77,354	-	76,439	-	-	193	721
2004	71,099	-	70,072	-	-	178	849
2003	68,464	-	68,038	-	-	171	255
2002	66,388	-	65,642	-	-	166	580
2001	64,491	-	63,592	-	-	161	738
2000	-	-	-	-	-	-	-
<b>Total</b>	<b>873,167</b>	<b>174,937</b>	<b>847,056</b>	<b>174,937</b>	<b>174,937</b>	<b>2,183</b>	<b>23,928</b>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
 Taos County  
 Property Taxes Receivable by Agency  
 June 30, 2010

Schedule IV  
 4 of 6

Agency/ Year	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Amount Uncollectible	County Receivable at Year End
<b>State Levy</b>							
2009	1,494,659	1,340,169	1,340,169	1,340,169	1,340,169	3,737	150,754
2008	1,460,685	93,557	1,388,898	93,557	93,557	3,652	68,136
2007	1,306,156	26,151	1,272,722	26,151	26,151	3,265	30,168
2006	1,159,207	4,086	1,132,609	4,086	4,086	2,898	23,700
2005	1,029,813	1,109	1,012,571	1,109	1,109	2,575	14,668
2004	756,888	602	744,075	602	602	1,892	10,920
2003	1,088,058	559	1,069,066	559	559	2,720	16,272
2002	760,033	234	787,756	234	234	1,900	(29,623)
2001	1,010,127	351	956,852	351	351	2,525	50,750
2000	854,019	184	835,488	184	184	2,135	16,396
<b>Total</b>	<b>10,919,645</b>	<b>1,467,002</b>	<b>10,540,206</b>	<b>1,467,002</b>	<b>1,467,002</b>	<b>27,299</b>	<b>352,140</b>
<b>Levy/Cattle, Sheep, Goats, Equine</b>							
2009	11,128	7,986	7,986	7,986	7,986	28	3,114
2008	10,095	411	7,983	411	411	25	2,087
2007	12,575	388	10,318	388	388	31	2,226
2006	10,408	91	8,865	91	91	26	1,517
2005	10,939	59	9,411	59	59	27	1,500
2004	10,449	39	8,415	39	39	26	2,008
2003	8,573	27	6,928	27	27	21	1,624
2002	9,551	32	8,288	32	32	24	1,239
2001	15,019	45	13,208	45	45	38	1,773
2000	10,815	3	9,279	3	3	27	1,509
<b>Total</b>	<b>109,552</b>	<b>9,082</b>	<b>90,681</b>	<b>9,082</b>	<b>9,082</b>	<b>274</b>	<b>18,597</b>
<b>Taos Municipal School</b>							
2009	4,517,677	4,038,023	4,038,023	4,038,023	4,038,023	11,294	468,360
2008	4,191,993	292,058	3,987,384	292,058	292,058	10,480	194,129
2007	3,827,087	82,393	3,737,431	82,393	82,393	9,568	80,088
2006	2,851,572	9,110	2,793,131	9,110	9,110	7,129	51,312
2005	2,872,934	2,698	2,832,955	2,698	2,698	7,182	32,797
2004	2,738,972	1,961	2,701,236	1,961	1,961	6,847	30,888
2003	2,511,759	932	2,476,379	932	932	6,279	29,101
2002	2,321,046	256	2,288,567	256	256	5,803	26,676
2001	2,167,289	232	2,131,734	232	232	5,418	30,137
2000	2,237,044	190	2,195,369	190	190	5,593	36,083
<b>Total</b>	<b>30,237,373</b>	<b>4,427,854</b>	<b>29,182,209</b>	<b>4,427,854</b>	<b>4,427,854</b>	<b>75,593</b>	<b>979,571</b>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
Taos County  
Property Taxes Receivable by Agency  
June 30, 2010

Schedule IV  
5 of 6

Agency/ Year	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Amount Uncollectible	County Receivable at Year End
<b>Penasco Independent School</b>							
2009	368,959	325,757	325,757	325,757	325,757	922	42,280
2008	218,680	11,266	207,068	11,266	11,266	547	11,066
2007	196,915	4,431	191,453	4,431	4,431	492	4,970
2006	190,657	773	186,606	773	773	477	3,575
2005	182,838	259	180,401	259	259	457	1,980
2004	138,630	105	136,992	105	105	347	1,291
2003	130,888	96	129,234	96	96	327	1,327
2002	132,530	95	131,142	95	95	331	1,057
2001	158,271	104	154,993	104	104	396	2,882
2000	159,149	109	158,318	109	109	398	433
<b>Total</b>	<b>1,877,517</b>	<b>342,995</b>	<b>1,801,964</b>	<b>342,995</b>	<b>342,995</b>	<b>4,694</b>	<b>70,859</b>
<b>Mesa Vista Consolidated School</b>							
2009	361,433	299,521	299,521	299,521	299,521	904	61,008
2008	368,909	22,111	324,130	22,111	22,111	922	43,857
2007	329,261	5,744	295,398	5,744	5,744	823	33,040
2006	203,209	1,664	180,249	1,664	1,664	508	22,452
2005	139,150	701	123,491	701	701	348	15,312
2004	141,528	727	126,520	727	727	354	14,654
2003	131,318	617	116,850	617	617	328	14,140
2002	189,290	867	168,547	867	867	473	20,270
2001	189,828	860	170,500	860	860	475	18,853
2000	185,049	480	171,385	480	480	463	13,201
<b>Total</b>	<b>2,238,975</b>	<b>333,292</b>	<b>1,976,591</b>	<b>333,292</b>	<b>333,292</b>	<b>5,597</b>	<b>256,787</b>
<b>Questa Independent School</b>							
2009	881,505	826,540	826,540	826,540	826,540	2,204	52,761
2008	597,930	22,458	576,415	22,458	22,458	1,495	20,021
2007	572,159	6,827	561,832	6,827	6,827	1,430	8,896
2006	626,719	2,628	616,993	2,628	2,628	1,567	8,159
2005	598,883	499	591,738	499	499	1,497	5,648
2004	602,597	159	593,395	159	159	1,506	7,695
2003	647,179	144	637,595	144	144	1,618	7,966
2002	554,389	108	546,448	108	108	1,386	6,555
2001	500,960	213	432,400	213	213	1,252	67,307
2000	820,136	123	866,970	123	123	2,050	(48,884)
<b>Total</b>	<b>6,402,457</b>	<b>859,700</b>	<b>6,250,327</b>	<b>859,700</b>	<b>859,700</b>	<b>16,006</b>	<b>136,124</b>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
Taos County  
Property Taxes Receivable by Agency  
June 30, 2010

Schedule IV  
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Agency/ Year	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Amount Uncollectible	County Receivable at Year End
<b>1% Administrative Fee</b>							
2009	211,040	190,020	190,020	190,020	190,020	528	20,493
2008	188,724	12,983	180,385	12,983	12,983	472	7,867
2007	169,717	3,707	166,594	3,707	3,707	424	2,698
2006	145,619	544	143,170	544	544	364	2,085
2005	133,948	156	132,417	156	156	335	1,196
2004	124,008	111	122,571	111	111	310	1,127
2003	121,659	69	119,240	69	69	304	2,115
2002	112,844	39	112,181	39	39	282	381
2001	109,898	43	108,480	43	43	275	1,144
2000	107,259	25	99,298	25	25	268	7,693
<b>Total</b>	<b>1,424,716</b>	<b>207,696</b>	<b>1,374,356</b>	<b>207,696</b>	<b>207,696</b>	<b>3,562</b>	<b>46,798</b>
<b>Taos County</b>							
2009	8,738,140	7,904,938	7,904,938	7,904,938	7,904,938	21,845	811,357
2008	7,843,552	551,026	7,519,947	551,026	551,026	19,609	303,996
2007	7,055,212	160,467	6,914,725	160,467	160,467	17,638	122,849
2006	6,248,615	24,178	6,137,972	24,178	24,178	15,622	95,022
2005	5,739,413	8,494	5,629,951	8,494	8,494	14,349	95,113
2004	5,381,952	6,161	5,289,017	6,161	6,161	13,455	79,480
2003	5,099,571	4,399	5,082,238	4,399	4,399	12,749	4,584
2002	4,885,019	2,455	4,795,107	2,455	2,455	12,213	77,700
2001	4,653,608	2,296	4,724,288	2,296	2,296	11,634	(82,314)
2000	4,224,159	1,317	4,180,268	1,317	1,317	10,560	33,331
<b>Total</b>	<b>59,869,241</b>	<b>8,665,730</b>	<b>58,178,451</b>	<b>8,665,730</b>	<b>8,665,730</b>	<b>149,673</b>	<b>1,541,117</b>
<b>GRAND TOTAL</b>	<b>\$ 143,103,974</b>	<b>\$ 20,791,249</b>	<b>\$ 138,294,679</b>	<b>\$ 20,791,249</b>	<b>\$ 20,843,521</b>	<b>\$ 357,759</b>	<b>\$ 4,451,535</b>

See accompanying independent auditors' report

**STATE OF NEW MEXICO**  
 Taos County  
 Schedule of Changes in Fiduciary Assets and Liabilities  
 Agency Funds  
 For the Year Ended June 30, 2010

Schedule V

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010
<b>ASSETS</b>				
Cash and cash equivalents	\$ 686,426	\$ 11,917,825	\$ 11,888,576	\$ 715,675
Taxes receivable	2,572,015	12,221,956	11,930,351	2,863,620
<i>Total assets</i>	<u>\$ 3,258,441</u>	<u>\$ 24,139,781</u>	<u>\$ 23,818,927</u>	<u>\$ 3,579,295</u>
<b>LIABILITIES</b>				
Due to other taxing units	<u>\$ 3,258,441</u>	<u>\$ 24,139,781</u>	<u>\$ 23,818,927</u>	<u>\$ 3,579,295</u>
<i>Total liabilities</i>	<u>\$ 3,258,441</u>	<u>\$ 24,139,781</u>	<u>\$ 23,818,927</u>	<u>\$ 3,579,295</u>

See accompanying independent auditors' report



**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 GOVERNMENT AUDITING STANDARDS**

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
Taos County Manager and County Commission Taos County  
Taos, New Mexico

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the budgetary comparisons for the General Fund and the aggregate remaining fund information of Taos County as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents and have issued our report thereon dated November 10, 2010. We also have audited the financial statements of each of the County's nonmajor governmental funds, and the respective budgetary comparisons for the NMFA Debt Service Fund, the 2007 Refunding Series Debt Service Fund, the NM DOT CAP-COOP capital projects fund, the proprietary funds, and the remaining nonmajor governmental funds, that are presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010 as listed in the table of contents. Our report includes a reference to 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. Other auditors audited the financial statements of the Taos County Housing Authority, as described in our report on the County's financial statements. This report includes our consideration of the results of the other auditors testing of internal control over financial reporting and compliance and other matters that are reported on separately by those 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, we considered Taos County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Taos County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Taos County's internal control over financial reporting.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs as items FS 10-01, FS 10-02, FS 10-05, and HA FS 10-02 that we consider to be significant deficiencies in internal control over financial reporting. 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Taos County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported *under Government Auditing Standards* as items FS 10-03 and HA FS 10-01.

We noted a certain matter that is required to be reported under Government Auditing Standards January 2007 Revision paragraphs 5.14 and 5.16, and section 12-6-5, NMSA 1978, which is described in the accompanying schedule of findings and questioned costs as item FS 10-04.

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

This report is intended solely for the information and use of management, others within Taos County, the audit committee, the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these parties.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP Albuquerque, NM  
November 10, 2010

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**FEDERAL FINANCIAL ASSISTANCE**



Accounting & Consulting Group, LLP  
Certified Public Accountants

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

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

Compliance

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

Taos County's basic financial statements include the operations of the Taos County Housing Authority, which received \$3,788,578 in federal awards which is not included in the schedule during the year ended June 30, 2010. Our audit, described below, did not include the operations of the Taos County Housing Authority because the Housing Authority engaged other auditors to perform an audit in accordance with Circular A-133.

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

In our opinion, Taos County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2010.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 a combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis.

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

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP  
Albuquerque, New Mexico  
November 10, 2010

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Expenditures of Federal Awards  
For the Year ended June 30, 2010

Federal Grantor/Passthrough Grantor/Program Title	Grant Number	Federal C.F.D.A. Number	Federal Expenditures
<b>U.S. Department of Interior - BLM</b>			
BLM-NMAC Wildland Urban Grant	BLM MOU NM 910-2004-001	15.225	\$ 9,481
BLM-NMAC Wildland Urban Grant	GDA 040021	15.225	10,000
BLM-NMAC Wildland Urban Grant	GDA 040021	15.225	4,889
Wheeler Peak Fd/BLM GDA 0250025	GDA 0250025	15.225	764
<b>Total U.S. Department of Interior - BLM</b>			<u>25,134</u>
<b>U.S. Department of Energy</b>			
U.S. FED/DFA Community Center	03-T-052	Unknown	15,000
<b>Total U.S. Department of Energy</b>			<u>15,000</u>
<b>U.S. Housing &amp; Urban Development (HUD)</b>			
NM Mortgage Finance Authority - CDBG Program	06-05-HHT-MHR-001	14.228	15,941
<b>Total U.S. Housing &amp; Urban Development (HUD)</b>			<u>15,941</u>
<b>U.S. Department of Justice</b>			
2009 Byrne Justice Asst Grant	2009-SB-BP-3385	16.738	44,685
2007 Byrne Justice Asst Grant	2007-DL-BX-1437	16.738	9,144
<b>Total U.S. Department of Justice</b>			<u>53,829</u>
<b>U.S. Forest Service</b>			
Federal Title II (1)	FY 2009-2010	10.665	14,632
Federal Title III (1)	FY 2009-2010	10.665	310,652
US Forest Service Reimbursement to Fire Districts	FY 2009-2010	Unknown	785
US Forest Service Patrol Reimbursement (1)	FY 2009-2010	10.665	10,207
<b>Total U.S. Forest Service</b>			<u>336,276</u>
<b>U.S. Department of Environment</b>			
NM DPS HS & EM (Homeseurity)	2006-GE-T6-0064-Taos HM/Security	97.055	27,838
<b>Total U.S. Department of Environment</b>			<u>27,838</u>
<b>U. S. Department of Homeland Security</b>			
FEMA/DHS Grant Program Directorate	FEMA/DHS EMW-09-FO-00192	97.244	47,500
<b>Total U.S. Department of Homeland Security</b>			<u>47,500</u>
Total Federal Financial Assistance			<u>\$ 521,518</u>

(1) Major program

See accompanying notes to Schedule of Expenditures of Federal Awards



**Notes to Schedule of Expenditures of Federal Awards**1 Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Taos County, New Mexico (County) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of *OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements

2 Subrecipients

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

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 521,518
Total expenditures funded by other sources	<u>47,079,100</u>
Total expenditures	<u><u>\$ 47,600,618</u></u>

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Findings and Questioned Costs  
June 30, 2010

**Section I – Summary of Audit Results***Financial Statements:*

- |  |             |
|--|-------------|
| 1. Type of auditors' report issued   | Unqualified |
| 2. Internal control over financial reporting:                                    |             |
| a. Material weakness identified?   | No          |
| 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?   | No   |                 |        |  |  |
| 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?  | No   |                 |        |  |  |
| 4. Identification of major programs:   |  |                 |        |  |  |
| <table style="border-collapse: collapse; margin-left: 20px;"> <tr> <td style="text-align: center; border-bottom: 1px solid black;">CFDA<br/>Number</td> <td style="text-align: center; border-bottom: 1px solid black; padding-left: 100px;">Federal Program</td> </tr> <tr> <td style="text-align: center;">10.665</td> <td style="text-align: center; padding-left: 100px;">Secure Payments for Counties Containing Federal Land</td> </tr> </table> | CFDA<br>Number                                       | Federal Program | 10.665 | Secure Payments for Counties Containing Federal Land |  |
| CFDA<br>Number   | Federal Program                                      |                 |        |  |  |
| 10.665   | Secure Payments for Counties Containing Federal Land |                 |        |  |  |
| 5. Dollar threshold used to distinguish between type A and type B programs:  | \$300,000  |                 |        |  |  |
| 6. Auditee qualified as low-risk auditee?  | No   |                 |        |  |  |

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Findings and Questioned Costs  
June 30, 2010

**Section II – Financial Statement Findings and Responses**

**FS 10-01 – Capital Asset Accounting System**

*Condition:* The capital asset inventory system was not being reconciled with the County's general ledger. Ending capital assets balances were not being reconciled with the capital outlay expenditures as recorded in the budget reports as additions and deletions were occurring.

*Criteria:* Section 2.20.1 of NMAC requires agencies to properly account for capital assets. The required capital asset accounting system is described in Section 2.20.1.8 of NMAC. Proper controls over the capital assets are described in Section 2.20.1.15 of NMAC. The statutory annual inventory requirement is described in Section 2.20.1.16 of NMAC. The requirement to follow the applicable statutes when disposing of capital assets is described in Section 2.20.1.18 of NMAC.

*Effect:* The lack of proper implementation of controls over capital assets may result in the financial statements being misstated.

*Cause:* The County did not have internal controls in place to review the asset detail listing to ensure that it reconciled to the general ledger.

*Auditors' Recommendations:* The County should implement an internal controls system to manage and monitor the County's capital asset listing.

*Management's Response:* The Taos County Finance Department Asset Management has implemented procedures to reconcile the AS400 System inventory download of non-capital and capital purchases with the General Ledger Expense Report's detail listing of capital purchases on a monthly basis. The reconciled reports will be reviewed by the Finance Director; this process will insure a complete reconciliation of Capital Assets throughout the fiscal year. Also Taos County will conduct an annual physical inventory pursuant to regulations of the Office of the State Auditors.

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Findings and Questioned Costs  
June 30, 2010

**FS 10-02 IT Control Deficiency**

*Condition:* During our audit, we noted that:

- Adequate controls for access to programs and data have not been established by management to restrict access to properly authorized individuals. Lack of such controls exist in the following areas:
  - The Purchasing Agent, the Accounting Specialist, the Assistant to the Finance Director, the Finance Director and the Accountant for the Finance Director all have access to the vendor master record. Changes to any vendors do not need approval, and anyone with access has the ability to make a change.
  - Employees within the Finance Department had access to "Manager One", which allows access to modules within Triadic that were either inappropriate or increased the risk of errors and/or fraud that could go undetected.

*Criteria:* State of New Mexico Statewide Guideline S-GUIDE-002.003 (per NMSA 1978 Section 15-1C-1 et. Seq. and NMAC 1.12.6 and NMAC 1.12.2) establishes an Enterprise Security Policy for the protection of IT assets and resources including data and information. The policy establishes that protection must be provided for IT assets, resources, and data/information from unauthorized access, use, disclosure, disruption, modification, or destruction in order to provide integrity, confidentiality, availability, accountability, and assurance, and establishes that controls must be maintained over information systems, resources, and data/information sufficient to contain risk of loss or misuse of information.

*Effect:* Lack of proper internal controls over general computer controls leaves Taos County at risk for unauthorized access of information and increases the risk of errors and/or fraud that could go undetected.

*Cause:* Taos County is not properly safeguarding access to individual modules as described in their job descriptions, by not restricting the access of specified modules to only personnel that should have access.

*Auditor's Recommendations:* The County should:

- Review each employee's access to the modules within Triadic and ensure all are appropriate and are set up to ensure the risk of errors or fraud is minimized.

*Management's Response:* The Taos County Finance Department has updated their procedures requiring the Vendor Information Form to be signed by the requesting Department Head or Elected Official as well as the Finance Director prior to initiating the process of entering a new vendor into the AS400 System.

The Finance Department had previously determined that the menu options currently being utilized in the AS400 by all financial users were not assigned to their specific duties within their job function. The Finance Management reviewed all user profiles and collaborated with IT and the Triadic support staff creating new menu options to address this issue. This internal control procedure has clearly defined and identified functions for every user. This project was completed and the Finance staff has been informed of their updated options specific to their duties.

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Findings and Questioned Costs  
June 30, 2010

**FS 10-03- Cash Appropriations in Excess of Available Cash Balances**

*Condition:* The County maintained a deficit budget in excess of available cash balances in the following funds:

## Governmental Funds:

Capital Projects Fund Special Revenue Fund	\$ 164,923
NMFA Loan Water Truck Special Revenue Fund	19,035
Intergovernmental Special Revenue Fund	200,460
Bond Debt Service Fund	1,060,082
2004 Educational Bond Series Debt Service Fund	8,935
Educational Bond Debt Service Fund	<u>36,850</u>
 Total	 <u>\$ 1,490,285</u>

*Criteria:* Section 2.2.2.10. (P) (1), NMAC, states that the County's cash balances rebudgeted to absorb budget deficits cannot exceed the actual cash balance available at the end of the prior year.

*Effect:* The County will have to supplement the budget deficit with other funds, which may lead to financial difficulties and deplete the budget in other funds.

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

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

*Management's Response:* Taos County Finance Management agrees that adequate accounting and budgeting procedures must be given to the budget monitoring process end-of-the-year loan transactions estimates to insure budget sufficiency. A year-end review and necessary adjustments to the final budget will be part of the year-end closeout.

**FS 10-04 – Expenditures in Excess of Budget**

*Condition:* The County over expended its budget in the following funds:

## Governmental Funds:

La Lama Loan Debt Service Fund	\$ <u>1,506</u>
 Total	 <u>\$ 1,506</u>

*Criteria:* All County funds, with the exception of agency funds, are to be budgeted by the local governing body and submitted to the State of New Mexico Department of Finance and Administration – Local Government Division for approval. Once adopted, any claims or warrants in excess of budget are a violation of New Mexico State Statute 6-6-6, 1978 Compilation.

*Effect:* As a result, the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to absorb over-expenditures.

*Cause:* The County was not aware of the bond issuance costs that the fund absorbed, and did not make the appropriate budgetary adjustment requests and transfers to the funds mentioned in the condition, which would alleviate over-expenditure at year end.

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Findings and Questioned Costs  
June 30, 2010

**FS 10-04 – Expenditures in Excess of Budget (continued)**

*Effect:* As a result, the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to absorb over-expenditures.

*Cause:* The County was not aware of the bond issuance costs that the fund absorbed, and did not make the appropriate budgetary adjustment requests and transfers to the funds mentioned in the condition, which would alleviate over-expenditure at year end.

*Auditors' Recommendations:* Budget for future years should be revised to include debt service adjustments.

*Management's Response:* Taos County Finance Management agrees that adequate accounting and budgeting procedures must be given to the budget monitoring process end-of-the-year loan transactions estimates to insure budget sufficiency. A year-end review and necessary adjustments to the final budget will be part of the year-end closeout.

**FS 10-05- Lack of Internal Controls over Fuel Purchases**

*Condition:* During our audit, it was noted that there is a lack of internal controls related to fuel purchases in the road department.

*Criteria:* NMAC 6.20.2.11 states every County shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP, and that state and federal programs are managed in compliance with applicable laws and regulations. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.

*Effect:* The lack of internal controls related to fuel purchases may result in unauthorized or fraudulent purchases that could go undetected.

*Cause:* The County did not maintain sufficient internal controls over fuel purchases in the road department.

*Auditors' Recommendations:* We recommend that the County implement internal controls that require sufficient documentation for fuel purchases and all fuel purchases be reviewed and authorized.

*Management's Response:* Taos County will implement a formal policy and procedure regarding fuel purchases, as well as compliance procedures. The Taos County Public Works Department, noted here as the road department, will identify the equipment under its control and use which has inoperable odometers or hour meters. The Department will assess its current funding levels and will make repairs to equipment identified as deficient in the above regard. The Department will immediately require all employees utilizing fleet fueling cards to enter the odometer or hour reading at the pump. Unit numbers will be entered for equipment with faulty odometers or hour meters until repairs are made. Miles or hours will be required after that. The Department is currently revising its daily report to include more and specific information, which will include work performed, road or areas worked on, equipment and material(s) used, hours and/or mileage of materials used, operator name and time worked at each location. Each operator will be required to determine an average fuel consumption rate for each piece of equipment under his/her use or control. These rates will be used to periodically ascertain that fuel purchases are legitimately made and legitimately consumed in the course of performing County employment duties.

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Findings and Questioned Costs  
June 30, 2010

**Section II – Financial Statement Findings and Responses (continued)****COMPONENT UNIT FINDINGS****Taos County Housing Authority****HA FS 10-01 Procurement-Contracts and corresponding purchase order**

*Condition:* The Housing Authority did not comply with the County's purchasing policy section 12, Section 12.8.1 and Section 12.9. Invoices were dated prior to the purchase order and one invoice was paid with an expired PO being attached.

*Criteria:* County of Taos Purchasing Policy Section 12 requires the issuance of an approved purchase order (P.O.) prior to executing the purchase. Section 12.9 requires that the P.O. be approved prior to executing the purchase. Section 12.8.1 Expiration of the PO – the PO is valid only in the fiscal year in which it is created.

*Effect:* Circumvention of purchasing procedures resulted in a payment being made before authorization approval was received (contracts were in process just not approved by the beginning of the fiscal year). The fact that the invoice for Housing Data System, Inc. was dated prior to the Contract is mitigated by the fact that it was not paid until the contract and PO was approved.

*Cause:* The Housing Authority failed to initiate the Contract process in a manner that would have allowed the contract for 2009-2010 to be completed by July 1, 2009.

*Auditors' Recommendation:* The Housing Office needs to review and follow the purchasing policy. The Housing office needs to start their contract process as soon as they can in order to ensure timely issuance of all contracts.

*Management's Response:* Carmella Martinez, Executive Director, 8/25/10

The Housing Authority will follow the recommendations of the auditor. They will initiate the contract for services process to allow for the process to be completed by July 1.

**HA FS 10-02 Non-compliance with County Purchasing Policy**

*Condition:* The Housing Authority is not in compliance with the County's purchasing policy section 12. Items purchased were not listed on the PO (2 instances) – Required discrepancy form was not attached to either Rio Grande Hardware PO 22407 and PO 22411

*Criteria:* County of Taos Purchasing Policy Section 12 requires the issuance of an approved purchase order (P.O.) prior to executing the purchase. Section 12.11.1 requires that all discrepancies be noted on County's Purchase discrepancy form and attached to the original PO and invoice and are submitted to initiating dept. & finance director for review before approval for payment.

*Cause:* Housing Authority requested specific items for repair projects and not all items were used or purchased. HA employees used the remaining balances on the two P.O.'s to purchase other items not listed on the original P.O. because those items were needed to complete the projects.

*Effect:* Circumvention of purchasing procedures resulted in unauthorized purchases of \$287.93. The County Commission approved payments for the unauthorized purchases.

*Auditors' Recommendation:* The Housing Office needs to review the purchasing policy and train their employees accordingly. The Housing Office needs to issue open P.O. for misc. maintenance supplies.

*Management's Response:* Carmella Martinez, Executive Director, 8/25/10

The Housing Authority will follow the recommendation of the auditor and train its employees appropriately and will do a request for an open purchase order for maintenance supplies.

**STATE OF NEW MEXICO**  
Taos County  
Schedule of Findings and Questioned Costs  
June 30, 2010

**Section III – Prior Year Audit Findings**

**Prior Year Audit Findings**

**Financial Statement Findings:**

FS 07-04 — Preparation of Financial Statements - Resolved

FS 08-06 — Incorrect Classification of Expenditures- Resolved

FS 09-01 — Entity-Wide Control Deficiency- Resolved

FS 09-02 — Internal Controls over Bank Reconciliations- Resolved

FS 09-03 — Stale-Dated Checks- Resolved



**STATE OF NEW MEXICO**

Taos County  
Other Disclosures  
June 30, 2010

**OTHER DISCLOSURES**

**Exit Conference**

An exit conference was held on November 10, 2010. In attendance were the following:

**Representing Taos County:**

Adam Baker	County Manager
Andrew Chavez	County Commissioner
Barbara Martinez	County Attorney
Evangeline Romero	County Treasurer
Susan Trujillo	Finance Director
Dayna Duran	Assistant Finance Director
Paula Santistevan	Treasurer Senior Accountant

**Representing Accounting & Consulting Group, LLP:**

Bobby Cordova, CPA	Manager
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**Auditor Prepared Financial Statements**

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