



State of New Mexico
Taos County
Annual Financial Report
For the Year Ended June 30, 2016



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TAOS COUNTY
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**STATE OF NEW MEXICO
TAOS COUNTY
Official Roster
June 30, 2016**

COUNTY COMMISSION

Jim K. Fambro	Commissioner
Mark Gallegos	Commissioner
Gabriel J. Romero	Commissioner
Tom Blankenhorn	Commissioner
Candyce O'Donnell	Commissioner

ELECTED OFFICIALS

Anna Martinez	County Clerk
Abel Montoya	County Assessor
Susan K. Trujillo	County Treasurer
Jerry Holgreffe	County Sheriff
Paloma Romo	Probate Judge

**ADMINISTRATIVE
OFFICIALS**

Leandro Cordova	County Manager
Lupe Martinez	Finance Director

STATE OF NEW MEXICO
TAOS COUNTY
Management's Discussion and Analysis
June 30, 2016

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, 2016. 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 and deferred outflows of Taos County exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$54,937,812 (*net position*)
- The government's total net position increased by \$5,030,427 during the fiscal year.
- As of June 30, 2016, the County's governmental funds reported combined ending fund balances of \$35,968,127.
- At the close of the current fiscal year, unassigned fund balance for the general fund was \$4,438,794, or 46 percent of total general fund expenditures of \$9,539,650.
- Taos County's total debt increased by \$74,443, 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 Position* presents information on all of Taos County's assets, deferred outflows, liabilities, and deferred inflows with the difference between the two reported as *net positions*. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position 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 on pages 16-19 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 sixty-one 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 and the Educational Bond Fund are considered to be major funds. Data from the other fifty-two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining 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 on pages 20-23 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. 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 on pages 30-32 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.

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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 on page 33 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 34-64 of this report.

Combining statements. The combining statements referred to earlier in connection with non-major governmental funds and major debt service funds and major proprietary funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 75-98 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Taos County, assets exceeded liabilities by \$56,946,734 at the close of the current fiscal year.

The largest portion of Taos County's net position represents the County's investment of \$31,994,898 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.

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TAOS COUNTY
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**Taos County's Net Position*
June 30, 2016 and 2015**

	2016		
	Governmental Activities	Business Type Activities	Total
Assets			
Current and other assets	\$ 37,515,965	\$ 1,232,980	\$ 38,748,945
Capital assets, net of accumulated depreciation	90,681,219	2,520,479	93,201,698
Other noncurrent assets	301,867	-	301,867
Deferred outflows of resources	1,147,003	171,391	1,318,394
Total assets and deferred outflows of resources	<u>\$ 129,646,054</u>	<u>\$ 3,924,850</u>	<u>\$ 133,570,904</u>
Liabilities			
Long-term liabilities outstanding	\$ 68,885,595	\$ 1,701,015	\$ 70,586,610
Other liabilities	5,253,100	129,808	5,382,908
Deferred inflows of resources	569,547	85,105	654,652
Total liabilities and deferred inflows of resources	<u>74,708,242</u>	<u>1,915,928</u>	<u>76,624,170</u>
Net Positon			
Net investment in capital assets	29,474,419	2,520,479	31,994,898
Restricted	31,529,333	-	31,529,333
Unrestricted	(6,065,940)	(511,557)	(6,577,497)
Total net position	<u>54,937,812</u>	<u>2,008,922</u>	<u>56,946,734</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 129,646,054</u>	<u>\$ 3,924,850</u>	<u>\$ 133,570,904</u>

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	2015		
	Governmental Activities	Business Type Activities	Total
Assets			
Current and other assets	\$ 22,245,587	\$ 1,098,743	\$ 23,344,330
Capital assets, net of accumulated depreciation	91,645,134	2,896,891	94,542,025
Other noncurrent assets	9,484,468	-	9,484,468
Deferred outflows of resources	937,129	132,668	1,069,797
Total assets and deferred outflows of resources	<u>\$ 124,312,318</u>	<u>\$ 4,128,302</u>	<u>\$ 128,440,620</u>
Liabilities			
Long-term liabilities outstanding	\$ 66,486,162	\$ 1,236,770	\$ 67,722,932
Other liabilities	4,739,495	155,830	4,895,325
Deferred inflows of resources	3,421,657	484,399	3,906,056
Total liabilities and deferred inflows of resources	<u>74,647,314</u>	<u>1,876,999</u>	<u>76,524,313</u>
Net Positon			
Net investment in capital assets	30,440,085	2,896,891	33,336,976
Restricted	12,420,856	-	12,420,856
Unrestricted	6,804,063	(645,588)	6,158,475
Total net position	<u>49,665,004</u>	<u>2,251,303</u>	<u>51,916,307</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 124,312,318</u>	<u>\$ 4,128,302</u>	<u>\$ 128,440,620</u>

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Changes In Net Position

	June 30, 2016		
	Governmental Activities	Business Type Activities	Total
Revenues:			
Program Revenues:			
Charges for services	\$ 1,932,145	7,701,882	\$ 9,634,027
Operating grants and contributions	4,370,717	-	4,370,717
Capital grants and contributions	1,820,423	-	1,820,423
General revenues:			-
Property taxes	11,114,850		11,114,850
Gross receipts taxes	12,642,411	308,960	12,951,371
Other taxes	512,854	-	512,854
Investment income	32,094	-	32,094
Miscellaneous revenues	983,298	69,927	1,053,225
Transfers	(319,415)	319,415	-
Loss on disposal of assets	(316,748)	-	(316,748)
Special item - donated assets	-	-	-
Total Revenues	32,772,629	8,400,184	41,172,813
Expenses:			
Program expenses:	-	-	-
General government	14,748,400		14,748,400
Public safety	6,071,329	6,312,902	12,384,231
Culture and recreation	246,295	-	246,295
Health and welfare	2,384,531	2,329,663	4,714,194
Education	-	-	-
Public works	1,716,514	-	1,716,514
Interest on long-term debt	2,332,752	-	2,332,752
Business-type activities	-	-	-
Total Expenses	27,499,821	8,642,565	36,142,386
Change in net position	5,272,808	(242,381)	5,030,427
Net position - beginning of year	49,665,004	2,251,303	51,916,307
Net position - restatment	-	-	-
Net position - as restated	49,665,004	2,251,303	51,916,307
Net position - ending	\$ 54,937,812	\$ 2,008,922	\$ 56,946,734

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Changes In Net Position

	June 30, 2015		
	Governmental Activities	Business Type Activities	Total
Revenues:			
Program Revenues:			
Charges for services	\$ 2,254,277	\$ 2,214,732	\$ 4,469,009
Operating grants and contributions	4,057,493	243,604	4,301,097
Capital grants and contributions	1,544,205	87,500	1,631,705
General revenues:			-
Property taxes	10,093,458	-	10,093,458
Gross receipts taxes	11,167,654	247,813	11,415,467
Other taxes	476,026	-	476,026
Investment income	20,295	8	20,303
Miscellaneous revenues	960,047	156,484	1,116,531
Transfers	(383,277)	383,277	-
Transfers to other entity	-	(5,608,032)	(5,608,032)
Special item - donated assets	200,405	-	200,405
Total Revenues	30,390,583	(2,274,614)	28,115,969
Expenses:			
Program expenses:	-	-	-
General government	10,846,236	-	10,846,236
Public safety	4,691,558	-	4,691,558
Culture and recreation	305,517	-	305,517
Health and welfare	2,312,390	-	2,312,390
Education	2,632,364	-	2,632,364
Public works	3,822,219	-	3,822,219
Interest on long-term debt	2,510,893	-	2,510,893
Business-type activities	-	3,507,629	3,507,629
Total Expenses	27,121,177	3,507,629	30,628,806
Change in net position	3,269,406	(5,782,243)	(2,512,837)
Net position - beginning of year	57,935,414	9,667,222	2,512,837
Net position - restatment	(11,539,816)	(1,633,676)	10,846,236
Net position - as restated	46,395,598	8,033,546	13,359,073
Net position - ending	\$ 49,665,004	\$ 2,251,303	\$ 10,846,236

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General Fund Budgetary Highlights

The 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 an increase of \$738,291. The significant variation was in the reauthorization of the 3rd 1/8 Gross Receipt Tax. The total variation in expenditures from the original and final budgets in the general fund was an increase of \$0.

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 \$422,916. The significant variations were in intergovernmental, licenses and fees, and charges for services. 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 results in the general fund was a favorable variance of \$1,329,128. 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, 2016 amount to \$93,503,565 (net of accumulated depreciation). This investment in capital assets includes land improvements, right of way, construction in progress, buildings and improvements, infrastructure, vehicles and machinery and equipment. The total increase in the County's capital assets (excluding accumulated depreciation and disposals) for the current fiscal year was \$1,340,327 for governmental activities. The significant additions to governmental capital assets were infrastructure and vehicles to the County. The significant additions to business-type activities' capital assets were buildings and improvements.

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Capital Assets

		June 30, 2016	
	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
Capital Assets			
Land	\$ 7,059,883	\$ -	\$ 7,059,883
Right of way	18,750,380	-	18,750,380
Construction in progress	663,442	-	663,442
Buildings and improvements	56,236,310	9,852,142	66,088,452
Infrastructure	41,637,224	-	41,637,224
Vehicles	10,936,067	713,140	11,649,207
Lease Hold Improvements	144,810	-	144,810
Machinery and Equipment	7,103,070	191,872	7,294,942
	<u>142,531,186</u>	<u>10,757,154</u>	<u>153,288,340</u>
Total capital assets			
	<u>51,849,967</u>	<u>8,236,675</u>	<u>60,086,642</u>
Less: accumulated depreciation			
	<u>51,849,967</u>	<u>8,236,675</u>	<u>60,086,642</u>
Total capital assets, net of accumulated depreciation	<u>\$ 90,681,219</u>	<u>\$ 2,520,479</u>	<u>\$ 93,201,698</u>

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 \$61,729,241 consisting of \$31,152,350 in bonds payable and \$30,023,899 in notes payable. The remaining liabilities totaling \$552,992 consist of capital leases of \$28,800 and compensated absences \$524,192.

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.

STATE OF NEW MEXICO
TAOS COUNTY
Management's Discussion and Analysis
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Taos County's Outstanding Debt

	<u>June 30, 2016</u>		
	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
Bonds	\$ 24,775,000	\$ -	\$ 24,775,000
Notes payable and capital leases	36,431,800	-	36,431,800
Compensated absences	<u>559,178</u>	<u>100,121</u>	<u>659,299</u>
Total long-term debt	<u>\$ 61,765,978</u>	<u>\$ 100,121</u>	<u>\$ 61,866,099</u>

INDEPENDENT AUDITOR'S REPORT

Mr. Timothy Keller
New Mexico State Auditor
To the Taos County Commissioners
Taos, NM

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund of Taos County, New Mexico (the County) as of and for the year ended June 30, 2016, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the major capital project fund, debt service funds, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2016, and the respective changes in financial position and where applicable, cash flows thereof and the respective budgetary comparisons for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the County as of June 30, 2016, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital projects fund, debt service funds, and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 to 14, Schedule of County's Proportionate Share of the Net Pension Liability, and Schedule of County Contributions on pages 67, 68 to 71, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the County's financial statements, the combining and individual fund financial statements, and the budgetary comparisons, and other schedules as required by Section 2.2.2 NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other schedules required by Section 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic

financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other schedules required by Section 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Schedule of Vendors have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Axiom".

Albuquerque, New Mexico
November 1, 2016

FINANCIAL SECTION

**STATE OF NEW MEXICO
TAOS COUNTY
STATEMENT OF NET POSITION
June 30, 2016**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 32,659,714	410,750	33,070,464
Investments	2,117,117	-	2,117,117
Receivables:			
Property taxes receivable	1,067,249	-	1,067,249
Customers, net of allowance	-	734,611	734,611
Other receivables	1,202,927	70,577	1,273,504
Prepaid expenses	359,185	17,042	376,227
Inventory	109,773	-	109,773
Total Current Assets	37,515,965	1,232,980	38,748,945
Noncurrent Assets			
Bond insurance (net of accumulated amortization of \$47,213)	157,913	-	157,913
Original issue discounts (net of accumulated amortization of \$43,046)	143,954	-	143,954
Capital assets	142,531,187	10,757,154	153,288,341
Less: accumulated depreciation	(51,849,968)	(8,236,675)	(60,086,643)
Total Noncurrent Assets	90,983,086	2,520,479	93,503,565
Total Assets	128,499,051	3,753,459	132,252,510
<i>Deferred outflows of resources</i>			
Employer contributions subsequent to the measurement date	1,147,003	171,391	1,318,394
Total deferred outflows of resources	1,147,003	171,391	1,318,394
<i>Total assets and deferred outflows of resources</i>	\$ 129,646,054	3,924,850	133,570,904

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
STATEMENT OF NET POSITION (CONTINUED)
June 30, 2016

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 488,935	1,311	490,246
Accrued payroll liabilities	330,436	58,412	388,848
Accrued interest payable	344,634	-	344,634
Current portion of accrued compensated absences	375,044	70,085	445,129
Current portion of long term obligations	3,714,051	-	3,714,051
Total Current Liabilities	5,253,100	129,808	5,382,908
Noncurrent Liabilities			
Noncurrent portion of accrued compensated absences	184,134	30,036	214,170
Original issue premiums (net of accumulated amortization \$8,555)	26,008	-	26,008
Bonds payable	24,775,000	-	24,775,000
Notes payable and capital leases	32,717,749	-	32,717,749
Net pension liability	11,182,704	1,670,979	12,853,683
Total noncurrent Liabilities	68,885,595	1,701,015	70,586,610
Total Liabilities	74,138,695	1,830,823	75,969,518
<i>Deferred inflows of resources</i>			
Net difference between projected and actual investment earnings on pension plan investments	569,547	85,105	654,652
Total deferred inflows of resources	569,547	85,105	654,652
NET POSITION			
Net investment in capital assets	29,474,419	2,520,479	31,994,898
Restricted for:			
Debt service	7,232,066	-	7,232,066
Capital projects	2,404,734	-	2,404,734
Other purposes-special revenue	21,892,533	-	21,892,533
Unrestricted	(6,065,940)	(511,557)	(6,577,497)
Total net position	54,937,812	2,008,922	56,946,734
Total liabilities, deferred inflows of resources and net position	\$ <u>129,646,054</u>	<u>3,924,850</u>	<u>133,570,904</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
TAOS COUNTY
STATEMENT OF ACTIVITIES
Year Ended June 30, 2016**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities:				
General government	\$ 14,748,400	934,984	708,094	-
Public safety	6,071,329	176,624	1,396,719	-
Culture and recreation	246,295	10,662	-	-
Health and welfare	2,384,531	-	1,521,242	-
Public works	1,716,514	809,875	744,662	1,820,423
Interest on long-term debt	2,332,752	-	-	-
<i>Total governmental activities</i>	<u>\$ 27,499,821</u>	<u>1,932,145</u>	<u>4,370,717</u>	<u>1,820,423</u>
Business-type activities:				
Solid waste	2,329,663	2,106,232	-	-
Ambulance	<u>\$ 6,312,902</u>	<u>5,595,650</u>	<u>-</u>	<u>-</u>
<i>Total business-type activities</i>	<u>8,642,565</u>	<u>7,701,882</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 36,142,386</u>	<u>9,634,027</u>	<u>4,370,717</u>	<u>1,820,423</u>
General Revenue, Transfers and Special Items:				
Taxes				
Property taxes, levied for general purpose				
Gross receipts taxes				
Other taxes				
Investment income				
Miscellaneous income				
Transfers				
Loss on disposal of assets				
Total general revenues and transfers				
Change in net position				
Net position - beginning of year				
Net position - end of year				
<i>See Notes to Financial Statements.</i>				

Net (Expense) Changes in Net Assets		
<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total Governmental Activities</u>
(13,105,322)	-	(13,105,322)
(4,497,986)	-	(4,497,986)
(235,633)	-	(235,633)
(863,289)	-	(863,289)
1,658,446	-	1,658,446
<u>(2,332,752)</u>	<u>-</u>	<u>(2,332,752)</u>
<u>(19,376,536)</u>	<u>-</u>	<u>(19,376,536)</u>
-	(223,431)	(223,431)
<u>-</u>	<u>(717,252)</u>	<u>(717,252)</u>
-	(940,683)	(940,683)
<u>(19,376,536)</u>	<u>(940,683)</u>	<u>(20,317,219)</u>
11,114,850	-	11,114,850
12,642,411	308,960	12,951,371
512,854	-	512,854
32,094	-	32,094
983,298	69,927	1,053,225
(319,415)	319,415	-
<u>(316,748)</u>	<u>-</u>	<u>(316,748)</u>
<u>24,649,344</u>	<u>698,302</u>	<u>25,347,646</u>
5,272,808	(242,381)	5,030,427
<u>49,665,004</u>	<u>2,251,303</u>	<u>51,916,307</u>
<u>\$ 54,937,812</u>	<u>2,008,922</u>	<u>56,946,734</u>

STATE OF NEW MEXICO
TAOS COUNTY
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2016

	General Fund 101	Educational Bond Fund 312	County Educational Bond Fund 423
Assets			
Cash and cash equivalents	\$ 4,678,678	5,225,030	440,314
Investments	2,117,117	-	-
Property taxes receivable	1,067,249	-	-
Other receivables	251,251	-	68,506
Prepaid expenses	175,695	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 8,289,990</u>	<u>5,225,030</u>	<u>508,820</u>
Liabilities, deferred inflows and fund balances			
<i>Liabilities</i>			
Accounts payable	\$ 48,135	-	-
Accrued payroll expenses	195,029	-	-
Unearned Revenue	-	-	-
<i>Total liabilities</i>	<u>243,164</u>	<u>-</u>	<u>-</u>
Deferred Inflows			
Property taxes	728,467	-	-
<i>Total deferred inflows</i>	<u>728,467</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Nonspendable	175,695	-	-
Restricted for:			
General county operations	-	-	-
Maintenance of roads	-	-	-
Fire departments	-	-	-
Forest health	-	-	-
Tourism	-	-	-
Public safety	-	-	-
Healthcare	-	-	-
Education	-	5,225,030	508,820
Capital projects expenditures	-	-	-
Debt service expenditures	-	-	-
Subsequent Year's Expenditures	2,683,800	-	-
Committed for:			
Corrections facility	-	-	-
Unassigned	4,458,864	-	-
<i>Total fund balances</i>	<u>7,318,359</u>	<u>5,225,030</u>	<u>508,820</u>
<i>Total liabilities, deferred inflows and fund balances</i>	<u>\$ 8,289,990</u>	<u>5,225,030</u>	<u>508,820</u>

See Notes to Financial Statements.

2013 Educational Bond Fund 424	Nonmajor Governmental Funds	Total
830,232	21,485,460	32,659,714
-	-	2,117,117
-	-	1,067,249
-	883,170	1,202,927
-	183,490	359,185
-	109,773	109,773
830,232	22,661,893	37,515,965
-	440,800	488,935
-	135,407	330,436
-	-	-
-	576,207	819,371
-	-	728,467
-	-	728,467
-	293,263	468,958
-	3,232,395	3,232,395
-	-	-
-	4,361,862	4,361,862
-	-	-
-	67,999	67,999
-	1,123,779	1,123,779
-	3,141,397	3,141,397
830,232	-	6,564,082
-	2,404,734	2,404,734
-	7,232,066	7,232,066
-	207,698	2,891,498
-	-	-
-	40,563	40,563
-	(20,070)	4,438,794
830,232	22,085,686	35,968,127
830,232	22,661,893	37,515,965

STATE OF NEW MEXICO
TAOS COUNTY
RECONCILIATION OF THE BALANCE SHEET GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
Year Ended June 30, 2016

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

Fund balances - total governmental funds	\$	35,968,127
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		90,681,219
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		1,147,003
Other long-term assets are not available to pay for current-period expenditures and therefore, are deferred in the funds:		
Property taxes		728,467
Accrued interest expense		(344,634)
Long-term liabilities, are not due in the current period and, therefore, are not reported in the funds		
Net pension liability		(11,182,704)
Capital Leases, Notes payable, and Bonds payable		(61,206,800)
Compensated absences		(559,178)
Bond insurance		157,913
Bond discount		143,954
Bond premium		(26,008)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		<u>(569,547)</u>
Total net position	\$	<u><u>54,937,812</u></u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
TAOS COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended June 30, 2016**

	General Fund 101	Educational Bond Fund 312	County Educational Bond Fund 423
Revenues			
Taxes:			
Property taxes	\$ 10,774,946	-	-
Gross receipts taxes	1,385,735	-	4,002,415
Other taxes	-	-	-
Intergovernmental:			
Federal operating grants	4,003	-	-
State operating grants	211,428	-	-
Charges for services	18,141	-	-
Licenses and fees	599,439	-	-
Investment income	3,521	629	57
Miscellaneous	6,392	-	-
Total revenues	13,003,605	629	4,002,472
Expenditures			
Current			
General government	9,539,650	1,580,951	-
Public safety	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Bond issuance cost	-	-	-
Total expenditures	9,539,650	1,580,951	-
Excess (deficiency) of revenues over expenditures	3,463,955	(1,580,322)	4,002,472
Other Financing Sources (Uses)			
Transfers in	1,405,627	-	1,721
Transfers out	(3,924,436)	-	(4,317,301)
Proceeds from issuance of debt	-	-	-
Total other financing sources (uses)	(2,518,809)	-	(4,315,580)
Net change in fund balances	945,146	(1,580,322)	(313,108)
Fund balance - beginning of year	6,373,213	6,805,352	821,928
Fund balance - end of year	\$ 7,318,359	5,225,030	508,820

See Notes to Financial Statements.

2013 Educational Bond Fund 424	Nonmajor Governmental Funds	Total
-	-	10,774,946
-	7,254,261	12,642,411
-	512,854	512,854
-	2,546,409	2,550,412
-	3,429,300	3,640,728
-	10,662	28,803
-	1,303,903	1,903,342
145	27,742	32,094
-	976,906	983,298
145	16,062,037	33,068,888
-	3,037,224	14,157,825
-	5,570,840	5,570,840
-	460,957	460,957
-	224,871	224,871
-	2,384,531	2,384,531
-	2,700,082	2,700,082
3,350,000	1,547,928	4,897,928
549,418	1,829,440	2,378,858
-	-	-
3,899,418	17,755,873	32,775,892
(3,899,273)	(1,693,836)	292,996
4,304,655	8,635,364	14,347,367
(1,721)	(6,423,324)	(14,666,782)
-	5,519,923	5,519,923
4,302,934	7,731,963	5,200,508
403,661	6,038,127	5,493,504
426,571	16,047,559	30,474,623
830,232	22,085,686	35,968,127

STATE OF NEW MEXICO
TAOS COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2016

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

Net change in fund balances - total governmental funds	\$	5,493,504
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 assets reported as capital outlay expenditures		2,700,082
Depreciation expense		(3,347,249)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds:		
Change in unearned revenue related to the property taxes receivable		960,148
The issuance of long-term (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:		
Increase in accrued compensated absences		(72,697)
Decrease in accrued interest payable		48,106
Principal payments on debt		4,897,928
Proceeds from issuance of debt		(5,519,923)
Change in net pension liability		429,657
Loss on disposition of fixed assets		<u>(316,748)</u>
Change in net position of governmental activities	\$	<u><u>5,272,808</u></u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ 10,828,713	10,828,713	10,764,988	(63,725)
Gross receipts taxes	1,107,375	1,107,375	1,385,735	278,360
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	18,665	18,665	4,003	(14,662)
State operating grants	212,500	212,500	211,428	(1,072)
Charges for services	15,000	15,000	18,141	3,141
Licenses and fees	411,775	411,775	599,439	187,664
Investment income	10,000	10,000	3,521	(6,479)
Miscellaneous	11,150	11,150	6,392	(4,758)
<i>Total revenues</i>	<u>12,615,177</u>	<u>12,615,177</u>	<u>12,993,647</u>	<u>378,470</u>
Expenditures				
Current:				
General government	10,735,201	10,735,201	9,531,493	1,203,708
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Public works	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>10,735,201</u>	<u>10,735,201</u>	<u>9,531,493</u>	<u>1,203,708</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,879,976</u>	<u>1,879,976</u>	<u>3,462,154</u>	<u>(825,238)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	(1,555,299)	(1,555,299)	1,405,627	2,960,926
Transfers out	3,358,729	3,358,729	(3,924,436)	(7,283,165)
<i>Total other financing sources (uses)</i>	<u>1,803,430</u>	<u>1,803,430</u>	<u>2,518,809</u>	<u>(8,246,675)</u>
<i>Net change in fund balance</i>	<u>\$ 3,683,406</u>	<u>3,683,406</u>	<u>943,345</u>	<u>(9,071,913)</u>
Changes in accounts receivable			9,958	
Changes in accounts payable			41,352	
Changes in accrued liabilities			(49,509)	
Net change in fund balance (GAAP Basis)			<u>\$ 945,146</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
COUNTY EDUCATION BOND DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	894	894	629	(265)
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>894</u>	<u>894</u>	<u>629</u>	<u>(265)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	6,791,170	6,791,170	1,580,951	5,210,219
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,791,170</u>	<u>6,791,170</u>	<u>1,580,951</u>	<u>5,210,219</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(6,790,276)</u>	<u>(6,790,276)</u>	<u>(1,580,322)</u>	<u>5,209,954</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u><u>(6,790,276)</u></u>	<u><u>(6,790,276)</u></u>	<u><u>(1,580,322)</u></u>	<u><u>5,209,954</u></u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			<u><u>\$ (1,580,322)</u></u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
COUNTY EDUCATIONAL BOND DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	2,547,392	2,547,392	4,070,921	1,523,529
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	25	25	-	(25)
Charges for services	-	-	57	57
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,547,417</u>	<u>2,547,417</u>	<u>4,070,978</u>	<u>1,523,561</u>
Expenditures				
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>2,547,417</u>	<u>2,547,417</u>	<u>4,070,978</u>	<u>1,523,561</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	(1,721)	(1,721)
Transfers out	2,569,419	2,569,419	4,317,301	1,747,882
<i>Total other financing sources (uses)</i>	<u>2,569,419</u>	<u>2,569,419</u>	<u>4,315,580</u>	<u>1,746,161</u>
<i>Net change in fund balance</i>	<u>\$ (5,116,836)</u>	<u>(5,116,836)</u>	<u>(244,602)</u>	<u>(3,269,722)</u>
Changes in accounts receivable			(68,506)	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (313,108)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
2013 EDUCATIONAL BOND DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	15	141	-	(141)
Charges for services	-	-	145	145
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>15</u>	<u>141</u>	<u>145</u>	<u>4</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	2,325,000	3,350,000	3,350,000	-
Interest	619,419	619,419	549,418	70,001
<i>Total expenditures</i>	<u>2,944,419</u>	<u>3,969,419</u>	<u>3,899,418</u>	<u>70,001</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,944,404)</u>	<u>(3,969,278)</u>	<u>(3,899,273)</u>	<u>70,005</u>
<i>Other financing sources (uses)</i>				
Transfers in	(2,565,186)	(4,304,656)	(4,304,655)	1
Transfers out	-	1,721	1,721	-
<i>Total other financing sources (uses)</i>	<u>(2,565,186)</u>	<u>(4,302,935)</u>	<u>(4,302,934)</u>	<u>1</u>
<i>Net change in fund balance</i>	<u>\$ (379,218)</u>	<u>333,657</u>	<u>403,661</u>	<u>70,004</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			<u>\$ 403,661</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
TAOS COUNTY
BALANCE SHEET - PROPRIETARY FUNDS
June 30, 2016**

	Enterprise Funds		
	Solid Waste Enterprise Fund 202	Ambulance Enterprise Fund 509	Total
Assets			
Current assets			
Cash and cash equivalents	\$ 120,236	290,514	410,750
Receivables			
Customers, net of allowance	387,920	346,691	734,611
Other receivables	70,577	-	70,577
Prepaid expenses	6,381	10,661	17,042
Total Current Assets	585,114	647,866	1,232,980
Noncurrent assets			
Capital assets	718,144	10,039,010	10,757,154
Less: accumulated depreciation	616,432	7,620,243	8,236,675
Total noncurrent assets	101,712	2,418,767	2,520,479
Total assets	686,826	3,066,633	3,753,459
Deferred outflows of resources			
Employer contributions subsequent to the measurement date	68,556	102,835	171,391
Total deferred outflows of resources	68,556	102,835	171,391
Total assets and deferred outflows of resources	\$ 755,382	3,169,468	3,924,850
Liabilities			
Current Liabilities			
Accounts payable	\$ 977	334	1,311
Accrued payroll liabilities	20,544	37,868	58,412
Current portion of accrued compensated absences	26,919	43,166	70,085
Total Current Liabilities	48,440	81,368	129,808
Noncurrent liabilities			
Noncurrent portion of accrued absences	11,536	18,500	30,036
Net pension liability	668,392	1,002,587	1,670,979
Total liabilities	728,368	1,102,455	1,830,823
Deferred inflows of resources			
Net difference between projected and actual investment earnings on pension plan investments	34,042	51,063	85,105
Total deferred inflows of resources	34,042	51,063	85,105
Net Position			
Net investment in capital assets	101,712	2,418,767	2,520,479
Unrestricted	(108,740)	(402,817)	(511,557)
Total net position	(7,028)	2,015,950	2,008,922
Total liabilities, deferred inflows of resources and net position	\$ 755,382	3,169,468	3,924,850

See Notes to Financial Statements.

**STATE OF NEW MEXICO
TAOS COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - PROPRIETARY FUNDS
Year Ended June 30, 2016**

	Enterprise Funds		
	Solid Waste Enterprise Fund 202	Ambulance Enterprise Fund 509	Total
<i>Operating Revenues</i>			
Charges for services	\$ 2,106,232	5,595,650	7,701,882
Rental revenue	-	-	-
Subsidy grants	-	-	-
Total operating revenues	2,106,232	5,595,650	7,701,882
<i>Operating Expenses</i>			
Personnel services	732,073	1,413,276	2,145,349
Contractual services	235,162	42,819	277,981
Administration	99,283	72,385	171,668
Maintenance and materials	36,846	28,034	64,880
Bad debt expense	1,145,383	4,454,857	5,600,240
Depreciation	80,916	301,531	382,447
Total operating expenses	2,329,663	6,312,902	8,642,565
Operating income (loss)	(223,431)	(717,252)	(940,683)
<i>Non-operating revenues (expenses)</i>			
Taxes	308,960	-	308,960
Miscellaneous	68,530	1,397	69,927
Total non-operating revenues (expenses)	377,490	1,397	378,887
Income (loss) before capital contributions and transfers	154,059	(715,855)	(561,796)
Transfers in	-	349,415	349,415
Transfers (out)	(30,000)	-	(30,000)
Total capital contributions and transfers	(30,000)	349,415	319,415
Change in net position	124,059	(366,440)	(242,381)
Total net position - beginning	(131,087)	2,382,390	2,251,303
Total net position - ending	\$ (7,028)	2,015,950	2,008,922

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
Year Ended June 30, 2016

	Enterprise Funds		
	Solid Waste Enterprise Fund	Ambulance Enterprise Fund	Total
Cash Flows from Operating Activities			
Cash received from customers	\$ 2,111,079	5,895,905	8,006,984
Cash paid to suppliers and employees	(2,417,535)	(6,186,101)	(8,603,636)
Net Cash Provided (Used) by Operating Activities	(306,456)	(290,196)	(596,652)
Cash Flows from Non-Capital Financing Activities			
Operating transfers	(30,000)	349,415	319,415
Miscellaneous expense	68,530	1,397	69,927
Net Cash Provided (Used) by Non-Capital Financing Activities	38,530	350,812	389,342
Cash Flows from Capital and Related Financing Activities			
Gross receipt taxes	308,960	-	308,960
Acquisition and construction of capital assets	-	(6,035)	(6,035)
Net Cash Provided (Used) by Capital and Related Financing Activities	308,960	(6,035)	302,925
Cash Flows from Investing Activities			
Interest on investments	-	-	-
Net Cash Provided (Used) by Investing Activities	-	-	-
Net Increase (Decrease) in Cash and Cash Equivalents	41,034	54,581	95,615
Cash and Cash Equivalents, Beginning of Year	79,202	235,933	315,135
Cash and Cash Equivalents, End of Year	\$ 120,236	290,514	410,750
Reconciliation of Operating (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	\$ (223,431)	(717,252)	(940,683)
Adjustments to reconcile operating (loss) to net cash provided (used) by operating activities			
Depreciation	80,916	301,531	382,447
Bad debt expense	377,440	469,147	846,587
Change in assets and liabilities:			
Accounts receivable	(437,177)	(430,990)	(868,167)
Prepaid expenses	(6,381)	(10,661)	(17,042)
Accounts payable	(38,819)	(3,015)	(41,834)
Accrued liabilities	3,859	11,937	15,796
Long term liabilities	(56,209)	78,706	22,497
Accrued compensated absences	(6,654)	10,401	3,747
Net Cash Provided (Used) by Operating Activities	\$ (306,456)	(290,196)	(596,652)

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
Year Ended June 30, 2016

Assets

Cash and cash equivalents	\$	644,026
Property taxes receivable		3,731,800
Due from other governments		<u>165,944</u>
<i>Total assets</i>	\$	<u><u>4,541,770</u></u>

Liabilities

Due to other taxing entities		<u>4,541,770</u>
<i>Total liabilities</i>	\$	<u><u>4,541,770</u></u>

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Taos County (the County) is a political subdivision of the State of New Mexico established in 1876 under the provisions of Section 4-29-1 of NMSA, 1978 Compilation and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissioners-manager form of government and provides the following services as authorized by public law: public safety (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

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

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

This summary of significant accounting policies of the County is presented to assist in the understanding of the County's financial statements. The financial statements and notes are the representation of the County's management that 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 the subsequent private sector guidance. The more significant of the County's accounting policies are described below.

STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Reporting Entity. In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 61. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

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

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 County does not have any component units required to be reported under GASB Statements No. 61, and is not a component unit of another governmental agency.

Government-Wide and Fund Financial Statements. The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary 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 revenue, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place, regardless of the timing of the related cash flows. 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 Nonexchange Transactions*. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In the government-wide Statement of Net Position, the governmental activities are presented on a consolidated basis by column and are reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment 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 and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Neither fiduciary funds nor component units that are fiduciary in nature are included in the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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. 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.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu-of-taxes and other charges between the various 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 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.

The County reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The County does not currently employ indirect cost allocation systems. Depreciation expense 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.

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

Under the requirements of GASB Statement No. 34, the County is required to present certain of its governmental funds as major based upon certain criteria. The major funds presented in the fund financial statements include the following, which includes funds that were not required to be presented as major but were at the discretion of management.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County has presented the following major governmental funds:

The *General Fund* is the general operating fund of the County and accounts for all revenues and expenditures of the County not encompassed within other funds.

The *Educational Bond Capital Project Fund* is to account for the Bond/Capital Outlay bond proceeds which will be distributed to County school Districts.

The *County Educational Bond Debt Service Fund* is to account for the debt service for the educational bond.

The *2013 Educational Bond Debt Service Fund* is to account for the debt service for the 2013 educational bond.

The County also reports the following major proprietary funds:

The *Solid Waste Fund* is to account 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* is to account for the collection of ambulance fees and expenses of rendering ambulance services.

Additionally, the County reports the following agency funds:

Fiduciary funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary funds are used to account for the collection and payment of property taxes and special fees to other governmental agencies. The agency fund is used to account for collection and disbursement of inmate funds for the Taos County Detention Center. In addition, the agency fund will track and account for items held for the fire departments located within Taos County.

Assets, Liabilities, Deferred Inflows and Outflows of Resources and Net Position or Fund Equity.
Deposits and Investments: The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Investments for the County are reported at fair value. The LGIP 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. At June 30, 2016, the County maintained no funds in the Local Government Investment Pool.

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

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Property tax receivables are recognized when levied net of estimated refunds and uncollectible amounts, if applicable. Based upon management's estimate, all receivables are deemed fully collectible.

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 November 10th and April 10th are considered delinquent and the County may assess penalties and interest. The taxes attach as an enforceable lien on property thirty (30) days thereafter, at which time they become delinquent.

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

Inventory: Taos County values inventory at lower of cost or market value. The method that the County uses is the consumption approach. Under the consumption approach, governments report inventories they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories actually are consumed.

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. Debt service cash is restricted for future debt payments.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Taos County was a Phase I government for purposes of implementing GASB Statement No. 34. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to 1980) is included as part of the governmental capital assets reported in the government-wide statements. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.2.20.1.9 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 the life of the asset are not capitalized. No interest was included as part of the cost of capital assets under construction.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives.

Building and improvements	40-55 years
Infrastructure	30 years
Vehicles	5-10 years
Lease Hold Improvements	15-20 years
Machinery and Equipment	5-10 years

Accrued Expenses: Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2016, along with applicable PERA, FICA, Retiree Health Care contributions, and Medicare payable.

Deferred Revenues: There are two types of deferred revenue. Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the 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.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources. In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a recognized consumption of net position that applies to future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. Also, in addition to liabilities, the statement of financial position will sometimes report a separate section for deferred *inflows of resources*, represents an acquisition of net position that applies to future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The county reports deferred outflows for the deferred amount on bond refunding. Deferred inflows are reported in the governmental funds regarding property taxes and unavailable HUD revenue. These amounts are deferred and recognized as an inflow of resources in that period that the amounts become available.

Compensated Absences: Qualified employees are entitled to earn 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 over 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 earn 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 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 position.

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. For bonds issued after GASB Statement No. 34 was implemented, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. 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 source, net of the applicable premium or discount.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

When expenditures are occurred for purposes for which amounts in any of the spendable fund balance classification could be used, it is the County's policy to use committed amounts first, followed by assigned amounts and then unassigned amounts.

Non-spendable Fund Balance: At June 30, 2016, the non-spendable fund balances in the funds are made up of inventory and prepaid expenses in the amount of \$468,958 that are not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2016, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$31,019,812 for various County operations as restricted by enabling legislation. The County has also presented committed fund balance on the governmental funds balance sheet in the amount of \$40,563 in order to provide services throughout the County. The details of these fund balance items are located on the governmental funds fund balance schedule as detailed on page 64.

Fund Balance for Subsequent Years Expenditures: According to New Mexico State Statute and the New Mexico Department of Finance and Administration, (DFA), Taos County is required to reserve 3/12^{ths} of the General Fund's budgeted expenditures for subsequent year expenditures to maintain an adequate cash flow until the next significant property tax collection. The DFA also requires that 1/12th of the Road Fund budgeted expenditures be reserved. The County has incorporated this reserve requirement within its financial policies approved by the County Commission. These balances are reported as assigned to subsequent year's expenditures in the General Fund and the Road Fund. The County is in compliance with these DFA requirements.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

- a. Net investment in capital assets: Net position invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Position: Consist of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for "special revenue, debt service, and capital projects" is described on page 19.
- c. Unrestricted Net Position: All other net position items that do not meet the definition of "restricted" or "net investment in capital assets"

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

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

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for Taos County include management's estimate of the allowance for uncollectible accounts for property taxes, depreciation on assets over their estimated useful lives and accrued compensated absences.

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

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

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual presents comparisons of the legally adopted budget with actual revenues, expenditures and other financing sources and uses on a budgetary basis.

Since accounting principles applied for purposes of developing revenues and expenditures on the 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 net change in fund balances is presented for the year ended June 30, 2016. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on the individual comparison statements.

NOTE 3. CASH AND INVESTMENTS

State statute 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, 2016.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the County. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized as required by statute. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance.

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

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

According to the Federal Deposit Insurance Corporation (FDIC), public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 per respective institution.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

Custodial Credit Risk – Custodial credit risk is the risk that in the event of bank failure, the County's deposits may not be returned to it. The County does not have a policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63 NMSA 1978). New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the County for at least one half of the amount on deposit with the institution. At June 30, 2016, \$22,828,402 of the County's deposits were exposed to custodial credit risk; this uninsured amount was collateralized by collateral held by the pledging bank's department or agent, not in the County's name.

	US Bank	Centinel Bank	People's Bank	Total
Total amount of deposits:	\$ 23,328,405	199,611	227,580	23,755,596
FDIC Coverage:	500,000	199,611	227,580	927,191
Total uninsured public funds:	22,828,405	-	-	22,828,405
Collateralized by securities held by the pledging institution or by its trust department or agent in other than the County's name	22,828,405	-	-	22,828,405
Uninsured and uncollateralized:	\$ -	-	-	-
Collateral requirement (50% of uninsured):	\$ 11,414,202	-	-	11,414,202
Pledged securities:	28,000,000	-	292,407	28,292,407
Over (under) collateralization:	\$ 16,585,798	-	292,407	16,878,205

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

The following securities are pledged:

Description	CUSIP #	Market Value	Maturity Date	Name & Location of Custodian
FHLB of Cincinnati	(1) N/A	\$ 28,000,000	7/1/2016	FHLB, Cincinnati, OH
FHLMC 15 YR	31294UAF0	63,457	8/1/2027	Overland Park, KS
FHLMC 15 YR	31294UAF0	69,770	8/1/2027	Overland Park, KS
MASTR 2003-10 3AQ	55265KT41	33,274	11/25/2033	Overland Park, KS
MASTR 2003-10 3AQ	55265KT41	10,238	11/25/2033	Overland Park, KS
LEAVENWORTH USD #45	522218GS9	115,668	9/1/2028	Overland Park, KS
		<u>\$ 28,292,407</u>		

(1) This is a letter of credit that is irrevocable, unconditional, and nontransferable

As of June 30, 2016, the County had the following investments and maturities:

Investment Type	Rating	Fair Value	Weighted Average Maturity (WAM)
U. S. Treasury Money Market Mutual Funds	AAAm	\$ 10,148,901	>365

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.

The County follows state law with respect to its investment activities.

Concentration of Credit Risk – Investments. For an investment, concentration of credit risk is when any one issuer is 5% or more of the investment portfolio of the County. Since the County only purchases investments with the highest credit rating, the concentration is not viewed to be an additional risk by the County. The County's policy related to concentration credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2016, the investments in the U.S. Treasury Money Market Mutual Funds were 100% of the County's investment portfolio.

The County utilizes pooled accounts for their funds. The General, Special Revenue, Capital Projects, and Agency Funds are all in multiple accounts. Separate accounts also exist for Sheriff's Office confiscation related funds.

A reconciliation of cash and investments for the County is on page 160.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 4 – RECEIVABLES

Receivables as of June 30, 2016, were as follows:

Governmental Activities:

Receivables	General	County Educational Bond Fund	Non-major Funds	Total
Taxes:				
Property tax	\$ 1,067,249	-	-	1,067,249
Other taxes	251,251	68,506	883,170	1,202,927
Total	<u>\$ 1,318,500</u>	<u>68,506</u>	<u>883,170</u>	<u>2,270,176</u>

In accordance with GASB Statement No. 33, property tax revenues in the amount of \$728,467 that were not collected within the period of availability have been reclassified as deferred inflows in the governmental fund financial statements. All of the above receivables are deemed to be fully collectible.

Business-type Activities:

Receivables	Solid Waste Enterprise Fund	Ambulance Enterprise Fund	Total
Taxes:			
Customer, Gross	\$ 1,553,303	4,801,548	6,354,851
Allowance for Doubtful accounts	(1,145,383)	(4,454,857)	(5,600,240)
Other receivables:			
Gross receipts taxes	70,577	-	70,577
Total	<u>\$ 458,497</u>	<u>346,691</u>	<u>805,188</u>

NOTE 5. INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFER

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

Fund Types	Transfer In	Transfer Out
<i>Governmental Activities:</i>		
General Fund	\$ 1,405,627	(3,924,436)
County Educational Bond Fund	1,721	(4,317,301)
2013 Educational Bond Fund	4,304,655	(1,721)
Non-major Funds	8,635,364	(6,423,324)
<i>Business-type Activities:</i>		
Solid Waste	-	(30,000)
Ambulance	349,415	-
Totals	<u>\$ 14,696,782</u>	<u>(14,696,782)</u>

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 6. CAPITAL ASSETS

The following is a summary of capital assets and changes occurring during the year ended June 30, 2016. Land, right of way, and construction in process are not subject to depreciation.

Governmental Activities:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Asses Used in Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 7,059,883	-	-	7,059,883
Right of Way	18,750,380	-	-	18,750,380
Construction in Progress	802,484	148,191	287,233	663,442
Total capital assets, not being depreciated	26,612,747	148,191	287,233	26,473,705
Capital assets, being depreciated				
Buildings and Improvements	56,120,668	115,643	-	56,236,311
Infrastructure	40,950,208	687,015	-	41,637,223
Vehicles	10,649,729	286,338	-	10,936,067
Lease Hold Improvements	68,378	76,432	-	144,810
Machinery and Equipment	6,454,486	1,386,463	737,878	7,103,071
Total capital assets, being depreciated	114,243,469	2,551,891	737,878	116,057,482
Less Accumulated Depreciation:				
Buildings and Improvements	8,378,184	1,430,862	-	9,809,046
Infrastructure	28,199,653	993,778	-	29,193,431
Vehicles	8,560,079	514,851	-	9,074,930
Lease Hold Improvements	1,602	22,405	-	24,007
Machinery and Equipment	4,071,564	385,353	708,363	3,748,554
Total accumulated depreciation	49,211,082	3,347,249	708,363	51,849,968
Capital assets, net	\$ 91,645,134	(647,167)	316,748	90,681,219

Depreciation expense for the year ended June 30, 2016 was charged to the following functions:

General	\$ 1,569,779
Public safety	500,489
Public works	1,255,557
Culture & Recreation	21,424
Total depreciation expenses	\$ 3,347,249

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 6. CAPITAL ASSETS (CONTINUED)

Business-Type Activities:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets Used in Business-Type Activities:				
Capital assets, not being depreciated:				
Land	\$ -	-	-	-
Total capital assets, not being depreciated	-	-	-	-
Capital assets, being depreciated				
Buildings and Improvements	9,852,142	-	-	9,852,142
Machinery and Equipment	185,837	6,035	-	191,872
Vehicles	713,140	-	-	713,140
Total capital assets, being depreciated	10,751,119	6,035	-	10,757,154
Less Accumulated Depreciation:				
Buildings and Improvements	7,158,351	251,059	43,280	7,366,130
Machinery and Equipment	560,189	27,217	-	587,406
Vehicles	135,688	147,451	-	283,139
Total accumulated depreciation	7,854,228	425,727	43,280	8,236,675
Capital assets, net	\$ 2,896,891	(419,692)	43,280	2,520,479

NOTE 7. LONG-TERM DEBT

During the year ended June 30, 2016, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016	Amount Due Within One Year
Bonds payable	\$ 31,152,350	-	(4,122,350)	27,030,000	2,255,000
Notes payable	30,023,899	4,749,021	(1,218,617)	33,554,303	1,312,450
Capital leases	28,800	733,007	(139,310)	622,497	146,601
Compensated absences	486,486	447,736	(375,044)	559,178	375,044
Long term liabilities	\$ 61,691,535	5,929,764	(5,786,761)	61,765,978	4,089,095

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 7. LONG-TERM DEBT (CONTINUED)

Gross Receipts Revenue Bonds

Bonds outstanding at June 30, 2016 consisted of the following bonds:

	Series 2010 USDA Revenue Bonds	Series 2013 Education GRT Bonds
Original Issue	\$ 15,000,000	22,000,000
Maturity Date	5/4/2050	4/1/2023
Principal	May 4	April 1
Interest Rate	4.125%	2.00-4.00%
Interest Due	May 4	April 1 and October 1

The annual requirements to amortize the Bonds Payable as of June 30, 2016, including interest payments are as follows:

	Principal	Interest	Total
2017	\$ 2,255,000	1,011,682	3,266,682
2018	2,315,000	941,782	3,256,782
2019	2,390,000	870,082	3,260,082
2020	2,475,000	788,869	3,263,869
2021	2,560,000	709,325	3,269,325
2022-2026	3,425,000	2,710,314	6,135,314
2027-2031	1,580,000	2,269,576	3,849,576
2032-2036	1,940,000	1,914,827	3,854,827
2037-2041	2,390,000	1,479,227	3,869,227
2042-2046	2,920,000	2,920,000	5,840,000
2047-2051	2,780,000	291,638	3,071,638
Total	\$ <u>27,030,000</u>	<u>15,907,322</u>	<u>42,937,322</u>

In prior years, the County issued bonds where the County pledges income from the receipt of lodger's and sales tax revenue. Lodger's and sales tax bonds have been issued for the construction of an agricultural building and the Taos judicial complex. Also, in the current year, the County pledged income from the receipt of sales tax revenues. The current year bond is being used to be disbursed to the School Districts around Taos County.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

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, 2016, including interest payments, are as follows:

Ending June 30,	Principal	Interest	Service
2017	\$ 1,312,450	1,300,148	2,612,598
2018	1,345,275	1,269,413	2,614,688
2019	1,378,248	1,235,721	2,613,969
2020	1,390,275	1,198,044	2,588,319
2021	1,365,776	1,155,131	2,520,907
2022-2026	6,979,238	5,073,967	12,053,205
2027-2031	8,227,960	3,638,732	11,866,692
2032-2036	8,480,193	1,790,728	10,270,921
2037-2041	3,074,885	214,333	3,289,218
	<u>\$ 33,554,300</u>	<u>16,876,217</u>	<u>50,430,517</u>

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, 2016, including interest payments, is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2017	146,601	-	146,601
2018	146,601	-	146,601
2019	146,601	-	146,601
2020	146,601	-	146,601
2021	36,650	-	36,650
Thereafter	-	-	-

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 7. LONG TERM DEBT (CONTINUED)

Proprietary Funds

The following schedule shows the changes to its various forms of debt during the fiscal year ended June 30, 2016:

Business-type Activities	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016	Due Within One Year
Compensated absences \$	96,374	157,879	(154,132)	100,121	70,085
	<u>96,374</u>	<u>157,879</u>	<u>(154,132)</u>	<u>100,121</u>	<u>70,085</u>

NOTE 8. RISK MANAGEMENT

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

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

NOTE 9. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

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

Deficit fund balance of individual funds. The following fund reflected a deficit fund balance as of June 30, 2016:

Fund	Deficit Balance
USDA BoA (419)	\$ (20,070)
Total Fund Deficit	\$ <u>(20,070)</u>

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 9. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

The County plans to collect grant revenues and reduce or eliminate negative fund balances. Additionally, the County incurred more expenditures than revenues received in the current year. The County anticipates these fund balances will not be in the deficit state in subsequent years.

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT

Plan description: The Public Employees Retirement Fund (PERA Fund) is a cost-sharing, multiple employer defined benefit pension plan. This fund has six divisions of members, including State General, State Police/Adult Correction Officer, Municipal General, Municipal Police/Detention Officers, Municipal fire, and State Legislative Divisions, and offers 24 different types of coverage within the PERA plan. All assets accumulated may be used to pay benefits, including refunds of member contributions, to any of the plan members or beneficiaries, as defined by the terms of this plan. Certain coverage plans are only applicable to a specific division. Eligibility for membership in the PERA Fund is set forth in the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). Except as provided for in the Volunteer Firefighters Retirement Act (10-11A-1 to 10-11A-7, NMSA 1978), the Judicial Retirement Act (10-12B-1 to 10-12B-19, NMSA 1978), the Magistrate Retirement Act (10-12C- 1 to 10-12C-18, NMSA 1978), and the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978), and the provisions of Sections 29-4-1 through 29-4-11, NMSA 1978 governing the State Police Pension Fund, each employee and elected official of every affiliated public employer is required to be a member in the PERA Fund.

PERA issues a publicly available financial report and a comprehensive annual financial report that can be obtained at <http://saonm.org/> using the Audit Report Search function for agency 366.

Benefits provided: For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2015 available at <http://www.nmpera.org/assets/uploads/downloads/gasb-67-supplemental-reports/NM-PERA-Employer-Allocation-Report-FINAL-2015.pdf>.

Contributions: The contribution requirements of defined benefit plan members and the County are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY15 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on pages 29 through 31 of the PERA FY14 annual audit report at <http://osanm.org/media/audits/366-B PERA Schedule of Employer Allocations FY2015.pdf>. The PERA coverage options that apply to County are Municipal Plan 2 and Municipal Police Plan 5. Statutorily required contributions to the pension plan from the County were \$1,184,329 and employer paid member benefits that were “picked up” by the employer were \$0 for the year ended June 30, 2016.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2014. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2015. The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred Inflows and Outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members. The County's proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2015. Only employer contributions for the pay period end dates that fell within the period of July 1, 2014 to June 30, 2015 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2016 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Division Municipal Plan 2, at June 30, 2016, the County reported a liability of \$10,935,067 for its proportionate share of the net pension liability. At June 30, 2015, the County's proportion was 1.0725% percent.

For the year ended June 30, 2016, the County recognized PERA Fund Division Municipal Plan 2 pension expense of \$342,662. At June 30, 2016, the County reported PERA Fund Division Municipal Plan 2 deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	242,217
Changes in assumptions	-	4,260
Net difference between projected and actual earnings on pension plan investments	-	34,591
Changes in proportion and differences between County's contributions and proportionate share of contributions	-	244,826
County's contributions subsequent to the measurement date	840,121	
Total	\$ <u>840,121</u>	<u>525,894</u>

\$840,121 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2017	(289,626)
2018	(289,626)
2019	(289,626)
2020	342,984
2021	-
Thereafter	-

For PERA Fund Division Municipal Police Plan 5, at June 30, 2016, the County reported a liability of \$1,918,616 for its proportionate share of the net pension liability. At June 30, 2016, the County's proportion was 0.3990% percent.

For the year ended June 30, 2016, the County recognized PERA Fund Division Municipal Police Plan 5 pension expense of \$113,412. At June 30, 2016, the County reported PERA Fund Division Municipal Police

Plan 5 deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

**STATE OF NEW MEXICO
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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 134,065	-
Changes in assumptions	-	79,377
Net difference between projected and actual earnings on pension plan investments	-	5,322
Changes in proportion and differences between County's contributions and proportionate share of contributions	-	44,059
County's contributions subsequent to the measurement date	344,208	
Total	<u>\$ 478,273</u>	<u>128,758</u>

\$344,208 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2017	(16,337)
2018	(16,337)
2019	(16,337)
2020	54,318
2021	-

Actuarial assumptions: As described above, the PERA Fund member group pension liabilities and net pension liabilities are based on actuarial valuations performed as of June 30, 2014 for each of the membership groups. Then each PERA Fund member group pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2015. These actuarial methods and assumptions were adopted by the Board for use in the June 30, 2015 actuarial valuation.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry age normal
Amortization method	Level of percentage pay, open
Amortization period	Solved for based on statutory rates
Asset valuation method	Fair value
Actuarial assumptions	
Investment rate of return	7.75% annual rate, net of investment expense
Projected benefit payments	100 years
Payroll growth	3.50% annual rate
Projected salary increases	3.50% to 14.25% annual rate
Includes inflation at	3.00% annual rate
Mortality assumption	RP-2000 mortality tables (combined tabled for health post-retirements, employee table for active members, and disabled table for disabled retirees before retirement age) with projection to 2018 using Scale AA
Experience study dates	July 1, 2008 to June 30, 2013

The long-term expected rate of return on pension plan investments was determined using a statistical analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	21.1%	5.00%
International Equity	24.8%	5.20%
Private Equity	7.0%	8.20%
Core and Global Fixed Income	26.1%	1.85%
Fixed Income Plus Sectors	5.0%	4.80%
Real Estate	5.0%	5.30%
Real Assets	7.0%	5.70%
Absolute Return	4.0%	4.15%
Total	<u>100.0%</u>	

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

Discount rate: The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with statutory rates. On this basis, the pension plan's fiduciary net position together with the expected future contributions are sufficient to provide all projected future benefit payments of current plan members as determined in accordance with GASBS 67. Therefore, the 7.75% assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate: The following tables show the sensitivity of the net pension liability to changes in the discount rate. In particular, the tables present the County's net pension liability in each PERA Fund Division that the County participates in, under the current single rate assumption, as if it were calculated using a discount rate one percentage lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

PERA Fund Division Municipal Plan 2

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
County's proportionate share of the net pension liability	\$18,618,080	10,935,067	4,547,164

PERA Fund Division Municipal Police Plan 5

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
County's proportionate share of the net pension liability	\$3,168,478	1,918,616	893,305

Payables to the pension plan: At June 30, 2016, there were no contributions due and payable to PERA for the County.

Plan Description. The County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies. Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

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 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. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

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. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2016, the statutes required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2016, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act. The County's contributions to the RHCA for the years ended June 30, 2016, 2015 and 2014 were \$174,263, \$156,440 and \$158,679, respectively, which equal the required contributions for each year.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 11. CONTINGENT LIABILITIES

The County is exposed to various claims and lawsuits in the normal course of business. Management and the County's management 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 12. JOINT POWERS AGREEMENTS AND MEMORANDUMS OF UNDERSTANDING

JPA Participants:	Taos County, Town of Taos, Village of Questa, and Taos Ski Valley
Responsible Party:	Each participant
Description:	Consolidated Emergency Comm.
Period:	Fiscal year 2016 - infinity
Project Costs:	Unknown
County Contributions:	Unknown
Audit Responsibility :	Each participant
Fiscal Agent:	Taos County

MOU Participants:	Taos County and Village of Questa
Responsible Party:	Each participant
Description:	Ambulance services to Taos County by Village of Questa
Period:	July 1, 2015 – June 30, 2016
Project Costs:	Contract amount - \$70,000
County Contributions:	\$70,000
Audit Responsibility :	Each participant

NOTE 13. SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2016, the date of the most recent statement of net position, have been evaluated for possible adjustment of the financial statements or disclosures is November 1, 2016 which is the date on which the financial statements were issued.

NOTE 14. FEDERAL AND STATE GRANTS

In the normal course of operations, the County receives grant funds from various federal and state agencies. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. The County expects any liability for reimbursement which may arise as a result of these audits to be immaterial.

STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 15. GOVERNMENTAL FUND BALANCE

Fund Balance: In the fund financial statements, governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Some governments may not have policies or procedures that are comparable to those policies that underlie the classifications and therefore would not report amounts in all possible fund balance classifications.

In the governmental financial statements, fund balance is classified and is displayed in five components:

Nonspendable: Consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted: Consists of amounts that are restricted to specific purposes as a result of (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed: Consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of actions (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Assigned: Consists of amounts that are constrained by the government's *intent* to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

Unassigned: Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 15. GOVERNMENTAL FUND BALANCE (CONTINUED)

Detail relating to the fund balance classifications is displayed below:

	General Fund 101	Ed School Bonds 312	County Ed Bond 423	2013 Ed GRT Debt Service 424	Total Nonmajor Governmental Funds
Fund balances:					
Nonspendable:					
Prepaid insurance	\$ 175,695	-	-	-	183,490
Inventories	-	-	-	-	109,773
Restricted for:					
General county operations	-		-	-	3,232,395
Maintenance of roads	-	-	-	-	-
Fire departments	-	-	-	-	4,361,862
Forest health	-	-	-	-	-
Tourism	-	-	-	-	67,999
Public safety	-	-	-	-	1,123,779
Healthcare	-	-	-	-	3,141,397
Education	-	5,225,030	508,820	830,232	-
Capital projects	-	-	-	-	2,404,734
Debt service	-	-	-	-	7,232,066
Sub. Years Expenditures	2,683,800	-	-	-	207,698
Committed:					
Corrections facility	-	-	-	-	40,563
Assigned to:	-	-	-	-	-
Unassigned:	4,458,864				(20,070)
 Total fund balances	 \$ 7,318,359	 5,225,030	 508,820	 830,232	 22,085,686

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 16. RECENT ACCOUNTING PRONOUNCEMENTS

In February 2015, the GASB issued statement No. 72, *Fair Value Measurement and Application*. This Statement provides guidance for determining the fair value and applying the fair value to certain investments and note disclosures. GASB Statement No. 72 was effective for periods ending after June 15, 2016. The adoption of GASB Statement No. 72 did not have any effect on the County's Financial Statements.

In June 2015, the GASB issued statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements No. 67 and 68*. This Statement establishes requirements for defined benefit pension plans and other pension plans not addressed under GASB Statement No. 68. This Statement also amends some requirements of GASB Statement No. 67 and GASB Statement No. 68. GASB Statement No. 73 clarifies requirements of GASB Statements No. 67 and 68 regarding the information that must be presented as notes to the required supplemental 10 year schedules, accounting and financial reporting for certain liabilities for individual employers and non-employer contributing entities, and the revenue recognition for non-employer contributing entities that are not in a special funding situation. This statement requires that all pensions under GASB Statement No. 68 that are not administered through trusts and meet the requirements of GASB Statement No. 68 not be classified as pension plan assets. The implementation of GASB No. 73 did not have an impact on the County's Financial Statements.

In June 2015, the GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. Statement No. 76, which supersedes Statement No. 55, aims to identify, in the context of the current governmental financial reporting environment, the hierarchy of U.S. GAAP, which consists of the sources of accounting principles used to prepare the financial statements of state and local governments entities in conformity with U.S. GAAP, as well as the framework for selecting those principles. The County adopted GASB Statement No. 76 during fiscal year 2016, with no significant impact to the County's financial statements.

In December 2015, the GASB issued Statement No. 79, *Certain External Investment Pools and Pool Participants*. This Statement establishes criteria that must be met for an external investment pool to be permitted to measure its investments at the amortized cost for financial reporting purposes. This Statement also requires that the pool participants of external investment pools that meet the criteria also report their investments at the amortized cost for financial reporting purposes. External Investment Pools that not meet the requirement are required to follow paragraph 16 of GASB Statement No. 31. GASB Statement No. 79 requires additional note disclosures to be made in qualifying external investment pools financial statements. The additional note disclosures are also required to be made in the pool participants financial statements. The adoption of GASB Statement No. 79 did not have a significant impact on the County's financial statements.

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 17. NEW ACCOUNTING PRONOUNCEMENTS

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2016.

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*

GASB Statement No. 77, *Tax Abatement Disclosures*

GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*

GASB Statement No. 80, *Blending Requirements for Certain Units – an amendment to GASB Statement No. 14*

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*

GASB Statement No. 82, *Pension Issues (an Amendment of GASB Statements No. 67, No. 68, and No. 73)*

The County will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The County believes that the above listed new GASB pronouncements will not have a significant financial impact to the County or in issuing its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO

Statement A-1

TAOS COUNTY

SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

June 30, 2016

Public Employees Retirement Association of New Mexico
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
County's Proportion of the Net Pension Liability (Asset)	0.42%	0.40%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
County's Proportionate Share of Net Pension Liability (Asset)	\$ 1,358	12,854	-	-	-	-	-	-	-	-
County's Covered-Employee Payroll	\$ 803	12,854	-	-	-	-	-	-	-	-
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	169.26%	100.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.29%	76.99%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2015

STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF COUNTY CONTRIBUTIONS
June 30, 2016

Statement A-2
(Page 1 of 3)

Public Employees Retirement Association of New Mexico
Schedule of Ten Year Tracking Data
General and Police Divisions Combined Summary
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 976	996	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	976	996	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)*	\$ -	(0)	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	(4,020)	5		(1,005)	(1,005)	(1,005)	(1,005)	-				
2015	(521)	5			(306)	(306)	(306)	397	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	<u>\$ (4,541)</u>			<u>\$ (1,005)</u>	<u>(1,311)</u>	<u>(1,311)</u>	<u>(1,311)</u>	<u>397</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

*Excess contributions represent the employee portion covered by the employer

STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF COUNTY CONTRIBUTIONS
June 30, 2016

Statement A-2
(Page 2 of 3)

Public Employees Retirement Association of New Mexico
Schedule of Ten Year Tracking Data
General Division
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 827	848	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	827	848	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)*	\$ -	(0)	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	\$ (3,404)	5		\$ (851)	(851)	(851)	(851)	-				
2015	(527)	5			(290)	(290)	(290)	343	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	<u>\$ (3,931)</u>			<u>\$ (851)</u>	<u>(1,141)</u>	<u>(1,141)</u>	<u>(1,141)</u>	<u>343</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

*Excess contributions represent the employee portion covered by the employer

STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF COUNTY CONTRIBUTIONS
June 30, 2016

Statement A-2
(Page 3 of 3)

Public Employees Retirement Association of New Mexico
Schedule of Ten Year Tracking Data
Police Division
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 148	148	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	148	148	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)*	\$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	\$ 616	5		\$ (154)	(154)	(154)	(154)	-				
2015	6	5			(16)	(16)	(16)	54	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	<u>\$ 622</u>			<u>\$ (154)</u>	<u>(170)</u>	<u>(170)</u>	<u>(170)</u>	<u>54</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

*Excess contributions represent the employee portion covered by the employer

**STATE OF NEW MEXICO
TAOS COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2016**

Changes of Benefit Terms. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2015 report is available at

<http://www.nmpera.org/assets/uploads/downloads/retirement-fund-valuation-reports/6-30-2015-Legislative-Valuation-Report-FINAL.pdf>

The summary of Key Findings for the PERA Fund (on page 2 of the report) states “the funding policy for the Plan determines the employer contribution required to fund the annual normal cost plus an amount to fully amortize the unfunded actuarial accrued liability (UAAL) over 30 years. The Plan has a significant surplus of assets over liabilities and the actuarially determined contribution for the Plan in the fiscal year ending June 30, 2016 (FY 2016) is \$0. This is a decrease from the employer contribution requirement of \$54,474 from the prior valuation”. For details about changes in the actuarial assumptions, see Appendix B on page 18 of the report.

SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016**

**NONMAJOR GOVERNMENTAL FUNDS
Special Revenue Funds**

Health Care Fund - 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)).

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

Corrections Fund - 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 Funds - 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 Fund - To account for funds from intergovernmental sources and fees to provide ambulance services to Taos County residences (Section 24-10A-1 NMSA, 1978).

E-911 Fund - To account for revenues and expenditures of the County related to the E-911 program. (Sections 63-9D-1, NMSA 1978).

Farm and Range Fund - 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 Fund - 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).

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016**

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
Special Revenue Funds (Continued)

Law Enforcement Protection Fund - 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 Promotional 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 Fund - 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.

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).

Senior Citizen Fund - To account for revenues and expenditures that are related to the NMAAA grant to provide services for congregate and home delivered meals, transportation, homemaker services, and In-home respite. Authority for this fund is established by an Ordinance of the County Commission. (Senior Citizen Fund).

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 Rescue Excise Tax Fund - 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).

Clerk's Recording Fees Fund - 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).

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016**

**NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
Special Revenue Funds (Continued)**

Adult Detention Fund – To account for the revenues and expenditures related to the operation of the Taos County Adult Detention Center.

Taos County Donation Fund - 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.

DWI Program 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).

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).

DWI Intake Supervision Fund - 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.

DWI Domestic Violence Fund - To account for the revenues and expenditures of fees collected through the Domestic Violence Program Fund. Authority for this fund is established by an Ordinance of the County Commission.

DWI Screening Fund – To account for funds to support the screening of DWI offenders. The mandatory screening process generates data on DWI offenders for a state-wide database.

DWI Donations Fund – To account for funds donated to the County received to support the DWI programs.

Juvenile Adjudication GRT Fund - To account for revenues and expenditures of the GRT for Juvenile Adjudication (Section 2.110.5 NMSA, 1978).

100 Days/Nights Fund – To account for revenues and expenditures the County received and used to conduct checkpoints and saturation patrols during a 100-day period from June through September.

Foster Grand Parent Program Fund - To account for funds for the foster grandparent program. (45 CFR 2552.93).

Forest Reserve Title III Fund - To account for federal funds passed through the U.S. Forest Service for maintenance of forest roads in Taos County. Funding provided by United States Public Law 106-393.

Fire Districts Discretionary Fund - To account for non-restricted revenues and expenditures of the Fire Districts. Authority for this fund is established by an Ordinance of the County Commission.

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016**

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
Special Revenue Funds (Continued)

NMSA of Aging Fund – To account for revenues and expenditures for equipment needed at the various senior centers in Taos County.

Healy Foundation Fund - To account for the funds received by Taos County for the printing and framing of historic archive photos.

Abregadero Road Grant Fund – To account for revenue and expenditures received and utilized to improve approximately 1.90 miles of Abregadero Road in Taos County.

Homeland Security Grant Fund - To account for the revenue and expenditures of the upgrade of equipment at various repeater sites throughout Taos County. Homeland Security Grant EMW- To account for the revenue and expenditures for equipment to prepare for, prevent, and respond to terrorist attacks and other all hazards events.

2014 FEMA Mitigation Fund - To account for revenues received to help communities implement hazard mitigation measures following a Presidential major disaster declaration. Hazard mitigation is any action taken to reduce or eliminate long term risk to people and property from natural hazards. Mitigation planning is a key process used to breaking the cycle of disaster damage, reconstruction, and repeated damage. The HMPG is authorized under Section 404 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

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

Capital Projects Funds

Capital Enhancement Fund - To account for revenue and expenditures related to the Capital Enhancement Project.

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

Taos County Complex Construction 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.

Debt Service Funds

Bond Debt Service Fund – To account for the accumulation of resources and payment of the Bond Debt Service. Authority is County Commission action.

NMFA Debt Service Funds - To account for the accumulation of resources and payments on the County's New Mexico Finance Authority (NMFA) Debt Service.

Rural Utility Bond Fund – To account for the accumulated of resources and payment on the County's United States Department of Agriculture (USDA) Rural Development Debt Service.

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016**

**NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
Debt Service Funds (Continued)**

USDA/RUS Complex Fund - To account for the accumulation of resources and payments on the County's USDA/RUS Loan used in complex construction.

NMFA Taos Backhoe Fund - To account for the loan agreement for the purchase of equipment for the Solid Waste Department.

La Lama Loan Fund - To account for the loan agreement for the purchase of fire apparatus for the La Lama Fire District.

USDA Loan Reserve Fund - To account for the bond reserves required by the USDA loan agreement.

USDA Loan Proceeds Fund - To account for the loan proceeds of the USDA loan agreement.

USDA BoA Debt Service Fund - To account for funds used to pay principal and interest on the USDA loan agreement.

Taos County Complex Restructuring Fund - To account for loan proceeds of NMFA Loan No. 40, which was a restructuring of NMFA Loan No. 26 and No. 29.

2013 Educational Bond Admin Fund - To account for loan proceeds of the Taos County Educational Gross Receipts Tax Improvement Revenue Bond DFA Resolution 8 FY 14.

2013 Educational Bond Redemption Fund - To account for the excess revenue from annual bond redemption of the Taos County Educational Gross Receipts Tax Improvement Revenue Bond.

Taos 38 and 46 Loan Proceeds Fund - To account for loan proceeds for the purchase of Solid Waste vehicles DFA Resolution 38 FY14.

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

	Special Revenue			
	Health Care	CO-GRT	Correction	Property
	102	Infrastructure 3/4 103	Fees 201	Valuation 203
ASSETS				
Cash and cash equivalents	\$ -	1,206,432	40,563	696,723
Investments	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	128,486	-	-
Prepaid expenses	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	\$ -	1,334,918	40,563	696,723
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
<i>Liabilities</i>				
Current liabilities				
Accounts payable	\$ -	-	-	-
Accrued payroll expenses	-	-	-	2,140
Unearned revenue	-	-	-	-
<i>Total liabilities</i>	-	-	-	2,140
Deferred Inflows				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	-	-	-	-
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted for:				
General county operations	-	1,334,918	-	694,583
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Education	-	-	-	-
Capital projects expenditures	-	-	-	-
Debt service expenditures	-	-	-	-
Subsequent Year's Expenditures	-	-	-	-
Corrections facility	-	-	40,563	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	-	1,334,918	40,563	694,583
<i>Total liabilities, deferred Inflows and fund balances</i>	\$ -	1,334,918	40,563	696,723

See Notes to Financial Statements.

Special Revenue					
Road 204	EMS Ambulance 206	E-911 207	Farm and Range 208	Fire Protection 209	Law Enforcement Protection 211
347,345	14,867	289,574	12,720	2,559,407	2,668
-	-	-	-	-	-
-	-	-	-	-	-
80,254	-	-	-	-	-
7,927	-	-	-	29,930	-
109,773	-	-	-	-	-
545,299	14,867	289,574	12,720	2,589,337	2,668
2,534	-	393	-	9,157	-
25,104	-	18,996	-	-	-
-	-	-	-	-	-
27,638	-	19,389	-	9,157	-
-	-	-	-	-	-
-	-	-	-	-	-
117,700	-	-	-	29,930	-
-	-	-	12,720	-	-
-	-	-	-	-	-
192,263	-	-	-	2,550,250	-
-	-	-	-	-	-
-	-	-	-	-	-
-	14,867	270,185	-	-	2,668
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
207,698	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
517,661	14,867	270,185	12,720	2,580,180	2,668
545,299	14,867	289,574	12,720	2,589,337	2,668

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

	Special Revenue				
	Lodger's Tax Promotional	Loger's Tax Non-Promotional	Parks and Recreation	Senior Citizen	Indigent Health
	214	215	217	219	220
ASSETS					
Cash and cash equivalents	\$ 56,095	135,604	4,905	139,463	2,798,600
Investments	-	-	-	-	-
Property taxes receivable	-	-	-	-	-
Due from other governments	-	-	-	-	-
Other receivables	11,904	19,019	-	64,843	171,770
Prepaid expenses	-	-	-	3,690	744
Inventory	-	-	-	-	-
Total assets	\$ 67,999	154,623	4,905	207,996	2,971,114
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
<i>Liabilities</i>					
Current liabilities					
Accounts payable	\$ -	929	-	16,965	-
Accrued payroll expenses	-	950	950	13,820	2,494
Unearned revenue	-	-	-	-	-
Total liabilities	-	1,879	950	30,785	2,494
Deferred Inflows					
Property taxes	-	-	-	-	-
Total deferred inflows	-	-	-	-	-
<i>Fund balances</i>					
Nonspendable	-	-	-	3,690	744
Restricted for:					
General county operations	-	152,744	3,955	-	-
Maintenance of roads	-	-	-	-	-
Fire departments	-	-	-	-	-
Forest health	-	-	-	-	-
Tourism	67,999	-	-	-	-
Public safety	-	-	-	-	-
Healthcare	-	-	-	173,521	2,967,876
Education	-	-	-	-	-
Capital projects expenditures	-	-	-	-	-
Debt service expenditures	-	-	-	-	-
Subsequent Year's Expenditures	-	-	-	-	-
Committed for:					
Corrections facility	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	67,999	152,744	3,955	177,211	2,968,620
Total liabilities, deferred Inflows and fund balances	\$ 67,999	154,623	4,905	207,996	2,971,114

See Notes to Financial Statements.

Special Revenue					
Fire-Rescue Excise Tax 222	Clerk's Recording Fees 225	Adult Detention 226	Taos County Donations 307	Taos County Grant Match 398	DWI Distribution 1223
1,547,465	277,905	707,649	-	18,244	65,137
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
71,884	238	64,441	-	-	-
-	-	138,757	-	-	1,904
-	-	-	-	-	-
1,619,349	278,143	910,847	-	18,244	67,041
-	-	46,747	-	-	-
-	-	55,613	-	-	8,053
-	-	-	-	-	-
-	-	102,360	-	-	8,053
-	-	-	-	-	-
-	-	-	-	-	-
-	-	138,757	-	-	1,904
-	278,143	-	-	18,244	-
-	-	-	-	-	-
1,619,349	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	669,730	-	-	57,084
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,619,349	278,143	808,487	-	18,244	58,988
-	-	-	-	-	-
1,619,349	278,143	910,847	-	18,244	67,041

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

	Special Revenue			
	DWI	DWI	DWI	Juvenile
	Grant 1224	Intake 1227	Domestic Violence 1228	Adjudication GRT 1229
ASSETS				
Cash and cash equivalents	\$ 894	13,878	4,131	541
Investments	-	-	-	-
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	26,136	315	-	6,531
Prepaid expenses	-	248	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 27,030</u>	<u>14,441</u>	<u>4,131</u>	<u>7,072</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
<i>Liabilities</i>				
Current liabilities				
Accounts payable	\$ -	-	-	-
Accrued payroll expenses	-	1,356	-	416
Unearned revenue	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>1,356</u>	<u>-</u>	<u>416</u>
Deferred Inflows				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable	-	248	-	-
Restricted for:				
General county operations	-	-	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	27,030	12,837	4,131	6,656
Healthcare	-	-	-	-
Education	-	-	-	-
Capital projects expenditures	-	-	-	-
Debt service expenditures	-	-	-	-
Subsequent Year's Expenditures	-	-	-	-
Committed for:				
Corrections facility	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>27,030</u>	<u>13,085</u>	<u>4,131</u>	<u>6,656</u>
<i>Total liabilities, deferred Inflows and fund balances</i>	<u>\$ 27,030</u>	<u>14,441</u>	<u>4,131</u>	<u>7,072</u>

See Notes to Financial Statements.

Special Revenue					
DWI Screening 1230	DWI Donations 1231	100 Days/Nights 1236	Foster Grandparent 2219	Title III Forest Reserve 2228	Fire District Discretionary 2426
13,219	461	1,546	9,364	70,926	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
50	-	671	30,291	-	-
-	-	-	290	-	-
-	-	-	-	-	-
13,269	461	2,217	39,945	70,926	-
-	-	-	1,347	-	-
1,356	-	1,000	1,326	-	-
-	-	-	-	-	-
1,356	-	1,000	2,673	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	290	-	-
-	-	-	36,982	70,926	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
11,913	461	1,217	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
11,913	461	1,217	37,272	70,926	-
13,269	461	2,217	39,945	70,926	-

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

	Special Revenue			
	NMSA of Aging 2351	Healy Foundation 2436	Abregadero Road Grant 2438	2014 Homeland Security 2439
ASSETS				
Cash and cash equivalents	\$ -	421	-	-
Investments	-	-	-	-
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Prepaid expenses	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<i>\$ -</i>	<i>421</i>	<i>-</i>	<i>-</i>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
<i>Liabilities</i>				
Current liabilities				
Accounts payable	\$ -	-	-	-
Accrued payroll expenses	-	-	-	-
Unearned revenue	-	-	-	-
<i>Total liabilities</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Deferred Inflows				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted for:				
General county operations	-	421	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Education	-	-	-	-
Capital projects expenditures	-	-	-	-
Debt service expenditures	-	-	-	-
Subsequent Year's Expenditures	-	-	-	-
Committed for:				
Corrections facility	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<i>-</i>	<i>421</i>	<i>-</i>	<i>-</i>
<i>Total liabilities, deferred Inflows and fund balances</i>	<i>\$ -</i>	<i>421</i>	<i>-</i>	<i>-</i>

See Notes to Financial Statements.

Special Revenue		Capital Projects		
2014	Inter-	Capital	DFA	
FEMA Mitigation	Governmental	Enhancement	Amalia Comm. Center	
2440	Various	399	3238	
45,000	809,045	1,818,395	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	20,248	14,319	-	-
-	-	-	-	-
-	-	-	-	-
45,000	829,293	1,832,714	-	-
-	198,701	15,000	-	-
-	1,833	-	-	-
-	-	-	-	-
-	200,534	15,000	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	628,759	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
45,000	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	1,817,714	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
45,000	628,759	1,817,714	-	-
45,000	829,293	1,832,714	-	-

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

	Capital Projects	Debt Service		
	Taos County	Debt	NMFA Loans	Rural
	Complex Bid Lots	Service	Trustee	Utility Bond
	3401	221	313	402
ASSETS				
Cash and cash equivalents	\$ 609,020	1,719,809	3,797,211	32,275
Investments	-	-	-	-
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Prepaid expenses	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 609,020</u>	<u>1,719,809</u>	<u>3,797,211</u>	<u>32,275</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
<i>Liabilities</i>				
Current liabilities				
Accounts payable	\$ 22,000	-	-	5
Accrued payroll expenses	-	-	-	-
Unearned revenue	-	-	-	-
<i>Total liabilities</i>	<u>22,000</u>	<u>-</u>	<u>-</u>	<u>5</u>
Deferred Inflows				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted for:				
General county operations	-	-	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Education	-	-	-	-
Capital projects expenditures	587,020	-	-	-
Debt service expenditures	-	1,719,809	3,797,211	32,270
Subsequent Year's Expenditures	-	-	-	-
Committed for:				
Corrections facility	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>587,020</u>	<u>1,719,809</u>	<u>3,797,211</u>	<u>32,270</u>
<i>Total liabilities, deferred Inflows and fund balances</i>	<u>\$ 609,020</u>	<u>1,719,809</u>	<u>3,797,211</u>	<u>32,275</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

	Debt Service			
	NMFA Loan La Lama Fire Dept. 418	USDA BoA 419	Taos County Complex Restructuring 420	2013 Ed. Bond Admin. 426
ASSETS				
Cash and cash equivalents	\$ -	106,952	194,394	-
Investments	-	-	-	-
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Prepaid expenses	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>106,952</u>	<u>194,394</u>	<u>-</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
<i>Liabilities</i>				
Current liabilities				
Accounts payable	\$ -	127,022	-	-
Accrued payroll expenses	-	-	-	-
Unearned revenue	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>127,022</u>	<u>-</u>	<u>-</u>
Deferred Inflows				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted for:				
General county operations	-	-	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Forest health	-	-	-	-
Tourism	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Education	-	-	-	-
Capital projects expenditures	-	-	-	-
Debt service expenditures	-	-	194,394	-
Subsequent Year's Expenditures	-	-	-	-
Committed for:				
Corrections facility	-	-	-	-
Unassigned	-	(20,070)	-	-
<i>Total fund balances</i>	<u>-</u>	<u>(20,070)</u>	<u>194,394</u>	<u>-</u>
<i>Total liabilities, deferred Inflows and fund balances</i>	<u>\$ -</u>	<u>106,952</u>	<u>194,394</u>	<u>-</u>

See Notes to Financial Statements.

Debt Service			
2013 Ed. Bond Redemption 427	Taos 46 Loan Proceeds 428	NMFA Taos 50 Lodgers Tax 430	Total
3,381	12,874	35,435	21,485,460
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	883,170
-	-	-	183,490
-	-	-	109,773
3,381	12,874	35,435	22,661,893
-	-	-	440,800
-	-	-	135,407
-	-	-	-
-	-	-	576,207
-	-	-	-
-	-	-	-
-	-	-	293,263
-	-	-	3,232,395
-	-	-	-
-	-	-	4,361,862
-	-	-	-
-	-	-	67,999
-	-	-	1,123,779
-	-	-	3,141,397
-	-	-	-
-	-	-	2,404,734
3,381	12,874	35,435	7,232,066
-	-	-	207,698
-	-	-	40,563
-	-	-	(20,070)
3,381	12,874	35,435	22,085,686
			43,878,109
3,381	12,874	35,435	22,661,893

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended June 30, 2016**

	Special Revenue			
	Health Care	CO-GRT	Correction	Property
	102	Infrastructure 3/4	Fees	Valuation
	102	103	201	203
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	1,041,821	-	-
Other taxes	-	-	-	-
Intergovernmental:	-	-	-	-
Federal operating grants	-	-	-	-
State operating grants	-	14,863	-	-
Licenses and fees	-	-	109,367	270,283
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	1,056,684	109,367	270,283
Expenditures				
Current				
General government	-	81,068	-	114,786
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	241,522	-	27,299
Debt service:				
Principal	-	95,915	-	-
Interest	-	33,598	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	-	452,103	-	142,085
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	604,581	109,367	128,198
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	(1,269,560)	(275,000)	(96,426)	-
Proceeds from issuance of debt	-	-	-	-
<i>Total other financing sources (uses)</i>	(1,269,560)	(275,000)	(96,426)	-
<i>Net change in fund balances</i>	(1,269,560)	329,581	12,941	128,198
Fund balance - beginning of year	1,269,560	1,005,337	27,622	566,385
Fund balance - end of year	\$ -	1,334,918	40,563	694,583

See Notes to Financial Statements.

Special Revenue					
Road 204	EMS Ambulance 206	E-911 207	Farm and Range 208	Fire Protection 209	Law Enforcement Protection 211
-	-	-	-	-	-
150,810	-	-	-	-	-
180,644	-	-	-	-	-
-	-	-	-	-	-
248,733	-	-	1,586	-	-
-	61,850	-	-	777,185	42,600
380,064	-	-	-	-	-
-	-	-	-	42	-
-	-	-	-	-	-
6,630	-	360,395	-	44,651	-
966,881	61,850	360,395	1,586	821,878	42,600
1,143,934	-	-	-	36,632	-
-	54,917	673,852	-	327,414	20,216
390,649	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
818,485	-	5,299	-	104,421	24,400
139,310	-	-	-	43,322	-
-	-	-	-	1,329	-
-	-	-	-	-	-
2,492,378	54,917	679,151	-	513,118	44,616
(1,525,497)	6,933	(318,756)	1,586	308,760	(2,016)
625,000	-	340,000	-	-	-
-	-	-	-	(17,852)	-
733,007	-	-	-	-	-
1,358,007	-	340,000	-	(17,852)	-
(167,490)	6,933	21,244	1,586	290,908	(2,016)
685,151	7,934	248,941	11,134	2,289,272	4,684
517,661	14,867	270,185	12,720	2,580,180	2,668

STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended June 30, 2016

	Special Revenue				
	Lodger's Tax Promotional 214	Loger's Tax Non-Promotional 215	Parks and Recreation 217	Senior Citizen 219	Indigent Health 220
Revenues					
Taxes:					
Property taxes	\$ -	-	-	-	-
Gross receipts taxes	-	-	-	-	1,007,645
Other taxes	132,660	199,550	-	-	-
Intergovernmental:	-	-	-	-	-
Federal operating grants	-	-	-	332,258	-
State operating grants	-	-	-	402,042	517,378
Licenses and fees	-	-	-	-	-
Investment income	-	-	-	-	-
Charges for services	-	7,362	3,300	-	-
Miscellaneous	-	-	-	70,286	-
Total revenues	132,660	206,912	3,300	804,586	1,525,023
Expenditures					
Current					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	110,014	58,180	56,677	-	-
Health and welfare	-	-	-	755,837	1,358,072
Capital outlay	-	-	1,861	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
Total expenditures	110,014	58,180	58,538	755,837	1,358,072
Excess (deficiency) of revenues over (under) expenditures	22,646	148,732	(55,238)	48,749	166,951
Other Financing Sources (Uses)					
Transfers in	-	2,904	55,000	54,729	1,269,560
Transfers out	-	(88,224)	-	-	-
Proceeds from issuance of debt	-	-	-	-	-
Total other financing sources (uses)	-	(85,320)	55,000	54,729	1,269,560
Net change in fund balances	22,646	63,412	(238)	103,478	1,436,511
Fund balance - beginning of year	45,353	89,332	4,193	73,733	1,532,109
Fund balance - end of year	\$ 67,999	152,744	3,955	177,211	2,968,620

See Notes to Financial Statements.

Special Revenue					
Fire-Rescue Excise Tax 222	Clerk's Recording Fees 225	Adult Detention 226	Taos County Donations 307	Grant Match 398	DWI Distribution 1223
-	-	-	-	-	-
571,292	-	334,915	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	59,270	-	-	-
68	-	858	-	-	267,207
-	47,121	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	206,558	-	-	-
571,360	47,121	601,601	-	-	267,207
-	44,852	-	2,100	-	-
117,903	-	2,997,768	-	-	267,706
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
151,956	29,784	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
269,859	74,636	2,997,768	2,100	-	267,706
301,501	(27,515)	(2,396,167)	(2,100)	-	(499)
-	-	2,546,426	-	-	-
(257,302)	-	-	-	(53,993)	(15,000)
-	-	-	-	-	-
(257,302)	-	2,546,426	-	(53,993)	(15,000)
44,199	(27,515)	150,259	(2,100)	(53,993)	(15,499)
1,575,150	305,658	658,228	2,100	72,237	74,487
1,619,349	278,143	808,487	-	18,244	58,988

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended June 30, 2016**

	Special Revenue			
	DWI Grant 1224	DWI Intake 1227	DWI Domestic Violence 1228	Juvenile Adjudication GRT 1229
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:	-	-	-	-
Federal operating grants	-	-	-	-
State operating grants	57,863	-	-	11,410
Licenses and fees	-	36,257	2,615	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>57,863</u>	<u>36,257</u>	<u>2,615</u>	<u>11,410</u>
Expenditures				
Current				
General government	-	-	-	11,747
Public safety	50,296	39,798	5,624	7
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>50,296</u>	<u>39,798</u>	<u>5,624</u>	<u>11,754</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>7,567</u>	<u>(3,541)</u>	<u>(3,009)</u>	<u>(344)</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	7,000
Transfers out	(9,755)	-	-	-
Proceeds from issuance of debt	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(9,755)</u>	<u>-</u>	<u>-</u>	<u>7,000</u>
<i>Net change in fund balances</i>	<u>(2,188)</u>	<u>(3,541)</u>	<u>(3,009)</u>	<u>6,656</u>
Fund balance - beginning of year	<u>29,218</u>	<u>16,626</u>	<u>7,140</u>	<u>-</u>
Fund balance - end of year	<u>\$ 27,030</u>	<u>13,085</u>	<u>4,131</u>	<u>6,656</u>

See Notes to Financial Statements.

Special Revenue					
DWI Screening 1230	DWI Donations 1231	100 Days/Nights 1236	Foster Grandparent 2219	Title III Forest Reserve 2228	Fire District Discretionary 2426
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	19,051	45,918	-
-	-	16,538	249,584	-	-
28,385	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	461	-	-	-	-
28,385	461	16,538	268,635	45,918	-
4,126	-	-	-	-	-
12,346	-	15,016	-	-	-
-	-	-	-	69,424	884
-	-	-	-	-	-
-	-	-	269,693	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
16,472	-	15,016	269,693	69,424	884
11,913	461	1,522	(1,058)	(23,506)	(884)
-	-	5,000	12,311	-	-
-	-	(13,719)	(5,419)	-	-
-	-	-	-	-	-
-	-	(8,719)	6,892	-	-
11,913	461	(7,197)	5,834	(23,506)	(884)
-	-	8,414	31,438	94,432	884
11,913	461	1,217	37,272	70,926	-

STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended June 30, 2016

	Special Revenue		
	NMSA of Aging 2351	Healy Foundation 2436	Abregadero Road Grant 2438
Revenues			
Taxes:			
Property taxes	\$ -	-	-
Gross receipts taxes	-	-	-
Other taxes	-	-	-
Intergovernmental:	-	-	-
Federal operating grants	-	-	-
State operating grants	929	-	495,929
Licenses and fees	-	-	-
Investment income	-	-	-
Charges for services	-	-	-
Miscellaneous	-	-	-
<i>Total revenues</i>	<u>929</u>	<u>-</u>	<u>495,929</u>
Expenditures			
Current			
General government	-	3,588	-
Public safety	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	929	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Bond issuance costs	-	-	-
<i>Total expenditures</i>	<u>929</u>	<u>3,588</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(3,588)</u>	<u>495,929</u>
Other Financing Sources (Uses)			
Transfers in	929	-	-
Transfers out	(8,146)	-	(500,000)
Proceeds from issuance of debt	-	-	-
<i>Total other financing sources (uses)</i>	<u>(7,217)</u>	<u>-</u>	<u>(500,000)</u>
<i>Net change in fund balances</i>	<u>(7,217)</u>	<u>(3,588)</u>	<u>(4,071)</u>
Fund balance - beginning of year	<u>7,217</u>	<u>4,009</u>	<u>4,071</u>
Fund balance - end of year	<u>\$ -</u>	<u>421</u>	<u>-</u>

See Notes to Financial Statements.

Special Revenue			Capital Projects		
2014 Homeland Security 2439	2014 FEMA Mitigation 2440	Inter- Governmental Multiple	Capital Enhancement 399	DFA Amalia Comm. Center 3238	
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	19,170	1,820,423	-	-
53,962	-	357,164	-	-	-
-	-	-	14,000	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,875	-	-	-
53,962	-	380,209	1,834,423	-	-
-	-	131,415	334,104	-	-
-	-	1,400	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	610,069	506,692	324	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	742,884	840,796	324	-
53,962	-	(362,675)	993,627	(324)	-
-	-	849,216	308,766	-	-
(59,691)	-	(356,853)	(525,754)	-	-
-	-	-	-	-	-
(59,691)	-	492,363	(216,988)	-	-
(5,729)	-	129,688	776,639	(324)	-
5,729	45,000	499,071	1,041,075	324	-
-	45,000	628,759	1,817,714	-	-

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended June 30, 2016**

	Capital Projects	Debt Service		
	Taos County	Debt	NMFA Loans	Rural
	Complex Bid Lots	Service	Trustee	Utility Bond
	3401	221	313	402
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	101
Other taxes	-	-	-	-
Intergovernmental:	-	-	-	-
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	68	15,924	9,725	10
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>68</u>	<u>15,924</u>	<u>9,725</u>	<u>111</u>
Expenditures				
Current				
General government	20,141	-	752,354	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	174,641	-	-	3,329
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>194,782</u>	<u>-</u>	<u>752,354</u>	<u>3,329</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(194,714)</u>	<u>15,924</u>	<u>(742,629)</u>	<u>(3,218)</u>
<i>Other Financing Sources (Uses)</i>				
Transfers in	-	304,928	59,921	-
Transfers out	-	(60,843)	(305,233)	(13,842)
Proceeds from issuance of debt	-	-	4,749,021	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>244,085</u>	<u>4,503,709</u>	<u>(13,842)</u>
<i>Net change in fund balances</i>	<u>(194,714)</u>	<u>260,009</u>	<u>3,761,080</u>	<u>(17,060)</u>
<i>Fund balance - beginning of year</i>	<u>781,734</u>	<u>1,459,800</u>	<u>36,131</u>	<u>49,330</u>
<i>Fund balance - end of year</i>	<u>\$ 587,020</u>	<u>1,719,809</u>	<u>3,797,211</u>	<u>32,270</u>

See Notes to Financial Statements.

Debt Service				
USDA/RUS Complex 411	NMFA Taos Backhoe 412	NMFA Loan Taos 38 413	USDA Loan Reserve 414	USDA Loan Proceeds 417
-	-	-	-	-
1,007,645	10,352	-	-	986,577
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
415,811	-	-	-	-
-	13	8	44	17
-	-	-	-	-
265,927	-	-	-	-
1,689,383	10,365	8	44	986,594
-	38	-	-	265,927
986,577	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	12,091	4,671	-	-
-	330	-	-	-
-	-	-	-	-
986,577	12,459	4,671	-	265,927
702,806	(2,094)	(4,663)	44	720,667
-	-	-	77,212	-
(415,811)	-	-	-	(724,901)
-	-	4,671	-	-
(415,811)	-	4,671	77,212	(724,901)
286,995	(2,094)	8	77,256	(4,234)
651,421	2,094	-	379,658	45,588
938,416	-	8	456,914	41,354

**STATE OF NEW MEXICO
TAOS COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended June 30, 2016**

	Debt Service		
	NMFA Loan La Lama Fire Dept. 418	USDA BoA 419	Taos County Complex Restructuring 420
Revenues			
Taxes:			
Property taxes	\$ -	-	-
Gross receipts taxes	-	-	1,970,400
Other taxes	-	-	-
Intergovernmental:	-	-	-
Federal operating grants	-	-	-
State operating grants	-	-	101,870
Licenses and fees	-	-	-
Investment income	14	39	1,709
Charges for services	-	-	-
Miscellaneous	18,123	-	-
<i>Total revenues</i>	<u>18,137</u>	<u>39</u>	<u>2,073,979</u>
Expenditures			
Current			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	35,760	190,001	900,000
Interest	235	584,100	1,166,585
Bond issuance costs	-	-	-
<i>Total expenditures</i>	<u>35,995</u>	<u>774,101</u>	<u>2,066,585</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(17,858)</u>	<u>(774,062)</u>	<u>7,394</u>
Other Financing Sources (Uses)			
Transfers in	17,852	647,689	11,860
Transfers out	-	-	-
Proceeds from issuance of debt	-	-	-
<i>Total other financing sources (uses)</i>	<u>17,852</u>	<u>647,689</u>	<u>11,860</u>
<i>Net change in fund balances</i>	<u>(6)</u>	<u>(126,373)</u>	<u>19,254</u>
Fund balance - beginning of year	<u>6</u>	<u>106,303</u>	<u>175,140</u>
Fund balance - end of year	<u>\$ -</u>	<u>(20,070)</u>	<u>194,394</u>

See Notes to Financial Statements.

2013 Ed. Bond Admin. 426	2013 Ed. Bond Redemption 427	Debt Service		Total
		Taos 46 Loan Proceeds 428	NMFA Taos 50 Lodgers Tax 430	
-	-	-	-	-
-	-	61,749	110,954	7,254,261
-	-	-	-	512,854
-	-	-	-	-
-	-	-	-	2,546,409
-	-	-	-	3,429,300
-	-	-	-	1,303,903
-	34	72	23	27,742
-	-	-	-	10,662
-	-	-	-	976,906
-	34	61,821	110,977	16,062,037
14,000	-	301	76,111	3,037,224
-	-	-	-	5,570,840
-	-	-	-	460,957
-	-	-	-	224,871
-	-	-	-	2,384,531
-	-	-	-	2,700,082
-	-	58,298	68,560	1,547,928
-	-	3,057	40,206	1,829,440
-	-	-	-	-
14,000	-	61,656	184,877	17,755,873
(14,000)	34	165	(73,900)	(1,693,836)
14,000	1,348,646	304	76,111	8,635,364
-	(1,350,000)	-	-	(6,423,324)
-	-	-	33,224	5,519,923
14,000	(1,354)	304	109,335	7,731,963
-	(1,320)	469	35,435	6,038,127
-	4,701	12,405	-	16,047,559
-	3,381	12,874	35,435	22,085,686

STATE OF NEW MEXICO
TAOS COUNTY
HEALTH CARE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	1,269,560	1,269,560
<i>Total other financing sources (uses)</i>	-	-	(1,269,560)	(1,269,560)
<i>Net change in fund balance</i>	\$ -	-	(1,269,560)	(1,269,560)
Changes in accounts receivable			\$ -	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			\$ (1,269,560)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
GRT JUDICIAL COMPLEX - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	689,710	1,030,680	340,970
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	689,710	1,030,680	340,970
Expenditures				
Current:				
General government	-	718,640	81,068	637,572
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	241,522	(241,522)
Debt service:				
Principal	-	95,915	95,915	-
Interest	-	33,598	33,598	-
<i>Total expenditures</i>	-	848,153	452,103	396,050
<i>Excess (deficiency) of revenues over expenditures</i>	-	(158,443)	578,577	737,020
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)			-	-
Transfers in	-	-	-	-
Transfers out	-	-	(275,000)	(275,000)
<i>Total other financing sources (uses)</i>	-	-	(275,000)	275,000
<i>Net change in fund balance</i>	\$ -	(158,443)	303,577	1,012,020
Changes in accounts receivable			-	
Changes in accounts payable			26,004	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			329,581	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
CORRECTIONS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	122,378	122,378	109,367	(13,011)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>122,378</u>	<u>122,378</u>	<u>109,367</u>	<u>(13,011)</u>
Expenditures				
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>122,378</u>	<u>122,378</u>	<u>109,367</u>	<u>(13,011)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(150,000)	(150,000)	(96,426)	53,574
<i>Total other financing sources (uses)</i>	<u>(150,000)</u>	<u>(150,000)</u>	<u>(96,426)</u>	<u>53,574</u>
<i>Net change in fund balance</i>	<u>\$ (27,622)</u>	<u>(27,622)</u>	<u>12,941</u>	<u>40,563</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>12,941</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
PROPERTY VALUATION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	200,150	200,150	270,283	70,133
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	200,150	200,150	270,283	70,133
Expenditures				
Current:				
General government	767,915	767,915	114,026	653,889
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	27,299	(27,299)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	767,915	767,915	141,325	626,590
Excess (deficiency) of revenues over expenditures	(567,765)	(567,765)	128,958	696,723
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (567,765)	(567,765)	128,958	696,723
Changes in accounts receivable and prepaid expenditures			\$ -	
Changes in accounts payable			1,380	
Changes in accrued liabilities and deferred revenue			(2,140)	
Net change in fund balance (GAAP Basis)			\$ 128,198	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
ROAD - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	107,458	107,458	123,278	15,820
Other taxes	157,000	157,000	181,092	24,092
Intergovernmental:				
Federal operating grants	264,000	264,000	246,836	(17,164)
State operating grants	-	-	-	-
Licenses and fees	420,000	420,000	408,204	(11,796)
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	27,700	27,700	27,700	-
<i>Total revenues</i>	<u>976,158</u>	<u>976,158</u>	<u>987,110</u>	<u>10,952</u>
Expenditures				
Current:				
General government	1,332,745	1,332,745	1,050,886	281,859
Public safety	-	-	-	-
Public works	788,750	788,750	29,852	758,898
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	96,677	(96,677)
Debt service:				
Principal	-	-	158,825	(158,825)
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,121,495</u>	<u>2,121,495</u>	<u>1,336,240</u>	<u>785,255</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,145,336)</u>	<u>(1,145,336)</u>	<u>(349,130)</u>	<u>796,206</u>
<i>Other financing sources (uses)</i>				
Transfers in	975,000	975,000	625,000	(350,000)
Transfers out	-	-	-	-
Proceeds from issuance of debt	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>975,000</u>	<u>975,000</u>	<u>625,000</u>	<u>(350,000)</u>
<i>Net change in fund balance</i>	<u>\$ (170,336)</u>	<u>(170,336)</u>	<u>275,870</u>	<u>446,206</u>
Acquisition of Capital leases			(733,007)	
Changes in accounts receivable			287,527	
Changes in accounts payable			8,385	
Changes in accrued liabilities			(6,265)	
Net change in fund balance (GAAP Basis)			<u>(167,490)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
EMERGENCY MEDICAL SERVICES AMBULANCE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	61,850	61,850	61,850	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>61,850</u>	<u>61,850</u>	<u>61,850</u>	<u>-</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	69,781	69,781	54,917	14,864
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>69,781</u>	<u>69,781</u>	<u>54,917</u>	<u>14,864</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(7,931)</u>	<u>(7,931)</u>	<u>6,933</u>	<u>14,864</u>
<i>Other financing sources (uses)</i>				
Transfers in	192,180	143,483	-	(143,483)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>192,180</u>	<u>143,483</u>	<u>-</u>	<u>(143,483)</u>
<i>Net change in fund balance</i>	<u>\$ 184,249</u>	<u>135,552</u>	<u>6,933</u>	<u>(128,619)</u>
Changes in accounts receivable			\$ -	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			<u>\$ 6,933</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
E-911 - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	360,000	360,000	362,082	2,082
<i>Total revenues</i>	<u>360,000</u>	<u>360,000</u>	<u>362,082</u>	<u>2,082</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	693,136	693,136	656,543	36,593
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	5,299	(5,299)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>693,136</u>	<u>693,136</u>	<u>661,842</u>	<u>31,294</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(333,136)</u>	<u>(333,136)</u>	<u>(299,760)</u>	<u>33,376</u>
<i>Other financing sources (uses)</i>				
Transfers in	340,000	340,000	340,000	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>340,000</u>	<u>340,000</u>	<u>340,000</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ 6,865</u>	<u>6,865</u>	<u>40,240</u>	<u>33,376</u>
Changes in accounts receivable			\$ -	
Changes in accounts payable			-	
Changes in accrued liabilities			(18,996)	
Net change in fund balance (GAAP Basis)			<u>\$ 21,244</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
FARM AND RANGE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	1,000	1,000	1,586	586
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,000</u>	<u>1,000</u>	<u>1,586</u>	<u>586</u>
Expenditures				
Current:				
General government	12,134	12,134	-	12,134.16
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>12,134</u>	<u>12,134</u>	<u>-</u>	<u>12,134</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(11,134)</u>	<u>(11,134)</u>	<u>1,586</u>	<u>12,720</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ (11,134)</u>	<u>(11,134)</u>	<u>1,586</u>	<u>12,720</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			<u>1,586</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
FIRE PROTECTION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	820,654	820,654	777,151	(43,503)
Licenses and fees	-	-	-	-
Investment income	3	3	73	70
Charges for services	-	-	-	-
Miscellaneous	-	-	3	3
Total revenues	820,657	820,657	777,227	(43,430)
Expenditures				
Current:				
General government	-	-	36,632	(36,632)
Public safety	2,264,243	2,264,243	335,258	1,928,985
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	785,778	785,778	102,411	683,367
Debt service:				
Principal	43,322	43,322	43,322	-
Interest	1,329	1,329	1,164	165
Total expenditures	3,094,672	3,094,672	518,787	2,575,885
<i>Excess (deficiency) of revenues over expenditures</i>	(2,274,015)	(2,274,015)	258,440	2,532,455
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	17,852	17,852
Proceeds from debt	-	-	44,651	
Total other financing sources (uses)	-	-	26,799	(17,852)
Net change in fund balance	\$ (2,274,015)	(2,274,015)	285,239	2,514,603
Changes in accounts receivable			-	
Changes in accounts payable			5,669	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			290,908	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
LAW ENFORCEMENT PROTECTION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	42,600	42,600	42,600	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	4,253	4,253	4,453	200
<i>Total revenues</i>	<u>46,853</u>	<u>46,853</u>	<u>47,053</u>	<u>200</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	47,084	47,084	44,616	2,468
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>47,084</u>	<u>47,084</u>	<u>44,616</u>	<u>2,468</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(231)</u>	<u>(231)</u>	<u>2,437</u>	<u>2,668</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ (231)</u>	<u>(231)</u>	<u>2,437</u>	<u>2,668</u>
Changes in accounts receivable			(4,453)	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(2,016)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
LODGER'S TAX PROMOTIONAL - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	105,000	105,000	132,718	27,718
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>105,000</u>	<u>105,000</u>	<u>132,718</u>	<u>27,718</u>
Expenditures				
Current:				
General government	138,391	138,391	110,014	28,377
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>138,391</u>	<u>138,391</u>	<u>110,014</u>	<u>28,377</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(33,391)</u>	<u>(33,391)</u>	<u>22,704</u>	<u>56,095</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ (33,391)</u>	<u>(33,391)</u>	<u>22,704</u>	<u>56,095</u>
Changes in accounts receivable			(58)	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>22,646</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
LODGER'S TAX NONPROMOTIONAL - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	170,350	170,350	199,550	29,200
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	5,000	5,000	7,362	2,362
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>175,350</u>	<u>175,350</u>	<u>206,912</u>	<u>31,562</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	118,277	118,277	58,815	59,462
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>118,277</u>	<u>118,277</u>	<u>58,815</u>	<u>59,462</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>57,073</u>	<u>57,073</u>	<u>148,097</u>	<u>91,024</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)			-	-
Transfers in	-	-	2,904	2,904
Transfers out	(129,900)	(129,900)	(88,224)	41,676
<i>Total other financing sources (uses)</i>	<u>129,900</u>	<u>129,900</u>	<u>(85,320)</u>	<u>(38,772)</u>
<i>Net change in fund balance</i>	<u>\$ 186,973</u>	<u>186,973</u>	<u>62,777</u>	<u>52,252</u>
Changes in accounts receivable			-	
Changes in accounts payable			1,585	
Changes in accrued liabilities			(950)	
<i>Net change in fund balance (GAAP Basis)</i>			<u>63,412</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
RECREATION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	500	500	3,300	2,800
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>500</u>	<u>500</u>	<u>3,300</u>	<u>2,800</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	89,693	89,693	57,588	32,105
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>89,693</u>	<u>89,693</u>	<u>57,588</u>	<u>32,105</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(89,193)</u>	<u>(89,193)</u>	<u>(54,288)</u>	<u>34,905</u>
<i>Other financing sources (uses)</i>				
Transfers in	85,000	85,000	55,000	(30,000)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>85,000</u>	<u>85,000</u>	<u>55,000</u>	<u>(30,000)</u>
<i>Net change in fund balance</i>	\$ <u>(4,193)</u>	<u>(4,193)</u>	<u>712</u>	<u>4,905</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			<u>(950)</u>	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(238)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
SENIOR CITIZENS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	296,442	296,442
State operating grants	-	-	373,187	373,187
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	70,114	70,114
<i>Total revenues</i>	-	-	739,743	739,743
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	881,602	881,602	769,689	111,913
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	881,602	881,602	769,689	111,913
<i>Excess (deficiency) of revenues over expenditures</i>	(881,602)	(881,602)	(29,946)	851,656
<i>Other financing sources (uses)</i>				
Transfers in	(54,729)	(54,729)	(54,729)	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	(54,729)	(54,729)	(54,729)	-
<i>Net change in fund balance</i>	\$ (936,331)	(936,331)	24,783	851,656
Changes in accounts receivable			64,843	
Changes in accounts payable			8,939	
Changes in accrued liabilities			4,913	
<i>Net change in fund balance (GAAP Basis)</i>			103,478	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
INDIGENT HEALTH - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	915,000	915,000	1,061,953	146,953
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	427,500	427,500	517,378	89,878
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	5,000	5,000	-	(5,000)
<i>Total revenues</i>	<u>1,347,500</u>	<u>1,347,500</u>	<u>1,579,331</u>	<u>231,831</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	1,662,281	1,662,281	1,358,132	304,149
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,662,281</u>	<u>1,662,281</u>	<u>1,358,132</u>	<u>304,149</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(314,781)</u>	<u>(314,781)</u>	<u>221,199</u>	<u>535,980</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	1,269,560	1,269,560
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>1,269,560</u>	<u>1,269,560</u>
<i>Net change in fund balance</i>	<u>\$ (314,781)</u>	<u>(314,781)</u>	<u>1,490,759</u>	<u>1,805,540</u>
Changes in accounts receivable			(54,308)	
Changes in accounts payable			1,349	
Changes in accrued liabilities			(1,289)	
Net change in fund balance (GAAP Basis)			<u>1,436,511</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
FIRE RESCUE EXCISE TAX - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	520,423	520,423	527,611	7,188
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	68	68
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>520,423</u>	<u>520,423</u>	<u>527,679</u>	<u>7,256</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	1,683,921	1,683,921	119,713	1,564,208
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	151,956	(151,956)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,683,921</u>	<u>1,683,921</u>	<u>271,669</u>	<u>1,412,252</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,163,498)</u>	<u>(1,163,498)</u>	<u>256,010</u>	<u>1,419,508</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	300,103	300,103	(257,302)	(557,405)
<i>Total other financing sources (uses)</i>	<u>(300,103)</u>	<u>(300,103)</u>	<u>(257,302)</u>	<u>557,405</u>
<i>Net change in fund balance</i>	\$ <u>(1,463,601)</u>	<u>(1,463,601)</u>	<u>(1,292)</u>	<u>1,976,913</u>
Changes in accounts receivable			43,681	
Changes in accounts payable			605	
Changes in accrued liabilities			<u>1,205</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 44,199</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
CLERK'S RECORDING FEES - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	50,000	50,000	46,974	(3,026)
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>46,974</u>	<u>(3,026)</u>
Expenditures				
Current:				
General government	355,611	355,611	74,680	280,931
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>355,611</u>	<u>355,611</u>	<u>74,680</u>	<u>280,931</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(305,611)</u>	<u>(305,611)</u>	<u>(27,706)</u>	<u>277,905</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(305,611)</u>	<u>(305,611)</u>	<u>(27,706)</u>	<u>277,905</u>
Changes in accounts receivable			147	
Changes in accounts payable			44	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(27,515)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
ADULT DETENTION
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	185,550	185,550	399,356	213,806
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	27,968	27,968	59,270	31,302
State operating grants	-	-	858	858
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	209,350	209,350	206,558	(2,792)
<i>Total revenues</i>	<u>422,868</u>	<u>422,868</u>	<u>666,042</u>	<u>243,174</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	3,559,347	3,559,347	2,895,408	663,939
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,559,347</u>	<u>3,559,347</u>	<u>2,895,408</u>	<u>663,939</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,136,479)</u>	<u>(3,136,479)</u>	<u>(2,229,366)</u>	<u>907,113</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	(2,600,000)	(2,600,000)	(2,546,426)	53,574
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(2,600,000)</u>	<u>(2,600,000)</u>	<u>(2,546,426)</u>	<u>53,574</u>
<i>Net change in fund balance</i>	<u>\$ (5,736,479)</u>	<u>(5,736,479)</u>	<u>317,060</u>	<u>960,687</u>
Changes in accounts receivable			(64,441)	
Changes in accounts payable			(46,747)	
Changes in accrued liabilities			<u>(55,613)</u>	
Net change in fund balance (GAAP Basis)			<u>150,259</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
TAOS COUNTY DONATIONS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Expenditures				
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>	2,100	2,100	2,100	-
<i>Excess (deficiency) of revenues over expenditures</i>	(2,100)	(2,100)	(2,100)	-
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	\$ (2,100)	(2,100)	(2,100)	-
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			(2,100)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
TAOS COUNTY GRANT MATCH - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Transfers in	75,000	75,000	-	(75,000)
Transfers out	(75,000)	(75,000)	(53,993)	21,007
<i>Total other financing sources (uses)</i>	150,000	150,000	(53,993)	(96,007)
<i>Net change in fund balance</i>	\$ 150,000	150,000	(53,993)	(96,007)
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			(53,993)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
DWI PROGRAM - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	294,905	294,905	274,307	(20,598)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	2,342	2,342
<i>Total revenues</i>	<u>294,905</u>	<u>294,905</u>	<u>276,649</u>	<u>(18,256)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	294,905	294,905	266,424	28,481
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>294,905</u>	<u>294,905</u>	<u>266,424</u>	<u>28,481</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(0)</u>	<u>(0)</u>	<u>10,225</u>	<u>10,225</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	(35,000)	(35,000)	(15,000)	20,000
<i>Total other financing sources (uses)</i>	<u>35,000</u>	<u>35,000</u>	<u>(15,000)</u>	<u>(20,000)</u>
<i>Net change in fund balance</i>	<u>\$ 35,000</u>	<u>35,000</u>	<u>(4,775)</u>	<u>(9,775)</u>
Changes in accounts receivable			(9,442)	
Changes in accounts payable			1,904	
Changes in accrued liabilities			(3,186)	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(15,499)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
DWI GRANT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	37,111	64,268	47,342	(16,926)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>37,111</u>	<u>64,268</u>	<u>47,342</u>	<u>(16,926)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	37,111	64,268	51,510	12,758
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>37,111</u>	<u>64,268</u>	<u>51,510</u>	<u>12,758</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,168)</u>	<u>(4,168)</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	(9,755)	(9,755)	(9,755)	-
<i>Total other financing sources (uses)</i>	<u>9,755</u>	<u>9,755</u>	<u>(9,755)</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ 9,755</u>	<u>9,755</u>	<u>(13,923)</u>	<u>(4,168)</u>
Changes in accounts receivable			10,521	
Changes in accounts payable			509	
Changes in accrued liabilities			705	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(2,188)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
DWI INTAKE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	29,944	29,944	35,587	5,643
Miscellaneous	-	-	355	355
<i>Total revenues</i>	<u>29,944</u>	<u>29,944</u>	<u>35,942</u>	<u>5,998</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	46,957	46,957	39,077	7,880
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>46,957</u>	<u>46,957</u>	<u>39,077</u>	<u>7,880</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(17,013)</u>	<u>(17,013)</u>	<u>(3,135)</u>	<u>13,878</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(17,013)</u>	<u>(17,013)</u>	<u>(3,135)</u>	<u>13,878</u>
Changes in accounts receivable			315	
Changes in accounts payable			275	
Changes in accrued liabilities			<u>(996)</u>	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(3,541)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
DWI DOMESTIC VIOLENCE - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	2,640	2,640
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>2,640</u>	<u>2,640</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	7,115	7,115	5,624	1,491
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>7,115</u>	<u>7,115</u>	<u>5,624</u>	<u>1,491</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(7,115)</u>	<u>(7,115)</u>	<u>(2,984)</u>	<u>4,131</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(7,115)</u>	<u>(7,115)</u>	<u>(2,984)</u>	<u>4,131</u>
Changes in accounts receivable			(25)	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(3,009)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
JUVENILE ADJUDICATION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	12,000	12,000	4,879	(7,121)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>12,000</u>	<u>12,000</u>	<u>4,879</u>	<u>(7,121)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	12,000	12,000	11,331	669
Public works	-	-	7	(7)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>12,000</u>	<u>12,000</u>	<u>11,338</u>	<u>662</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(6,459)	(6,459)
<i>Other financing sources (uses)</i>				
Transfers in	12,000	12,000	7,000	(5,000)
Transfers out	(12,000)	(12,000)	-	12,000
<i>Total other financing sources (uses)</i>	<u>24,000</u>	<u>24,000</u>	<u>7,000</u>	<u>(17,000)</u>
<i>Net change in fund balance</i>	\$ <u>24,000</u>	<u>24,000</u>	<u>541</u>	<u>(23,459)</u>
Changes in accounts receivable			6,531	
Changes in accounts payable			-	
Changes in accrued liabilities			(416)	
<i>Net change in fund balance (GAAP Basis)</i>			<u>6,656</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
DWI SCREENING - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	9,510	9,510	28,385	18,875
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>9,510</u>	<u>9,510</u>	<u>28,385</u>	<u>18,875</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	24,135	24,135	15,116	9,019
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>24,135</u>	<u>24,135</u>	<u>15,116</u>	<u>9,019</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(14,625)</u>	<u>(14,625)</u>	<u>13,269</u>	<u>27,894</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(14,625)</u>	<u>(14,625)</u>	<u>13,269</u>	<u>27,894</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			<u>(1,356)</u>	
<i>Net change in fund balance (GAAP Basis)</i>			<u><u>11,913</u></u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
DWI DONATIONS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	200	200	461	261
<i>Total revenues</i>	<u>200</u>	<u>200</u>	<u>461</u>	<u>261</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	661	661	-	661
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>661</u>	<u>661</u>	<u>-</u>	<u>661</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(461)</u>	<u>(461)</u>	<u>461</u>	<u>922</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(461)</u>	<u>(461)</u>	<u>461</u>	<u>922</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			<u>461</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
100 DAYS AND NIGHTS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	14,717	39,814	15,867	(23,947)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>14,717</u>	<u>39,814</u>	<u>15,867</u>	<u>(23,947)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	9,104	34,201	14,016	20,185
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>9,104</u>	<u>34,201</u>	<u>14,016</u>	<u>20,185</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,614</u>	<u>5,614</u>	<u>1,851</u>	<u>(3,763)</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	(25,097)	(5,000)	20,097
Transfers out	14,028	39,125	13,719	(25,406)
<i>Total other financing sources (uses)</i>	<u>(14,028)</u>	<u>(64,222)</u>	<u>(8,719)</u>	<u>45,503</u>
<i>Net change in fund balance</i>	\$ <u>(8,414)</u>	<u>(58,608)</u>	<u>(6,868)</u>	<u>41,740</u>
Changes in accounts receivable			671	
Changes in accounts payable			-	
Changes in accrued liabilities			<u>(1,000)</u>	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(7,197)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
FOSTER GRAND PARENT PROGRAM - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	65,051	65,051	56,389	(8,662)
State operating grants	255,292	255,292	226,125	(29,167)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>320,343</u>	<u>320,343</u>	<u>282,514</u>	<u>(37,829)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	285,343	285,343	280,617	4,726
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>285,343</u>	<u>285,343</u>	<u>280,617</u>	<u>4,726</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>35,000</u>	<u>35,000</u>	<u>1,897</u>	<u>(33,103)</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	(12,311)	(12,311)
Transfers out	35,000	35,000	5,419	(29,581)
<i>Total other financing sources (uses)</i>	<u>(35,000)</u>	<u>(35,000)</u>	<u>(6,892)</u>	<u>17,270</u>
<i>Net change in fund balance</i>	<u>\$ -</u>	<u>-</u>	<u>8,789</u>	<u>(15,833)</u>
Changes in accounts receivable			(13,879)	
Changes in accounts payable			12,250	
Changes in accrued liabilities			(1,326)	
<i>Net change in fund balance (GAAP Basis)</i>			<u>5,834</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
FOREST RESERVE TITLE III - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	44,778	44,778	45,918	1,140
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>44,778</u>	<u>44,778</u>	<u>45,918</u>	<u>1,140</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	96,519	96,519	72,151	24,368
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	45,418	45,418	-	45,418
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>141,937</u>	<u>141,937</u>	<u>72,151</u>	<u>69,786</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(97,159)</u>	<u>(97,159)</u>	<u>(26,233)</u>	<u>70,926</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(97,159)</u>	<u>(97,159)</u>	<u>(26,233)</u>	<u>70,926</u>
Changes in accounts receivable			-	
Changes in accounts payable			2,727	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(23,506)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
FIRE DISTRICTS DISCRETIONARY - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Expenditures				
Current:				
General government	884	884	884	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	884	884	884	-
<i>Excess (deficiency) of revenues over expenditures</i>	(884)	(884)	(884)	-
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	\$ (884)	(884)	(884)	-
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			(884)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
NMSA AGING - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	3,318	3,318	3,319	1
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>3,318</u>	<u>3,318</u>	<u>3,319</u>	<u>1</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	928	928	928	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>928</u>	<u>928</u>	<u>928</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>2,390</u>	<u>2,390</u>	<u>2,391</u>	<u>1</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	(928)	(928)
Transfers out	7,218	7,218	8,146	928
<i>Total other financing sources (uses)</i>	<u>7,218</u>	<u>7,218</u>	<u>7,218</u>	<u>(1,856)</u>
<i>Net change in fund balance</i>	<u>\$ 9,608</u>	<u>9,608</u>	<u>(4,827)</u>	<u>(1,856)</u>
Changes in accounts receivable			(2,390)	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(7,217)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
HEALY FOUNDATION - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	10,000	10,000	-	(10,000)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	10,000	10,000	-	(10,000)
Expenditures				
Current:				
General government	4,009	4,009	3,588	421
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	4,009	4,009	3,588	421
Excess (deficiency) of revenues over expenditures	5,991	5,991	(3,588)	(9,579)
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 5,991	5,991	(3,588)	(9,579)
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			(3,588)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
ABREGADERO ROAD GRANT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	500,000	500,000	495,930	(4,070)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>500,000</u>	<u>500,000</u>	<u>495,930</u>	<u>(4,070)</u>
Expenditures				
Current:				
General government	63,859	63,859	59,789	4,070
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>63,859</u>	<u>63,859</u>	<u>59,789</u>	<u>4,070</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>436,141</u>	<u>436,141</u>	<u>436,141</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	500,000	500,000	500,000	-
<i>Total other financing sources (uses)</i>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ 936,141</u>	<u>936,141</u>	<u>(63,859)</u>	<u>-</u>
Changes in accounts receivable			-	
Changes in accounts payable			59,788	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(4,071)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
HOMELAND SECURITY EMW GRANT - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	59,691	59,691	53,962	(5,729)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>59,691</u>	<u>59,691</u>	<u>53,962</u>	<u>(5,729)</u>
Expenditures				
Current:				
General government	36,344	36,344	30,615	5,729
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>36,344</u>	<u>36,344</u>	<u>30,615</u>	<u>5,729</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>23,347</u>	<u>23,347</u>	<u>23,347</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	59,691	59,691	59,691	-
<i>Total other financing sources (uses)</i>	<u>59,691</u>	<u>59,691</u>	<u>59,691</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(36,344)</u>	<u>(36,344)</u>	<u>(36,344)</u>	<u>-</u>
Changes in accounts receivable			-	
Changes in accounts payable			30,615	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			<u>\$ (5,729)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
HOMELAND SECURITY GRANT FEMA - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	33,750	33,750	-	(33,750)
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>33,750</u>	<u>33,750</u>	-	<u>(33,750)</u>
Expenditures				
Current:				
General government	45,000	45,000	-	45,000
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>45,000</u>	<u>45,000</u>	-	<u>45,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(11,250)</u>	<u>(11,250)</u>	-	<u>11,250</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	33,750	33,750	-	(33,750)
<i>Total other financing sources (uses)</i>	<u>(33,750)</u>	<u>(33,750)</u>	-	<u>33,750</u>
<i>Net change in fund balance</i>	<u>\$ (45,000)</u>	<u>(45,000)</u>	-	<u>45,000</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>-</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
INTERGOVERNMENTAL - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	4,763	96,293	3,577	(92,716)
State operating grants	790,844	1,372,183	357,395	(1,014,788)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	5,000	5,000	3,875	(1,125)
Total revenues	800,606	1,473,475	364,847	(1,108,628)
Expenditures				
Current:				
General government	88,455	546,324	134,243	412,081
Public safety	-	-	50,000	(50,000)
Public works	-	-	16,100	(16,100)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	799,513	1,014,513	358,499	656,014
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	887,968	1,560,837	558,842	1,001,995
Excess (deficiency) of revenues over expenditures	(87,361)	(87,361)	(193,995)	(106,634)
Other financing sources (uses)				
Transfers in	(491,023)	(1,164,442)	(849,216)	315,226
Transfers out	827,070	1,499,939	356,853	(1,143,086)
Total other financing sources (uses)	336,047	335,497	(492,363)	1,458,312
Net change in fund balance	\$ (423,408)	(422,858)	298,368	(1,564,945)
Changes in accounts receivable			15,362	
Changes in accounts payable			(181,923)	
Changes in accrued liabilities			(2,119)	
Net change in fund balance (GAAP Basis)			129,688	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
CAPITAL ENHANCEMENT - CAPITAL OUTLAY FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	1,501,471	1,501,471	1,806,104	304,633
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	14,000	14,000
<i>Total revenues</i>	<u>1,501,471</u>	<u>1,501,471</u>	<u>1,820,104</u>	<u>318,633</u>
Expenditures				
Current:				
General government	424,500	424,500	319,104	105,396
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,045,941	1,045,941	524,345	521,596
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,470,441</u>	<u>1,470,441</u>	<u>843,449</u>	<u>626,992</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>31,030</u>	<u>31,030</u>	<u>976,655</u>	<u>945,625</u>
<i>Other financing sources (uses)</i>				
Transfers in	(425,523)	(425,523)	(308,766)	116,757
Transfers out	825,523	825,523	525,754	(299,769)
<i>Total other financing sources (uses)</i>	<u>400,000</u>	<u>400,000</u>	<u>216,988</u>	<u>(183,012)</u>
<i>Net change in fund balance</i>	\$ <u>(368,970)</u>	<u>(368,970)</u>	<u>759,667</u>	<u>1,128,637</u>
Changes in accounts receivable			14,319	
Changes in accounts payable			2,653	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>776,639</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
DFA AMALIA COMMUNITY CENTER - CAPITAL PROJECT FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,582	1,582	324	1,258
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,582	1,582	324	1,258
<i>Excess (deficiency) of revenues over expenditures</i>	(1,582)	(1,582)	(324)	1,258
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	\$ (1,582)	(1,582)	(324)	1,258
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			(324)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
TAOS COUNTY COMPLEX CONSTRUCTION CAPITAL PROJECTS - SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts	Final Budget
			(Budgetary Basis)	Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	150	150	68	(82)
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>150</u>	<u>150</u>	<u>68</u>	<u>(82)</u>
Expenditures				
Current:				
General government	155,000	155,000	20,141	134,859
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	626,884	626,884	152,641	474,243
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>781,884</u>	<u>781,884</u>	<u>172,782</u>	<u>609,102</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(781,734)</u>	<u>(781,734)</u>	<u>(172,714)</u>	<u>609,020</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ (781,734)</u>	<u>(781,734)</u>	<u>(172,714)</u>	<u>609,020</u>
Changes in accounts receivable			-	
Changes in accounts payable			(22,000)	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(194,714)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
BOND RESERVE DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	15,924	15,924
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	15,924	15,924
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	15,924	15,924
<i>Other financing sources (uses)</i>				
Transfers in	-	-	(304,928)	(304,928)
Transfers out	-	-	60,843	60,843
<i>Total other financing sources (uses)</i>	-	-	244,085	(365,771)
<i>Net change in fund balance</i>	\$ -	-	260,009	(349,847)
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			\$ 260,009	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
NMFA DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	200	1,100	9,725	8,625
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	200	1,100	9,725	8,625
Expenditures				
Current:				
General government	-	10,934	752,354	(741,420)
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	1,414,395	-	1,414,395
Total expenditures	-	1,425,329	752,354	672,975
Excess (deficiency) of revenues over expenditures	200	(1,424,229)	(742,629)	681,600
Other financing sources (uses)				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	(59,921)	(59,921)	-
Transfers out	-	92,462	305,233	212,771
Proceeds from debt	-	(1,457,870)	(4,749,021)	(3,291,151)
Total other financing sources (uses)	-	(1,425,329)	(4,503,709)	(3,078,380)
Net change in fund balance	\$ 200	1,100	3,761,080	3,759,980
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			3,761,080	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
2003 BOND DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	850	850	106	(744)
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	62	62	10	(52)
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>912</u>	<u>912</u>	<u>116</u>	<u>(796)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	36,333	36,333	3,329	33,004
Debt service:				
Principal	15,000	15,000	-	15,000
Interest	29,900	29,900	-	29,900
<i>Total expenditures</i>	<u>81,233</u>	<u>81,233</u>	<u>3,329</u>	<u>77,904</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(80,321)</u>	<u>(80,321)</u>	<u>(3,213)</u>	<u>77,108</u>
<i>Other financing sources (uses)</i>				
Transfers in	(44,900)	(44,900)	-	44,900
Transfers out	-	-	13,842	13,842
<i>Total other financing sources (uses)</i>	<u>(44,900)</u>	<u>(44,900)</u>	<u>(13,842)</u>	<u>31,058</u>
<i>Net change in fund balance</i>	<u>\$ (125,221)</u>	<u>(125,221)</u>	<u>(17,055)</u>	<u>108,166</u>
Changes in accounts receivable			(5)	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(17,060)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
USDA/RUS COMPLEX DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	820,000	986,577	986,577	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	415,811	415,811	415,811	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	85,000	265,927	265,927	-
<i>Total revenues</i>	<u>1,320,811</u>	<u>1,668,314</u>	<u>1,668,315</u>	<u>-</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	820,000	986,577	986,577	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>820,000</u>	<u>986,577</u>	<u>986,577</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>500,811</u>	<u>681,738</u>	<u>681,738</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	415,811	415,811	415,811	-
<i>Total other financing sources (uses)</i>	<u>415,811</u>	<u>415,811</u>	<u>415,811</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ 85,000</u>	<u>265,927</u>	<u>265,927</u>	<u>-</u>
Changes in accounts receivable			21,068	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			<u>286,995</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
NMFA TAOS BACKHOE DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	12,421	12,421	10,352	(2,069)
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	1	13	13	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>12,422</u>	<u>12,434</u>	<u>10,365</u>	<u>(2,069)</u>
Expenditures				
Current:				
General government	-	38	38	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	12,091	12,091	12,091	-
Interest	330	330	330	-
<i>Total expenditures</i>	<u>12,421</u>	<u>12,459</u>	<u>12,459</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1</u>	<u>(25)</u>	<u>(2,094)</u>	<u>(2,069)</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ 1</u>	<u>(25)</u>	<u>(2,094)</u>	<u>(2,069)</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(2,094)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
NMFA LATIR TAOS DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	8	8
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	8	8
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	4,671	4,671	4,671	-
Interest	-	-	-	-
<i>Total expenditures</i>	4,671	4,671	4,671	-
<i>Excess (deficiency) of revenues over expenditures</i>	(4,671)	(4,671)	(4,663)	8
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)			-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from debt	(4,671)	(4,671)	(4,671)	-
<i>Total other financing sources (uses)</i>	(4,671)	(4,671)	(4,671)	-
<i>Net change in fund balance</i>	\$ -	-	8	8
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			8	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
ADMIN/JUDICIAL/CORRECTIONAL COMPLEX DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	5	5	44	39
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	5	5	44	39
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	5	5	44	39
Other financing sources (uses)				
Transfers in	(77,212)	(77,212)	(77,212)	(0)
Transfers out	-	-	-	-
Total other financing sources (uses)	(77,212)	(77,212)	77,212	(0)
Net change in fund balance	\$ (77,207)	(77,207)	77,256	39
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			77,256	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
USDA LOAN PROCEEDS DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	815,000	986,577	986,577	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	5	19	17	(2)
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>815,005</u>	<u>986,596</u>	<u>986,594</u>	<u>(2)</u>
Expenditures				
Current:				
General government	92,000	265,927	265,927	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>92,000</u>	<u>265,927</u>	<u>265,927</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>723,005</u>	<u>720,669</u>	<u>720,667</u>	<u>(2)</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	710,714	724,576	724,901	325
<i>Total other financing sources (uses)</i>	<u>(710,714)</u>	<u>(724,576)</u>	<u>(724,901)</u>	<u>(325)</u>
<i>Net change in fund balance</i>	\$ <u>12,291</u>	<u>(3,907)</u>	<u>(4,234)</u>	<u>(327)</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(4,234)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
LA LAMA LOAN DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	3	14	14	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	3	14	14	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	17,804	35,760	35,760	-
Interest	319	319	235	84
Total expenditures	18,123	36,079	35,995	84
Excess (deficiency) of revenues over expenditures	(18,120)	(36,065)	(35,981)	84
Other financing sources (uses)				
Transfers in	-	(17,852)	(17,852)	-
Transfers out	-	-	-	-
Proceeds from debt	(18,123)	(18,123)	(18,123)	-
Total other financing sources (uses)	(18,123)	(35,975)	(35,975)	-
Net change in fund balance	\$ 3	(17,942)	(6)	84
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			(6)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
USDA BOA DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	10	10	39	29
Charges for services	129,700	129,700	-	(129,700)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>129,710</u>	<u>129,710</u>	<u>39</u>	<u>(129,671)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	190,000	190,000	190,001	(1)
Interest	584,600	584,600	584,100	500
<i>Total expenditures</i>	<u>774,600</u>	<u>774,600</u>	<u>774,101</u>	<u>499</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(644,890)</u>	<u>(644,890)</u>	<u>(774,062)</u>	<u>(129,172)</u>
<i>Other financing sources (uses)</i>				
Transfers in	(633,503)	(633,503)	(647,689)	(14,186)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(633,503)</u>	<u>(633,503)</u>	<u>647,689</u>	<u>(14,186)</u>
<i>Net change in fund balance</i>	\$ <u>(1,278,393)</u>	<u>(1,278,393)</u>	<u>(126,373)</u>	<u>(143,358)</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>(126,373)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
TAOS COUNTY COMPLEX RESTRUCTURING
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	1,970,400	1,970,400	1,970,400	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	101,870	101,870	101,870	-
Licenses and fees	-	-	-	-
Investment income	100	100	1,709	1,609
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,072,370</u>	<u>2,072,370</u>	<u>2,073,979</u>	<u>1,609</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	900,000	900,000	900,000	-
Interest	1,166,586	1,166,586	1,166,585	1
<i>Total expenditures</i>	<u>2,066,586</u>	<u>2,066,586</u>	<u>2,066,585</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,784</u>	<u>5,784</u>	<u>7,394</u>	<u>1,610</u>
<i>Other financing sources (uses)</i>				
Transfers in	(6,000)	(6,000)	(11,860)	(5,860)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(6,000)</u>	<u>(6,000)</u>	<u>11,860</u>	<u>(5,860)</u>
<i>Net change in fund balance</i>	\$ <u>(216)</u>	<u>(216)</u>	<u>19,254</u>	<u>(4,250)</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>19,254</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
2013 EDUCATION BOND ADMIN DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Expenditures				
Current:				
General government	-	14,000	14,000	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	14,000	14,000	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	(14,000)	(14,000)	-
<i>Other financing sources (uses)</i>				
Transfers in	-	(14,000)	(14,000)	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	(14,000)	14,000	-
<i>Net change in fund balance</i>	\$ -	(28,000)	-	-
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			-	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
2013 EDUCATIONAL BOND REDEMPTION DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	34	34
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	34	34
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	34	34
<i>Other financing sources (uses)</i>				
Transfers in	(779,233)	(779,233)	(1,348,646)	(569,413)
Transfers out	775,000	775,000	1,350,000	575,000
<i>Total other financing sources (uses)</i>	(4,233)	(4,233)	(1,354)	(1,144,413)
<i>Net change in fund balance</i>	\$ (4,233)	(4,233)	(1,320)	(1,144,379)
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			(1,320)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
TAOS 46 LOAN PROCEEDS DEBT SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	61,657	61,657	61,749	92
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	2	2	72	70
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>61,659</u>	<u>61,659</u>	<u>61,821</u>	<u>162</u>
Expenditures				
Current:				
General government	302	302	301	1
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	58,598	58,598	58,298	300
Interest	3,057	3,057	3,057	-
<i>Total expenditures</i>	<u>61,957</u>	<u>61,957</u>	<u>61,656</u>	<u>301</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(298)</u>	<u>(298)</u>	<u>165</u>	<u>463</u>
<i>Other financing sources (uses)</i>				
Transfers in	(2,126)	(2,126)	(304)	1,822
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(2,126)</u>	<u>(2,126)</u>	<u>304</u>	<u>1,822</u>
<i>Net change in fund balance</i>	\$ <u>(2,424)</u>	<u>(2,424)</u>	<u>469</u>	<u>2,284</u>
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>469</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
TAOS 50 LODGERS TAX
STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property taxes	\$ -	-	-	-
Gross receipts taxes	-	-	110,954	110,954
Other taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	20	23	3
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	20	110,977	110,957
Expenditures				
Current:				
General government	-	77,641	76,111	1,530
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	68,560	68,560	-
Interest	-	39,037	40,206	(1,169)
<i>Total expenditures</i>	-	185,238	184,877	361
<i>Excess (deficiency) of revenues over expenditures</i>	-	(185,218)	(73,900)	111,318
<i>Other financing sources (uses)</i>				
Transfers in	-	(44,900)	(76,111)	(31,211)
Transfers out	-	-	-	-
Proceeds from debt	-	-	(33,224)	-
<i>Total other financing sources (uses)</i>	-	(44,900)	(109,335)	(31,211)
<i>Net change in fund balance</i>	\$ -	(140,318)	35,435	80,107
Changes in accounts receivable			-	
Changes in accounts payable			-	
Changes in accrued liabilities			-	
Net change in fund balance (GAAP Basis)			35,435	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
SOLID WASTE PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Operating revenues				
Charges for services	\$ 951,060	951,060	2,106,232	1,155,172
<i>Total operating revenues</i>	<u>951,060</u>	<u>951,060</u>	<u>2,106,232</u>	<u>1,155,172</u>
Operating expenses				
Personnel services	734,766	734,766	732,073	2,693
Contractual services	220,700	220,700	235,162	(14,462)
Administration	214,993	214,993	99,283	115,710
Maintenance and materials	64,270	64,270	36,846	27,424
<i>Total operating expenses</i>	<u>1,234,729</u>	<u>1,234,729</u>	<u>1,103,364</u>	<u>131,365</u>
<i>Operating income (loss)</i>	<u>(283,669)</u>	<u>(283,669)</u>	<u>1,002,868</u>	<u>1,286,537</u>
<i>Non-operating income (expenses)</i>				
Taxes	234,425	234,425	308,960	74,535
Miscellaneous income	250	250	68,530	68,280
<i>Total non-operating revenues (expenses)</i>	<u>234,675</u>	<u>234,675</u>	<u>377,490</u>	<u>142,815</u>
<i>Income (loss) before contributions and transfers</i>	<u>(48,995)</u>	<u>(48,995)</u>	<u>1,380,358</u>	<u>1,429,353</u>
Transfers in (out)	(30,000)	(30,000)	(30,000)	-
<i>Change in net position</i>	<u>\$ (18,995)</u>	<u>(78,995)</u>	<u>1,350,358</u>	<u>1,429,353</u>
Bad debt expense			(1,145,383)	
Depreciation			(80,916)	
Net change in fund balance (GAAP Basis)			<u>\$ 124,059</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
TAOS COUNTY
AMBULANCE ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Operating revenues				
Charges for services	\$ 900,000	900,000	5,595,650	4,695,650
<i>Total operating revenues</i>	<u>900,000</u>	<u>900,000</u>	<u>5,595,650</u>	<u>4,695,650</u>
Operating expenses				
Personnel services	1,224,514	1,224,514	1,413,276	(188,762)
Contractual services	54,300	54,300	42,819	11,481
Administration	179,729	179,729	72,385	107,344
Maintenance and materials	122,450	122,450	28,034	94,416
<i>Total operating expenses</i>	<u>1,580,993</u>	<u>1,580,993</u>	<u>1,556,514</u>	<u>24,479</u>
<i>Operating income (loss)</i>	<u>(680,993)</u>	<u>(680,993)</u>	<u>4,039,136</u>	<u>4,720,129</u>
<i>Non-operating income (expenses)</i>				
Taxes	-	-	-	-
Miscellaneous income	-	-	1,397	1,397
<i>Total non-operating revenues (expenses)</i>	<u>-</u>	<u>-</u>	<u>1,397</u>	<u>1,397</u>
<i>Income (loss) before contributions and transfers</i>	<u>(680,993)</u>	<u>(680,993)</u>	<u>4,040,533</u>	<u>4,721,526</u>
Transfers in (out)	(460,103)	(460,103)	349,415	(809,518)
<i>Change in net position</i>	<u>\$ (220,890)</u>	<u>(1,141,096)</u>	<u>4,389,948</u>	<u>3,912,008</u>
Bad debt expense			(4,454,857)	
Depreciation			<u>(301,531)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ (366,440)</u>	

See Notes to Financial Statements.

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
 TAOS COUNTY
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
 Year Ended June 30, 2016

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
ASSETS				
Cash and cash equivalents	\$ 658,843	30,021,567	30,036,384	644,026
Property taxes receivable	3,975,079	26,839,524	27,082,803	3,731,800
Due from other governments	165,944	-	-	165,944
<i>Total assets</i>	<u>\$ 4,799,866</u>	<u>56,861,091</u>	<u>57,119,187</u>	<u>4,541,770</u>
LIABILITIES				
Due to other taxing entities	4,799,866	56,861,091	57,119,187	4,541,770
<i>Total liabilities</i>	<u>\$ 4,799,866</u>	<u>56,861,091</u>	<u>57,119,187</u>	<u>4,541,770</u>

See independent auditors' report.

STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS
June 30, 2016

Bank Name	Acct. Type	Bank Balance	Deposits in Transit	Outstanding Checks	Book Balance
US Bank					
Taos Adult Detention Center	Checking	\$ 12,428	-	-	12,428
Internet Account	Checking	227	-	-	227
General Account	Checking	20,250,483	36,124	812,148	19,474,459
US Department of Energy - Old Courthouse	Checking	5,285	-	-	5,285
County Complex	Checking	609,020	-	-	609,020
Inmate Trust Account	Checking	12,629	-	-	12,629
Gold Credit Card Account	Checking	14,861	-	-	14,861
Transportation	Checking	278,105	-	-	278,105
Homemaker	Checking	128,031	-	-	128,031
2219 Account	Checking	16,087	-	-	16,087
Misc Account	Checking	131	-	-	131
Certificate of Deposit	CD	1,000,000	-	-	1,000,000
Money Market	CD	1,001,117	-	-	1,001,117
Total US Bank		23,328,404	36,124	812,148	22,552,380
Centinel Bank					
General Account	Checking	184,152	-	-	184,152
AG Center	Checking	15,076	-	-	15,076
Credit Card Payment	Checking	383	-	-	383
Total Centinel Bank		199,611	-	-	199,611
People's Bank					
General Account	Checking	111,580	-	-	111,580
Certificate of Deposit	CD	58,000	-	-	58,000
Certificate of Deposit	CD	58,000	-	-	58,000
Total People's Bank		227,580	-	-	227,580
Bank of New York					
NM Ed GRT 2013 UNM-Taos	Trust	3,422,508	-	-	3,422,508
NM Ed GRT 2013 Questa ISD	Trust	555,885	-	-	555,885
NM Ed GRT 2013 Red River	Trust	149,000	-	-	149,000
NM Ed GRT 2013 Roots & Wing	Trust	96,464	-	-	96,464
NM Ed GRT 2013 Penasco SD	Trust	479,153	-	-	479,153
NM Ed GRT 2013 LA Jicarit	Trust	90,402	-	-	90,402
NM Ed GRT 2013 Vista Grande	Trust	6,317	-	-	6,317
NM Ed GRT 2013 Taos Arts	Trust	89,240	-	-	89,240
NM Ed GRT 2013 Taos Acad	Trust	320,985	-	-	320,985
NM Ed GRT 2013 GRT Income Fd 2013	Trust	440,314	-	-	440,314
NM Ed GRT 2013 Debt Serv	Trust	830,232	-	-	830,232
NM Ed GRT 2013 Mand Redmp	Trust	3,381	-	-	3,381
Total Bank of New York		6,483,881	-	-	6,483,881

STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS
June 30, 2016

Bank Name	Acct. Type	Bank Balance	Deposits in Transit	Outstanding Checks	Book Balance
Bank of Albuquerque					
County Later VFD-Fire Pumper-Debt Service	Trust	\$ 9	-	-	9
Taos County New Restructure Loan Taos 40	Trust	194,394	-	-	194,394
Taos County Restructuring Loan	Trust	1,412,948	-	-	1,412,948
Hondo/Seco Fire Pumper	Trust	60	-	-	60
3 Trucks SW Department	Trust	36,186	-	-	36,186
Refund 1997 Lodgers Tax	Trust	93,211	-	-	93,211
Class A Fire Pumper (program funds)	Trust	170	-	-	170
Solid Waste Taos 46	Trust	12,874	-	-	12,874
Refund Lodgers Taos 50	Trust	752,721	-	-	752,721
Fire Facilities Proceeds Taos 51	Trust	3,008,304	-	-	3,008,304
Fire Facilities Debt Service Taos 51	Trust	249,084	-	-	249,084
Total Bank of Albuquerque		<u>5,759,961</u>	<u>-</u>	<u>-</u>	<u>5,759,961</u>
Bank of Albuquerque					
Judicial/Admin/Correction Complex Reserve	Trust	41,354	-	-	41,354
Judicial/Admin/Correction Complex Debt Sc.	Trust	456,914	-	-	456,914
Judicial/Admin/Correction Complex Income	Trust	106,952	-	-	106,952
Total Bank of Albuquerque		<u>605,220</u>	<u>-</u>	<u>-</u>	<u>605,220</u>
Total on deposit and investments		<u>\$ 36,604,657</u>	<u>36,124</u>	<u>812,148</u>	<u>35,828,633</u>
Less: Fiduciary Cash					(644,026)
Add: Petty Cash					2,974
Total on deposit and investments					<u>35,187,581</u>
Total cash and cash equivalents per Statement of Net Position					32,659,714
Total investments per Statement of Net Position					2,117,117
Total restricted cash and cash equivalents per Statement of Net Position					-
Total cash and cash equivalents per Statement of Fiduciary Assets and Liabilities					<u>410,750</u>
Total cash, cash equivalents and investments					<u>\$ 35,187,581</u>

STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY FOR PUBLIC FUNDS
Year Ended June 30, 2016

Pledged Collateral		US Bank	Centinel Bank	Peoples Bank	Total
Safekeeping Location	CUSIP Number				
Deposits in bank or savings and loan					
Cash Deposits		\$ 23,328,405	199,611	227,580	23,755,596
Certificate of Deposit		-	-	-	-
Total Deposits		23,328,405	199,611	227,580	23,755,596
Less: FDIC insurance		(500,000)	(199,611)	(227,580)	(927,191)
Total uninsured public funds		<u>22,828,405</u>	<u>-</u>	<u>-</u>	<u>22,828,405</u>
Collateral requirement @ 50%		<u>11,414,202</u>	<u>-</u>	<u>-</u>	<u>11,414,202</u>
Pledged collateral					
Federal Home Loan Bank Cincinnati, OH	N/A	28,000,000	-	-	28,000,000
Overland Park, KS	3124UAF0	-	-	63,457	63,457
Overland Park, KS	3124UAF0	-	-	69,770	69,770
Overland Park, KS	55265KT41	-	-	33,274	33,274
Overland Park, KS	55265KT41	-	-	10,238	10,238
Overland Park, KS	522218GS9	-	-	115,668	115,668
Total pledged securities		<u>28,000,000</u>	<u>-</u>	<u>292,407</u>	<u>28,292,407</u>
Excess (deficiency)		<u>\$ 16,585,798</u>	<u>-</u>	<u>292,407</u>	<u>16,878,205</u>

Safekeeping locations for the above securities include Wells Fargo - Minneapolis, Minnesota, Commerce Bank and Federal Home Loan Bank - Dallas Texas.

STATE OF NEW MEXICO
TAOS COUNTY
TAX ROLL RECONCILIATION - CHANGES IN PROPERTY TAXES RECEIVABLE
Year Ended June 30, 2016

Property taxes receivable, beginning of year	\$	5,231,568
Changes to tax roll:		
Net tax charges to treasurer for tax year 2015		26,631,168
Adjustments:		
Charge off of taxes receivable		(253,741)
Total receivable prior to collections		31,608,995
Collections for fiscal year ended June 30, 2016		<u>26,809,946</u>
Property taxes receivable at June 30, 2016	\$	<u><u>4,799,049</u></u>
Property taxes are reported as follows		
Governmental funds:		
County portion		1,067,249
Agency portion		<u>3,731,800</u>
Total property taxes receivable	\$	<u><u>4,799,049</u></u>
Property taxes receivable by years:		
2006-2014	\$	2,029,670
2015		<u>2,769,379</u>
	\$	<u><u>4,799,049</u></u>

**STATE OF NEW MEXICO
TAOS COUNTY
PROPERTY TAXES RECEIVABLE BY AGENCY
June 30, 2016**

		Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed In Current Year	Distributed To-Date	Current Amount Uncollect.	To-Date Amount Uncollect.	Undistr. At Year End	County Receivable At Year-End
El Prado Water & Sanitation District										
2006-2014 \$		1,003,994	17,916	978,166	330,690	978,166	1,196	2,510	-	23,318
2015		171,476	141,925	141,925	141,925	132,735	429	429	9,190	38,312
Total		<u>1,175,470</u>	<u>159,840</u>	<u>1,120,091</u>	<u>472,615</u>	<u>1,110,901</u>	<u>1,625</u>	<u>2,939</u>	<u>9,190</u>	<u>61,630</u>
El Valle de Los Ranchos Sanitation & Water District										
2006-2014 \$		4,581,671	87,500	4,458,895	1,646,667	4,458,895	5,945	11,454	-	111,322
2015		803,326	697,160	697,160	697,160	680,018	2,008	2,008	17,142	121,299
Total		<u>5,384,997</u>	<u>784,659</u>	<u>5,156,055</u>	<u>2,343,827</u>	<u>5,138,913</u>	<u>7,953</u>	<u>13,462</u>	<u>17,142</u>	<u>232,621</u>
Taos Soil & Conversation District										
2006-2014 \$		8,024,053	90,992	7,830,895	2,768,039	7,830,895	9,877	20,060	-	173,098
2015		1,026,768	922,488	922,488	922,488	900,284	2,567	2,567	22,204	123,917
Total		<u>9,050,821</u>	<u>1,013,480</u>	<u>8,753,383</u>	<u>3,690,527</u>	<u>8,731,178</u>	<u>12,444</u>	<u>22,627</u>	<u>22,204</u>	<u>297,015</u>
Taos Education Center										
2006-2014 \$		14,541,472	173,671	14,318,144	5,348,494	14,318,144	18,505	36,354	-	186,974
2015		2,016,175	1,838,638	1,838,638	1,838,638	1,796,839	5,040	5,040	41,799	214,295
Total		<u>16,557,647</u>	<u>2,012,309</u>	<u>16,156,782</u>	<u>7,187,132</u>	<u>16,114,983</u>	<u>23,545</u>	<u>41,394</u>	<u>41,799</u>	<u>401,269</u>
Town of Taos										
2006-2014 \$		7,660,180	118,341	7,582,250	2,899,651	7,582,250	9,878	19,150	-	58,780
2015		1,077,826	985,424	985,424	985,424	959,589	2,695	2,695	25,835	115,543
Total		<u>8,738,006</u>	<u>1,103,764</u>	<u>8,567,673</u>	<u>3,885,075</u>	<u>8,541,839</u>	<u>12,572</u>	<u>21,845</u>	<u>25,835</u>	<u>174,322</u>
Village of Questa										
2006-2014 \$		836,346	17,174	818,460	295,227	818,460	1,049	2,091	-	15,795
2015		123,320	107,118	107,118	107,118	102,655	308	308	4,463	20,356
Total		<u>959,666</u>	<u>124,292</u>	<u>925,578</u>	<u>402,345</u>	<u>921,115</u>	<u>1,357</u>	<u>2,399</u>	<u>4,463</u>	<u>36,151</u>
Town of Red River										
2006-2014 \$		2,731,398	32,008	2,685,742	990,613	2,685,742	3,454	6,828	-	38,827
2015		372,943	340,948	340,948	340,948	336,072	932	932	4,876	35,938
Total		<u>3,104,341</u>	<u>372,957</u>	<u>3,026,691</u>	<u>1,331,561</u>	<u>3,021,815</u>	<u>4,386</u>	<u>7,761</u>	<u>4,876</u>	<u>74,765</u>
Village of Taos Ski Valley										
2006-2014 \$		2,245,488	25,424	2,234,210	1,273,927	2,234,210	3,845	5,614	-	5,665
2015		469,261	445,604	445,604	445,604	439,589	1,173	1,173	6,015	28,500
Total		<u>2,714,750</u>	<u>471,028</u>	<u>2,679,813</u>	<u>1,719,530</u>	<u>2,673,798</u>	<u>5,018</u>	<u>6,787</u>	<u>6,015</u>	<u>34,164</u>
State Levies 2015-2016										
2006-2014 \$		14,764,782	172,843	14,495,277	5,201,446	14,495,277	18,362	36,912	-	232,593
2015		1,892,849	1,715,646	1,715,646	1,715,646	1,674,588	4,732	4,732	41,059	213,529
Total		<u>16,657,631</u>	<u>1,888,490</u>	<u>16,210,923</u>	<u>6,917,093</u>	<u>16,169,864</u>	<u>23,094</u>	<u>41,644</u>	<u>41,059</u>	<u>446,123</u>
Levy/Cattle, Sheep, Goat, Equine, & Swine										
2006-2014 \$		106,179	520	87,752	29,534	87,752	130	265	-	18,161
2015		12,844	9,838	9,838	9,838	9,480	32	32	358	3,333
Total		<u>119,023</u>	<u>10,358</u>	<u>97,590</u>	<u>39,372</u>	<u>97,232</u>	<u>162</u>	<u>298</u>	<u>358</u>	<u>21,494</u>
Taos Municipal Schools										
2006-2014 \$		43,609,751	538,929	42,933,110	15,549,919	42,933,110	55,939	109,024	-	567,617
2015		6,086,036	5,536,347	5,536,347	5,536,347	5,408,698	15,215	15,215	127,649	662,122
Total		<u>49,695,786</u>	<u>6,075,277</u>	<u>48,469,457</u>	<u>21,086,267</u>	<u>48,341,808</u>	<u>71,154</u>	<u>124,239</u>	<u>127,649</u>	<u>1,229,739</u>
Penasco Independent Schools										
2006-2014 \$		2,112,035	25,991	2,064,240	643,787	2,064,240	2,105	5,280	-	42,515
2015		272,219	241,048	241,048	241,048	232,548	681	681	8,500	38,991
Total		<u>2,384,254</u>	<u>267,039</u>	<u>2,305,288</u>	<u>884,835</u>	<u>2,296,788</u>	<u>2,785</u>	<u>5,961</u>	<u>8,500</u>	<u>81,506</u>

STATE OF NEW MEXICO
TAOS COUNTY
PROPERTY TAXES RECEIVABLE BY AGENCY
June 30, 2016

	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed In Current Year	Distributed To-Date	Current Amount Uncollect.	To-Date Amount Uncollect.	Undistr. At Year End	County Receivable At Year-End
Mesa Vista Consolidated Schools									
2006-2014 \$	3,104,817	36,345	2,811,650	964,236	2,811,650	3,754	7,762	-	285,405
2015	441,030	365,295	365,295	365,295	357,069	1,103	1,103	8,225	82,858
Total	<u>3,545,847</u>	<u>401,639</u>	<u>3,176,944</u>	<u>1,329,531</u>	<u>3,168,719</u>	<u>4,857</u>	<u>8,865</u>	<u>8,225</u>	<u>368,263</u>
<i>See independent auditors' report.</i>									
Questa Independent Schools									
2006-2014 \$	7,775,508	94,496	7,628,010	3,113,077	7,628,010	10,534	19,439	-	128,060
2015	967,271	881,166	881,166	881,166	858,550	2,418	2,418	22,615	106,302
Total	<u>8,742,779</u>	<u>975,662</u>	<u>8,509,175</u>	<u>3,994,242</u>	<u>8,486,560</u>	<u>12,952</u>	<u>21,857</u>	<u>22,615</u>	<u>234,362</u>
Taos County									
2006-2014 \$	78,156,592	1,010,166	77,835,191	28,790,454	77,835,191	98,820	195,391	-	126,010
2015	10,839,302	9,870,963	9,870,963	9,870,963	9,870,963	27,098	27,098	-	941,240
Total	<u>88,995,894</u>	<u>10,881,130</u>	<u>87,706,154</u>	<u>38,661,417</u>	<u>87,706,154</u>	<u>125,919</u>	<u>222,490</u>	<u>-</u>	<u>1,067,249</u>
1% Administrative Fees									
2006-2014 \$	1,925,545	24,653	1,905,200	705,147	1,905,200	2,451	4,814	-	15,531
2015	266,880	243,369	243,369	243,369	243,369	667	667	-	22,844
Total	<u>2,192,425</u>	<u>268,022</u>	<u>2,148,569</u>	<u>948,516</u>	<u>2,148,569</u>	<u>3,118</u>	<u>5,481</u>	<u>-</u>	<u>38,375</u>
Total									
2006-2014 \$	193,179,811	2,466,970	190,667,191	70,550,909	190,667,191	245,843	482,950	-	2,029,670
2015	26,839,524	24,342,977	24,342,977	24,342,977	24,003,046	67,099	67,099	339,931	2,769,379
Grand Total	<u>220,019,336</u>	<u>26,809,946</u>	<u>215,010,168</u>	<u>94,893,886</u>	<u>214,670,237</u>	<u>312,941</u>	<u>550,048</u>	<u>339,931</u>	<u>4,799,050</u>

See independent auditors' report.

STATE OF NEW MEXICO
Taos County
Schedule of Vendor Information for Purchases Exceeding \$60,000 (excluding GRT)
June 30, 2016

Agency Number	Agency Name	Agency Type	RFB#/RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for in-state preference?	Did the Vendor provide documentation of eligibility for veterans' preference?	Brief Description of the Scope of Work
5029 Taos County	Counties	ITB 2016-01	Competitive (RFP or RFB)	Pete's Equipment	Winner	\$121,000.00			1412 Broadway NE, Albuquerque, NM 87102 901 Commerce Road, Luverne, MN 56156-0524	No	Yes	Construction of Apparatus Body & Booster Tank w/All Construction of Apparatus Body & Booster Tank w/All
5029 Taos County	Counties	ITB 2016-01	Competitive (RFP or RFB)	MidWest Fire	Loser	\$121,402.00				No	No	Animal Sheltering and Care Services
5029 Taos County	Counties	RFP 2016-01	Competitive (RFP or RFB)	Humane Society of Taos Inc.	Winner	\$72,000.00			1200 St. Francis Lane, Taos, NM 87571 6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	No	No	Engineering Services for Taos County
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner	\$50,000.00			460 St. Michael Drive, Ste 801, Santa Fe, NM 87505	Yes	No	Engineering Services for Taos County
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	AIOC	Loser					No	Yes	Engineering Services for Taos County
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	Wilson & Company	Loser				4900 Lang Avenue, Albuquerque, NM 87109	Yes	No	Engineering Services for Taos County
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	Souder Miller & Associates	Loser				2904 Rodeo Park Drive East, Building 100, Santa Fe, NM 87505	Yes	No	Engineering Services for Taos County
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	OCCAM	Loser				994 Old Pecos Trail, Santa Fe, NM 87505	Yes	No	Engineering Services for Taos County
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	M&E Engineering	Loser				1222 Luisa Street, Ste B, Santa Fe, NM 87505	Yes	No	Engineering Services for Taos County
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$11,250.00		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Chevron Mine Reclamation
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$3,231.43		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Millicent Rogers Road Improvement Project.
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$3,088.39		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Santa Barbara Road Improvement Project
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$3,136.63		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Cuchilla Road (Llano) Road Improvement Project
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$69,719.30		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Camino De Medio (San Cristobal) Road Improvement
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$11,793.00		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Chamisal Transfer Station Project
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$15,284.93		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Los Cordovas Road Improvement Project
5029 Taos County	Counties	RFP 2015-05	Competitive (RFP or RFB)	WHPacific	Winner		\$15,284.93		6501 Americas Parkway NE Ste 400, Albuquerque, NM 87110	Yes	No	Extended Agencies for full
5029 Taos County	Counties	Sole Source 60-C0031-15-NS051	Sole Source	Advanced Communications & Electronics	Winner	\$71,007.00			2417 Baylor Drive SE, Albuquerque, NM 87106	No	No	intergration into the dispatch
5029 Taos County	Counties	Emergency 60-C0031-15-EM074	Emergency	Harmonix Technologies	Winner	\$83,712.90			4915 Paseo Del Norte NE Ste A, Albuquerque, NM 87113	No	No	Emergency Procurement for
5029 Taos County	Counties	Sole Source 50-C0031-15-NS032	Sole Source	White Box Technologies	Winner	\$45,490.00			1600 W. 220 S Suite 106, Salt Lake City, UT 84119	No	No	servers & equipment and
5029 Taos County	Counties	SPA 30-805-13-09453	Competitive (RFP or RFB)	GM Emulsions	Winner	\$86,554.18			47 Paseo De Martinez, Santa Fe, NM 87507	No	No	Conversion of legacy data from
5029 Taos County	Counties	SPA 50-805-15-12624	Competitive (RFP or RFB)	Holly Frontier	Winner	\$49,262.30			4949 Edith Blvd NE, Albuquerque, NM 87107	No	No	TOT Sleuth System for use in
5029 Taos County	Counties	SPA 40-805-14-11420	Competitive (RFP or RFB)	Northern Mountain Constructors	Winner	\$23,250.00			25021 Highway 64, El Prado, NM 87529	No	No	Single Surface Penetration for
5029 Taos County	Counties	SPA 41-805-14-11557	Competitive (RFP or RFB)	Northern Mountain Constructors	Winner	\$290,759.18			25021 Highway 64, El Prado, NM 87529	No	No	Ploymer modified cationic slow
5029 Taos County	Counties		Competitive (RFP or RFB)	Northern Mountain Constructors	Winner	\$121,365.46			25021 Highway 64, El Prado, NM 87529	No	No	set emulsions for Santa Barbara
5029 Taos County	Counties	SPA 41-805-14-11557	Competitive (RFP or RFB)	Northern Mountain Constructors	Winner	\$47,036.05			25021 Highway 64, El Prado, NM 87529	No	No	Treatment Aggregate 3/8" for
5029 Taos County	Counties	TCC 2015-087	Small Purchase	Northern Mountain Constructors	Winner	\$10,687.50			25021 Highway 64, El Prado, NM 87529	No	No	chip seal for Santa Barbara
5029 Taos County	Counties	TCC 2015-089	Small Purchase	A&S Construction	Winner	\$14,400.00			69 Los Cordovas Drive, Ranchos De Taos, NM 87557	No	No	Paving of Millicent Rogers Road
5029 Taos County	Counties	ITB 2015-01	Competitive (RFP or RFB)	Northern Mountain Constructors	Winner	\$33,900.00			25021 Highway 64, El Prado, NM 87529	No	No	BA-030
5029 Taos County	Counties	ITB 2015-01	Competitive (RFP or RFB)	Medina and Sons	Winner	\$79,100.00			915 Kit Carson Road, Taos, NM 87571	No	No	Paving of Cuchilla Road AC-091

COMPLIANCE SECTION

INDEPENDENT AUDITOR'S 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

To the County Commission
Taos County
and Mr. Tim Keller
New Mexico State Auditor

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, the budgetary comparisons of the general fund, of Taos County, New Mexico (the County), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and the combining and individual funds and related budgetary comparisons of the County, presented as supplemental information, and have issued our report thereon dated November 1, 2016.

Internal Control over Financial Reporting

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

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We considered the deficiencies described in the accompanying schedule of findings and responses to be material weaknesses as item 2016-001.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and response to be significant deficiencies as items 2016-002 and 2016-003.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and responses as item 2016-004.

County's Response to Finding

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

Purpose of this Report

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



Albuquerque, New Mexico
November 1, 2016

**STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
June 30, 2016**

SECTION I – FINANCIAL STATEMENT FINDINGS

2016-001 – Lack of Controls within the Treasurer’s Office (Material Weakness)

Condition: During our review of the Treasurer’s Office control environment we noted improper segregation of duties as the same individual has access to post journal entries into the accounting software without any review or approval, review daily cash collections, receive checks, reconcile bank statements, transfer money amongst bank accounts, post Treasurer’s checks, and sign checks.

Criteria: Segregation of duties is a necessary attribute to safeguard an entity’s assets. 6-5-2 C NMSA 1978 states, “Entities shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters.”

Cause: There are limited staff resources within the County Treasurer Office.

Effect: The County’s financial transactions are more susceptible to uncorrected errors and there is an increased risk of fraud going undetected.

Recommendation: The County should implement controls within the Treasurer’s Office that restrict a person’s access to or underlying capability to perform certain functions that are incompatible from a segregation of duties viewpoint with their current job duties. If necessary, due to the limited staff resources in the Treasurer’s Office, the County might want to consider using an individual from outside of the Treasurer’s Office or from the finance department for that purpose.

Management’s Response: Taos County Treasurer will appoint a Chief Deputy Treasurer that will take office on January 1, 2017 and will then hire another Accountant. This reorganization will add an additional accounting position to the accounting staff, segregating the duties to ensure that access is restricted only to the individuals that can post journal entries into the accounting software, review daily cash collections, receive checks, reconcile bank statements, transfer money amongst bank accounts, post treasurer’s checks, and sign checks. Taos County Treasurer will provide updated policies and procedures for its accounting functions according to the Treasurer’s Accounting Policy and Procedure Manual on an annual basis and more frequently as needed, to ensure its continuing suitability, adequacy and effectiveness. This review shall include assessing opportunities for improvement and the need for changes including the accounting policy and objectives, which will restrict access to the Treasurer, Chief Deputy and Accountant(s), who then can independently review and approve transactions performed and processed by the individuals designated to perform these functions.

**STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
June 30, 2016**

SECTION I – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2016-002 – Lack of Controls over Payroll (Significant Deficiency)

Condition: During our payroll testwork we noted the following:

- 1 of 21 payroll registers tested did not have documentation of review or approval.
- 1 of 21 payroll registers could not be located for testwork.
- The department head signatures were missing on the employees payroll start form/change in employee status form for 3 out of 40 payroll disbursements tested.
- The payroll verification signature was missing on the employees payroll start form/change in employee status form for 1 out of 40 payroll disbursements tested.

Criteria: The County's internal policies require the payroll register be signed by the Payroll Accountant, Finance Director and Treasurer prior to posting payroll. Additionally, the County's internal policies require Department Head approval as well as a payroll varication signature on all payroll start form/change in employee status forms.

Cause: These instances were overlooked by the County.

Effect: The County was not following their own internal policies and procedures which can cause an incorrect rate of pay being paid.

Recommendation: The County should ensure internal policies and procedures are followed and that all payroll registers are reviewed and maintained and all payroll start forms/change in employee status forms have all of the required signatures.

Management's Response: Taos County has contacted our software provider to request the pay approve menu option, which requires the Finance Director and/or designee to approve the payroll before posting into the system at which point a copy of the payroll register signatory page will be provided to the Finance Director ensuring the signatures have been obtained. At the beginning of fiscal year 2017, Human Resources Generalist(s) will obtain the required signatures on the payroll forms before submitting to payroll for processing and Accountant II will process the fully executed payroll change.

**STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
June 30, 2016**

SECTION I – FINANCIAL STATEMENT FINDINGS (CONTINUED)

2016-003 – Lack of Controls over Journal Entries (Significant Deficiency)

Condition: During our testwork over journal entries we noted 50 of 50 journal entries tested did not have documentation of review or approval.

Criteria: Sound internal control policies should include controls over the journal entry process; adjusting journal entries should include, at a minimum, supporting documentation, indication of the reason for the entry, and indication that the entry was reviewed by someone other than the person posting the entry.

Cause: The County's accounting software posts journal entries for multiple transactions and the County has not yet implemented a formalized process for reviewing these system entries.

Effect: Failure to have such a review process in place could result in misappropriation or misstatement of financial statement amounts and is also subjects the general ledger to potential fraudulent entries.

Recommendation: We recommend the County implement policies and procedures to ensure that journal entries are reviewed and/or approved prior to being posted into the general ledger.

Management's Response: The Treasurer's Office has implemented an approval process to review and approve Journal Entries for the multiple transactions generated by the accounting software, processing the daily and monthly entries which will be incorporated in the updated policies and procedures. The Treasurer, Chief Deputy and Accountant(s) will have restricted access to the accounting software and therefore can independently review and approve transactions performed and processed by the individuals designated to perform these functions.

**STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
June 30, 2016**

SECTION II – COMMENTS INCLUDED IN ACCORDANCE WITH NEW MEXICO STATE AUDIT RULE

2016-004 – Travel and Per Diem (Other Matter)

Condition: During our testwork over travel and per diem we noted the following:

- The incorrect mileage rate of \$.45 was used for 3 out of 10 items tested for a total underpayment of \$5.98 to employees.
- The travel reimbursement documentation did not document the time the employee left or when the employee returned. Therefore, we were unable to determine if partial day per diem was in compliance with statute for 2 out of 10 items tested for a total of \$22.31.
- The hotel receipt for 1 out of 10 items tested did not include an itemized receipt for meals purchase at the hotel for a total of \$121.33. Therefore we are unable to determine what was purchased and ensure compliance with statute.
- 1 out of 10 employee was reimbursed for meals totaling \$50.65 for day two of travel and \$70.68 for day three of the travel. However, statute only allows a maximum of \$45 be reimbursed per day. Therefore, it appears as though the County over reimbursed \$31.33.

Criteria: 2.42.2 NMAC and Section 10-8-1 NMSA 1978 Per Diem and Mileage Act sets limits on State and Local Governments on travel related costs while conducting official government business.

Cause: The County was not aware of the requirement of the Per Diem and Mileage Act.

Effect: County employees were not reimbursed in accordance with state statute.

Recommendation: The County should ensure employees reviewing per diem and mileage reimbursements are aware of the requirements of the Per Diem and Mileage Act. Additionally, the County should ensure all employees are being reimbursed in compliance with the Per Diem and Mileage Act.

Management's Response: All travel and per diem requests are being thoroughly reviewed by Accounting Specialist(s) and Accountant II for accuracy prior to being entered in the system. Taos County has enforced the use of an Employee Authorization Form that must be attached to each travel request. The Finance Director will continuously provide training on the Per Diem and Mileage Act with department heads as deemed necessary by management.

**STATE OF NEW MEXICO
TAOS COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
June 30, 2016**

Prior Year Audit Findings	Status
2013-003 – Internal Controls (Disbursements Cycle)	Resolved
2014-001 – Stale Dated Checks	Resolved
2014-002 – Expenditures in Excess of Budget and Budgeted Cash in Excess of Available Balance	Resolved
2015-001 – Procurement – Lack of Proper Approval for Purchases	Resolved
FA 2015-001 – Preparation of the Schedule of Federal Expenditures (SEFA)	Resolved

**STATE OF NEW MEXICO
TAOS COUNTY
STATUS OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2016**

Prior Year Audit Findings

Status

2013-003	Internal Controls (Disbursements Cycle) (Significant Deficiency)	Resolved
2014-001	Stale Dated Checks) (Significant Deficiency)	Resolved
2014-002	Expenditures in Excess of Budget (Other Noncompliance)	Resolved
2015-001	Procurement- Lack of Proper Approval for Purchases (Other Matters)	Resolved
2015-001	Preparation of the SEFA (Significant Deficiency)	Resolved

**STATE OF NEW MEXICO
TAOS COUNTY
EXIT CONFERENCE
FOR THE YEAR ENDED JUNE 30, 2016**

The contents of this report were discussed in the exit conference held on October 31, 2016, with the following in attendance:

Representing Taos County:

Leandro R. Cordova
Brent Jaramillo
Jim K. Fambro
Susan K. Trujillo
Paula Santistevan
Mary Anne Gonzales
Lupe Martinez
Amanda Rael
Jonathan Montoya

County Manager
Deputy County Manager
Chairman
County Treasurer
Senior Treasurer Accountant
Treasurer Accountant
Finance Director
Grant Accountant
Accountant II

Representing Axiom:

Chris Garner, CPA
Miranda Mascarenas

Partner
Audit Supervisor

The financial statements were prepared with the assistance of Axiom Certified Public Accountants & Business Advisors, LLC from the books and records of Taos County. The County's management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements.