



Certified Public Accountants

ricci&company llc

**STATE OF NEW MEXICO
COUNTY OF TORRANCE**

FINANCIAL STATEMENTS

JUNE 30, 2009

**STATE OF NEW MEXICO
COUNTY OF TORRANCE**

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**STATE OF NEW MEXICO
COUNTY OF TORRANCE**

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STATE OF NEW MEXICO
COUNTY OF TORRANCE

Official Roster
June 30, 2009

COUNTY COMMISSION

James Frost	Chairman
Paul Chavez	Commissioner
Vanessa Chavez-Gutierrez	Commissioner

ELECTED OFFICIALS

Linda Kayser	County Clerk
Dorothy Sandoval	County Treasurer
Betty Cabber	County Assessor
Clarence Gibson	Sheriff
Mary Ann C. Anaya	Probate Judge

ADMINISTRATIVE OFFICIALS

Joy Ansley	County Manager
Annette Ortiz	Deputy County Manager
Tracy Sedillo	Comptroller

Independent Auditors' Report

Mr. Hector H. Balderas, State Auditor
and
To the Honorable Members of the Board of County Commissioners
State of New Mexico - County of Torrance
Estancia, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparisons of the State of Mexico, County of Torrance (County), as of and for the year ended June 30, 2009, 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 presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2009, and the respective changes in financial position and the respective budgetary comparisons for the General, Road, Jail and Civil Defense Special Revenue Funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the County as of June 30, 2009, and the respective changes in financial position and the respective budgetary comparisons for the nonmajor governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Mr. Hector H. Balderas, State Auditor
and
To the Honorable Members of the Board of County Commissioners
State of New Mexico - County of Torrance
Estancia, New Mexico

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2010 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Torrance County has not presented its Management's Discussion and Analysis for the year ended June 30, 2009. The Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information required by Accounting Principles Generally Accepted in the United States of America and the Governmental Accounting Standards Board.

Our audit was conducted for the purpose of forming opinions on the basic financial statements that collectively comprise the County's basic financial statements and on the combining and individual fund financial statements and the budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements and the combining and individual fund financial statements of the County. The accompanying financial information listed as Supplementary Information - Supporting Schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements and the combining and individual fund financial statements of the County. Such schedule and such information have been subjected to the auditing procedures applied to the audit of the basic financial statements and the combining and individual fund financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ricci & Company LLC

Albuquerque, New Mexico
November 2, 2010

STATE OF NEW MEXICO
COUNTY OF TORRANCE
GOVERNMENT-WIDE STATEMENT OF NET ASSETS
June 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and investments	\$ 2,714,368
Taxes receivable	1,087,387
Accounts receivables	-
Prepays	108,151
Due from other governments	458,239
Total current assets	<u>4,368,145</u>
Noncurrent assets:	
Capital assets	17,346,273
Less accumulated depreciation	<u>(5,227,335)</u>
Total noncurrent assets	<u>12,118,938</u>
Total assets	<u>16,487,083</u>
LIABILITIES	
Current liabilities:	
Due to other governmental units	24,539
Accounts payable	533,658
Accrued payroll and taxes	108,199
Current portion of long-term obligations	458,653
Total current liabilities	<u>1,125,049</u>
Noncurrent liabilities	
Noncurrent portion of long-term obligations	<u>3,022,197</u>
Total noncurrent liabilities	<u>3,022,197</u>
Total liabilities	<u>4,147,246</u>
NET ASSETS	
Investment in capital assets, net of related debt	8,745,822
Restricted for:	
Debt service	281,878
Capital projects	(143,583)
Special projects	946,785
Unrestricted	<u>2,508,935</u>
Total net assets	<u>\$ 12,339,837</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
Year Ended June 30, 2009

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Expenses					
Governmental activities					
General government	\$ (5,125,452)	323,271	1,482,628	677,273	(2,642,280)
Public safety	(3,756,239)	46,660	984,031	209,164	(2,516,384)
Highways and streets	(686,592)	-	77,788	-	(608,804)
Health and welfare	(1,273,146)	25,155	668,973	-	(579,018)
Culture and recreations	(27,932)	-	53,288	500,000	525,356
Interest on long-term debt	(158,127)	-	-	-	(158,127)
Total governmental activities	\$ (11,027,488)	395,086	3,266,708	1,386,437	(5,979,257)

General Revenues	
Property taxes	\$ 3,225,102
Local and state share taxes	3,566,823
Investment income	19,008
Loss on disposal of capital assets	(192,185)
Total general revenues and transfers	6,618,748
Change in net assets	639,491
Net assets, beginning	11,700,346
Net assets, ending	\$ 12,339,837

See Notes to Financial Statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINED BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2009**

	401	Major Funds 402
	General	Road Fund
ASSETS		
Cash and investments	\$ 2,714,368	-
Due from other funds - pooled cash	952,314	306,930
Due from other funds - other	-	-
Prepaid expenses	108,151	-
Accounts receivable	-	-
Intergovernmental receivable	56,210	62,494
Property tax receivable	1,087,387	-
Total assets	\$ 4,918,430	369,424
LIABILITIES AND FUND BALANCES		
Liabilities		
Due to other funds - pooled cash	\$ 2,095,128	-
Due to other funds - other	-	-
Due to other governmental units	24,539	-
Accounts payable	112,234	52,141
Accrued payroll and taxes	69,860	17,610
Deferred revenue - grants	-	-
Deferred revenue - property taxes	1,002,628	-
Total liabilities	3,304,389	69,751
Fund Balances		
Reserved for:		
Debt service	-	-
Subsequent year's expenditures	1,598,685	295,467
Unreserved:		
General fund	15,356	-
Special revenue funds	-	4,206
Capital projects funds	-	-
Total fund balances	1,614,041	299,673
Total liabilities and fund balances	\$ 4,918,430	369,424

See Notes to Financial Statements.

<u>420</u>	<u>604</u>		
<u>Jail</u>	<u>Civil</u>	<u>Non-Major</u>	<u>Total</u>
<u>Fund</u>	<u>Defense</u>	<u>Funds</u>	
-	-	-	2,714,368
269,012	-	1,455,006	2,983,262
-	-	-	-
			108,151
-	-	-	-
35,034	4,901	299,600	458,239
-	-	-	1,087,387
<u>304,046</u>	<u>4,901</u>	<u>1,754,606</u>	<u>7,351,407</u>
-	273,603	614,531	2,983,262
-	-	-	-
-	-	-	24,539
129,679	17,373	222,231	533,658
-	1,479	19,250	108,199
-	-	-	-
-	-	-	1,002,628
<u>129,679</u>	<u>292,455</u>	<u>856,012</u>	<u>4,652,286</u>
-	-	281,878	281,878
174,367	-	-	2,068,519
-	-	-	15,356
-	(287,554)	760,299	476,951
-	-	(143,583)	(143,583)
<u>174,367</u>	<u>(287,554)</u>	<u>898,594</u>	<u>2,699,121</u>
<u>304,046</u>	<u>4,901</u>	<u>1,754,606</u>	<u>7,351,407</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
RECONCILIATION OF BALANCE SHEET - GOVERNMENTAL FUNDS
TO STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES
June 30, 2009**

Total fund balances - Governmental Funds (Balance Sheet - Governmental Funds)		\$	2,699,121
Amounts reported for governmental activities in the Statement of Net Assets are different at June 30, 2009 because:			
Delinquent property taxes receivable net of allowance for doubtful accounts are not considered available financial resources and therefore are reported as deferred revenue in the fund financial statements			1,002,628
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund. These assets consist of:			
Total capital assets	\$	17,346,273	
Less accumulated depreciation		(5,227,335)	
Related debt		<u>(3,373,116)</u>	
Total capital assets, net of related debt and depreciation			8,745,822
Some liabilities are not due and payable in the current period and therefore are not reported in the fund:			
Compensated absences		<u>(107,734)</u>	
Total other liabilities			<u>(107,734)</u>
Net assets of governmental activities (Statement of Net Assets)		\$	<u><u>12,339,837</u></u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUNDS
Year Ended June 30, 2009**

	Major Funds	
	401	402
	General	Road Fund
Revenues		
Intergovernmental sources	\$ 764,851	184,364
Local and state shared taxes	872,483	688,673
Property taxes	3,225,102	-
Charges for services	182,833	4,321
Interest	14,061	1,960
Total revenues	5,059,330	879,318
Expenditures		
Current:		
General government	2,366,388	-
Public safety	959,166	-
Highways and streets	-	587,807
Health and welfare	169,127	-
Culture and recreation	-	-
Capital outlay	-	598,963
Debt service - principal	-	-
Debt service - interest	-	-
Total expenditures	3,494,681	1,186,770
Excess (deficiency) of revenues over expenditures before other financing sources	1,564,649	(307,452)
Other Financing Sources (Uses)		
Loan proceeds	-	-
Operating transfers in	-	229,594
Operating transfers out	(1,455,748)	-
Total other financing sources (uses)	(1,455,748)	229,594
Net change in fund balance	108,901	(77,858)
Fund balances, beginning of year	1,505,140	377,531
Fund balances, end of year	\$ 1,614,041	299,673

See Notes to Financial Statements.

<u>420</u>	<u>604</u>		
Jail	Civil	Non-Major	
Fund	Defense	Funds	Total
200,118	439,557	3,117,417	4,706,307
255,050	(2,231)	1,003,288	2,817,263
-	-	373,383	3,598,485
-	-	157,001	344,155
-	-	2,987	19,008
<u>455,168</u>	<u>437,326</u>	<u>4,654,076</u>	<u>11,485,218</u>
-	1,290,841	1,170,985	4,828,214
1,193,003	-	1,207,215	3,359,384
-	-	17,115	604,922
-	-	993,786	1,162,913
-	-	25,555	25,555
-	-	894,033	1,492,996
-	-	360,768	360,768
-	-	158,127	158,127
<u>1,193,003</u>	<u>1,290,841</u>	<u>4,827,584</u>	<u>11,992,879</u>
<u>(737,835)</u>	<u>(853,515)</u>	<u>(173,508)</u>	<u>(507,661)</u>
-	-	360,772	360,772
855,203	19,235	381,120	1,485,152
-	-	(29,404)	(1,485,152)
<u>855,203</u>	<u>19,235</u>	<u>712,488</u>	<u>360,772</u>
117,368	(834,280)	538,980	(146,889)
56,999	546,726	359,614	2,846,010
<u>174,367</u>	<u>(287,554)</u>	<u>898,594</u>	<u>2,699,121</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2009**

Amounts reported for governmental activities in the Statement of Activities
are different at June 30, 2009 because:

Net change in fund balances - total governmental funds \$ (146,889)

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. This is the
amount by which depreciation exceeded capital outlay in the current period.
In addition, the Statement of Activities reports gains or losses on disposals.

Depreciation expense	\$ (865,123)	
Capital outlay	1,492,996	
Loss on disposal	<u>(192,185)</u>	
Excess of depreciation expense over capital outlay		627,873

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

Proceeds from long-term debt	\$ (360,772)	
Payment on long-term debt	<u>360,768</u>	
		(4)

Deferred revenues in the Statement of Activities that do not provide current
financial resources are not reported as revenues in the funds. 373,946

Some expenses reported in the Statement of Activities do not require the use of
current financial resources and, therefore, are not reported as expenditures in
governmental funds. Changes in:

Compensated absences		<u>(23,250)</u>
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Change in net assets of governmental activities \$ 639,491

See Notes to Financial Statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
GENERAL FUND
Year Ended June 30, 2009**

401

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Property taxes	\$ 3,289,240	3,289,240	3,276,182	(13,058)
Local and state shared taxes	666,675	666,675	890,327	223,652
Intergovernmental revenue	450,221	450,221	764,851	314,630
Interest	72,000	72,000	14,061	(57,939)
Charges for services	368,691	370,897	184,023	(186,874)
Total revenues	4,846,827	4,849,033	5,129,444	280,411
Expenditures				
General government	2,479,656	2,479,656	2,355,422	124,234
Public safety	1,057,895	1,059,701	962,469	97,232
Highways and streets	-	-	-	-
Health and welfare	184,007	184,407	168,859	15,548
Culture and recreation	-	-	-	-
Total expenditures	3,721,558	3,723,764	3,486,750	237,014
Excess of revenues over expenditures	1,125,269	1,125,269	1,642,694	517,425
Other financing sources (uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(1,440,748)	(1,440,748)	(1,455,748)	(15,000)
Total other financing sources (uses)	(1,440,748)	(1,440,748)	(1,455,748)	(15,000)
Net change in fund balance	(315,479)	(315,479)	186,946	502,425
Prior year fund balance to balance the budget	315,479	315,479		
	\$ -	-		
Budgetary revenues			\$ 5,129,444	
Intergovernmental receivable			(19,034)	
Property tax receivable			322,866	
Deferred revenue			(373,946)	
GAAP revenues			\$ 5,059,330	
Budgetary expenses			\$ 3,486,750	
Prepaid expenses			9,317	
Accounts payable			(2,995)	
Accrued payroll			1,609	
GAAP expenses			\$ 3,494,681	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
ROAD FUND
Year Ended June 30, 2009**

402

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 710,084	710,084	713,919	3,835
Intergovernmental revenue	362,318	490,408	184,364	(306,044)
Interest	14,300	14,300	1,960	(12,340)
Charges for services	19,000	19,000	4,321	(14,679)
Other	-	-	-	-
Total revenues	<u>1,105,702</u>	<u>1,233,792</u>	<u>904,564</u>	<u>(329,228)</u>
Expenditures				
Public works	1,505,919	1,634,009	1,124,157	509,852
Capital outlay	-	-	-	-
Total expenditures	<u>1,505,919</u>	<u>1,634,009</u>	<u>1,124,157</u>	<u>509,852</u>
Excess (deficiency) of revenues over expenditures	<u>(400,217)</u>	<u>(400,217)</u>	<u>(219,593)</u>	<u>180,624</u>
Other Financing Sources (Uses)				
Operating transfers in	229,594	229,594	229,594	-
Total other financing sources (uses)	<u>229,594</u>	<u>229,594</u>	<u>229,594</u>	<u>-</u>
Net change in fund balance	<u>(170,623)</u>	<u>(170,623)</u>	<u>10,001</u>	<u>180,624</u>
Prior year fund balance to balance the budget	<u>170,623</u>	<u>170,623</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 904,564	
Intergovernmental receivable			(25,246)	
GAAP revenues			<u>\$ 879,318</u>	
Budgetary expenses			\$ 1,124,157	
Accounts payable			(2,386)	
Accrued payroll			2,557	
Due from other funds			62,442	
GAAP expenses			<u>\$ 1,186,770</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE JAIL
Year Ended June 30, 2009

	420			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 217,141	217,141	266,766	49,625
Intergovernmental revenue	229,930	229,930	200,118	(29,812)
Total revenues	<u>447,071</u>	<u>447,071</u>	<u>466,884</u>	<u>19,813</u>
Expenditures				
Public safety	1,373,790	1,373,790	1,130,360	243,430
Total expenditures	<u>1,373,790</u>	<u>1,373,790</u>	<u>1,130,360</u>	<u>243,430</u>
Excess (deficiency) of revenues over expenditures	<u>(926,719)</u>	<u>(926,719)</u>	<u>(663,476)</u>	<u>263,243</u>
Other Financing Sources (Uses)				
Operating transfers in	850,000	850,000	855,203	5,203
Total other financing sources (uses)	<u>850,000</u>	<u>850,000</u>	<u>855,203</u>	<u>5,203</u>
Net change in fund balance	<u>(76,719)</u>	<u>(76,719)</u>	<u>191,727</u>	<u>268,446</u>
Prior year fund balance to balance the budget	<u>76,719</u>	<u>76,719</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 466,884	
Intergovernmental receivable			<u>(11,716)</u>	
GAAP revenues			<u>\$ 455,168</u>	
Budgetary expenses			\$ 1,130,360	
Accounts payable			<u>62,643</u>	
GAAP expenses			<u>\$ 1,193,003</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE CIVIL DEFENSE
Year Ended June 30, 2009**

	604			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 30,307	30,307	37,322	7,015
Intergovernmental revenue	790,061	790,061	439,557	(350,504)
Total revenues	<u>820,368</u>	<u>820,368</u>	<u>476,879</u>	<u>(343,489)</u>
Expenditures				
Health and welfare	1,492,930	1,492,930	1,433,563	59,367
Total expenditures	<u>1,492,930</u>	<u>1,492,930</u>	<u>1,433,563</u>	<u>59,367</u>
Excess (deficiency) of revenues over expenditures	<u>(672,562)</u>	<u>(672,562)</u>	<u>(956,684)</u>	<u>(284,122)</u>
Other Financing Sources (Uses)				
Operating transfers in	19,235	19,235	19,235	-
Total other financing sources (uses)	<u>19,235</u>	<u>19,235</u>	<u>19,235</u>	<u>-</u>
Net change in fund balance	<u>(653,327)</u>	<u>(653,327)</u>	<u>(937,449)</u>	<u>(284,122)</u>
Prior year fund balance to balance the budget	<u>653,327</u>	<u>653,327</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 476,879	
Intergovernmental receivable			<u>(39,553)</u>	
GAAP revenues			<u>\$ 437,326</u>	
Budgetary expenses			\$ 1,433,563	
Accounts payable			(78,795)	
Accrued payroll			(1,485)	
Due to other funds			<u>(62,442)</u>	
GAAP expenses			<u>\$ 1,290,841</u>	

See Notes to Financial Statements

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUNDS
Year Ended June 30, 2009**

ASSETS

Property tax receivable	\$ 1,501,630
Due from other governmental units	<u>24,539</u>

Total assets \$ 1,526,169

LIABILITIES

Due to other governmental units	\$ 1,501,630
Deposits held for others	<u>24,539</u>

Total liabilities \$ 1,526,169

See Notes to Financial Statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Torrance (County) was created by Section 4-30-1, New Mexico Statutes Annotated, 1978 Compilation. The powers of the County as a body politic and corporate are exercised by a three-member Board of Commissioners who are elected. At each general election in the State of New Mexico a County Assessor, County Clerk, County Sheriff and County Treasurer are elected. The County assesses, collects and distributes property taxes; records property and legal documents; provides ambulance service and law enforcement services; and maintains County roads.

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of the County's accounting policies are described below.

In June 1999, the GASB unanimously approved Statement #34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*.

The County implemented the provisions of GASB #34 and its later amendments effective July 1, 2003.

A. Reporting Entity

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the County is considered the *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the County may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The County has no *component units*, as defined by GASB Statement No. 14, as there are no other legally separate organizations for which the elected Commissioners are financially accountable.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements – GASB Statements #34

The basic financial statements include both government-wide (based on the County as a whole) and fund financial statements. The new reporting model focuses on either County as a whole or major individual funds (within the basic financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business-type activities. In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The County did not have any business-type activities during the year ended June 30, 2009.

The government-wide Statement of Activities reflects both the gross and net cost per functional category (general government, public safety, etc.). The Statement of Activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The net cost (by function or business-type activity) is normally covered by general revenues (taxes, intergovernmental revenues, interest income, etc.). Historically, the previous mode did not summarize or present net cost by function or activity. The County does not currently employ indirect cost allocation systems.

This government-wide focus is more on the sustainability of the County as an entity and in aggregate financial position resulting from activities of the current fiscal period.

The fund financial statements are similar to the financial statements presented in the previous accounting model. Emphasis here is on major funds in either the governmental or business-type categories. Nonmajor funds (by category) are summarized into a single column.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements – GASB Statements #34 (Continued)

The governmental fund statements are presented on a current financial resource and modified accrual basis of accounting. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the County's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statement's governmental activities column, a reconciliation is presented on the page following each statement, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental activities column on the governmental-wide presentation.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their entity-wide statements, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

Internal activity between the various funds is eliminated in the government-wide financial statements. Interfund receivables and payables at June 30, 2009 have been eliminated. These consist of amounts titled "Interfund receivable (payable)" and "Due from (to) other funds."

The County's fiduciary funds (agency funds) are presented in the fund financial statements. Since by definition these assets are being held for the benefit of the third party and cannot be used to address activities or obligations of the government, these funds are presented separately in the governmental funds and are not incorporated into the government-wide statements.

C. Basis of Presentation

The accounts of the County are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the County are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and description of each existing fund type follow.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

Governmental Funds

Governmental funds are used to account for the County's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds include:

General Fund – the primary operating fund of the County accounts for all financial resources, except those required to be accounted for in other funds.

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

Debt Service Funds – account for the servicing of general long-term debt not being financed by proprietary or nonexpendable trust funds.

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

Under the requirements of GASB #34, the County is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following:

General Fund – The primary operating fund of the County accounts for all financial resources, except those required to be accounted for in other funds. Per GASB #34, the General Fund is always included as a major fund.

Road Fund – To account for funds used to maintain roads for which the County has responsibility. Financing is provided by motor vehicle fees flowing through the State. Expenditures are restricted to the construction and maintenance of county roads. Authority is Section 67-4-1 NMSA 1978.

Jail Fund – To account for resources used to operate the Torrance County Detention Center, which is run by a private firm under contract. Funding is provided by charges to local municipalities, the New Mexico Department of Corrections, administrative fees paid by Corrections Corporation of America, and transfers from the Torrance County General Fund. This fund also accounts for the Community Monitoring Program. Authority is the U.S. Department of Justice.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

Governmental Funds (Continued)

Civil Defense Fund – To account for a grant from the State of New Mexico for the operation of the Civil Defense Unit. Proceeds are 25% from the State of New Mexico and 75% from reimbursements from the Federal Emergency Management Agency (FEMA). Authority is FEMA.

Fiduciary Funds

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the County. The County only had agency funds during the year ended June 30, 2009. *Agency funds* are used to account for assets that government holds for others in an agency capacity.

D. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements and the fiduciary fund financial statements are presented on an accrual basis of accounting. The governmental funds in the fund financial statements are presented on a modified accrual basis.

Modified Accrual – All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers all property tax revenues available if they are collected within 60 days of year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting (Continued)

Property taxes are recognized when levied. Derived tax revenues are recognized when the exchange transaction takes place. Property tax and interest revenue are susceptible to accrual. Gross receipt taxes collected and held by the state at year end on behalf of the government are also recognized as revenue. These are generally received within 60 days of year end. Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grants requirements have been met.

In applying the “susceptible to accrual” concept to intergovernmental revenues pursuant to GASB Statement #33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

E. Property Taxes

The County Treasurer receives deposits of monies from and collects taxes for the various County funds and other entities located within the County. These monies are deposited by the Treasurer in banks. In the accompanying financial statements, monies held for other than County entities are presented as agency fund monies.

Taxes are collected directly from taxpayers by the County with the Treasurer acting as an employee of the County and as an agent for the entities for whom the collections are ultimately distributed.

The County property tax bills must be mailed by November 1st, the first half of the assessed tax is due November 10th, and becomes delinquent December 10th, the second half of the assessed tax becomes due April 10th and becomes delinquent May 10th. The applicable property is subject to lien and penalties and interest are assessed when property taxes become delinquent. When property taxes are delinquent three years, the property is transferred to the State Property Tax Department for public sale.

Chapter 7, Articles 35 through 38, New Mexico Statutes Annotated, 1978 is the Property Tax Code. The code provides for valuation, administration and enforcement of property taxes. The Department of Finance and Administration sets tax rates for the governmental units sharing in the tax.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Property Taxes (Continued)

The Constitution of the State of New Mexico provides the following maximum tax rates and restrictions concerning the use of tax proceeds.

Taxes levied upon tangible property shall be in proportion to the value thereof, and taxes shall be equal and uniform upon subjects of taxation of the same class. Different methods may be provided by law to determine value of different kinds of property, but the percentage of value against which tax rates are assessed shall not exceed thirty-three and one-third percent. The Legislature shall provide by law for the valuation of residential property for property taxation purposes in a manner that limits annual increases in valuation of residential property. The limitation may be applied to classes of residential property taxpayers based on owner-occupancy, age or income. The limitations may be authorized statewide or at the option of a local jurisdiction and may include conditions under which the limitation is applied. Any valuation limitations authorized as a local jurisdiction option shall provide for applying state-wide or multi-jurisdictional property tax rates to the value of the property as if the evaluation increase limitation did not apply.

Taxes levied upon real or personal property for state revenue shall not exceed four mils annually on each dollar of the assessed valuation thereof except for the support of the educational, penal and charitable institutions of the state, payment of the state debt and interest thereon; and the total annual tax levy upon such property for all state purposes exclusive of necessary levies for the state debt shall not exceed ten mils provided however, that taxes levied upon real or personal tangible property for all purposes, except special levies on specific classes of property and except necessary levies for public debt, shall not exceed twenty mils annually on cash dollar of the assessed valuation thereof, but laws may be passed authorizing additional taxes to be levied outside of such limitations when approved by at least a majority of the qualified electors of the taxing district who paid a property tax therein during the preceding year voting on such proposition.

The County's operational tax rate for the 2008 property tax year was 11.850 mils for residential property and 11.832 mils for nonresidential property. The debt service tax rate was 0.811 mils for both types of property.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgetary Information

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the County submitted a proposed budget to the Local Government Division of the Department of Finance and Administration;
2. The Local Government Division in relation to the County shall:
 - a. Examine each proposed budget, and on or before July 1 of each year, approve and certify for the County an operating budget for use pending approval of a final budget;
 - b. Hold public hearings on proposed budgets;
 - c. Make such corrections, revisions, and amendments to proposed budgets as may be necessary to meet the requirements of law;
 - d. Certify a final budget for the County prior to the first Monday of September of each year. Such budgets, when approved, shall be binding upon all officials of the State;
 - e. Upon the approval of the director of the Department of Finance and Administration, authorize the transfer of funds from one budget item to another when such transfer is requested and an emergency condition exists meriting such transfer and such transfer is not prohibited by law. In case of emergency necessitating the expenditure for item or items not provided for in the budget, upon approval of the director of the Department of Finance and Administration, the budget may be revised to authorize such expenditures;
 - f. With written approval of the director of the Department of Finance and Administration, increase the total budget of the County in the event the County undertakes an activity, service, project or construction program which was not contemplated at the time of the final budget was adopted and approved and which activity, service, project or construction program will produce sufficient revenue to cover such increase in the budget or the County has surplus funds on hand not necessary to meet the expenditures provided for in the budget with which to cover such increase in the budget;

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgetary Information (Continued)

- g. Supervise the disbursement of funds to the end that expenditures will not be made in excess of budgeted items or for items not budgeted and that there will not be illegal expenditures;
 - h. Prescribe the form for all budgets, books, records and accounts for the County; and
 - i. With the approval of the director of the Department of Finance and Administration, make rules and regulations relating to budgets, records, reports, handling and disbursement of public funds, or in any matter relating to the financial affairs of the County.
3. The County Manager is authorized to transfer budgeted amounts between departments within any fund;
 4. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds.

Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis inconsistent with GAAP. Budgetary and actual comparisons presented for these funds in this report are on the non-GAAP (cash) budgetary basis;

5. Budgeted amounts are as originally adopted, or as amended by the County Commissioners and approved by the Department of Finance and Administration;
6. The level of classification detail in which expenditures may not legally exceed appropriations for budget is at the fund level.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Fund Equity

1. *Deposits and Investments*

The County's cash and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of one year or less from the date of acquisition. State statutes (Public Monies Act 6-10 through 6-10-63 NMSA 1978) authorize the County to invest in (1) bond or negotiable securities of the United States, the State or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (\$1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bond at maturity at any time within five years last preceding; or (2) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government. The County may also invest in repurchase agreements and in the State Treasurer's Investment Pool. Sections 6-10-16 and 6-10-17 NMSA 1978 requires that the deposit of public money be secured by securities of the United States, its agencies, instrumentalities, counties, municipalities or other subdivisions or by securities that are guaranteed by the United States or the State of New Mexico equal to one-half the amount of public money on deposit.

2. *Accounts Receivable*

Accounts receivable are recorded in the various governmental funds. They consist of amounts receivable from local governments relating to various grant agreements and property taxes receivable. In the government-wide statements, property taxes are recognized in the year for which the taxes are levied. As of June 30, 2009, there was no allowance for uncollectable accounts because there is no history of write-offs. In the governmental funds statements, those property taxes receivable which are not available within sixty days are deferred. Nonexchange transactions, including grants and contributions, which are not measurable (reasonably estimated) are not recognized.

3. *Capital Assets*

Capital assets are recorded at historical cost and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the County as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Fund Equity (Continued)

3. *Capital Assets (Continued)*

Other costs incurred for repairs and maintenance are expensed as incurred. The County does not capitalize interest in regards to its capital assets. The County capitalizes purchased software, but has not internally developed software.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight-line depreciation is used based on the following estimated useful lives:

Land developments	20 years
Buildings and building improvements	20 - 40 years
Furniture and equipment	3 - 7 years

GASB Statement #34 requires the recording and depreciation of infrastructure assets, which include roads, bridges, traffic signals, etc. The County infrastructure assets consist of roads only. These are depreciated over an estimated useful life of 10 years. In accordance with the provisions of GASB Statement #34, the County is considered to be a Phase 3 Government (total annual revenues of less than \$10 million) and has elected to report infrastructure assets in a prospective manner only. That is, infrastructure in place before July 1, 2003 is not reported.

4. *Deferred Revenues*

The County reports deferred revenues on its statement of net assets and fund balance sheet. Deferred revenues arise when resources are received by the County before it has legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

5. *Compensated Absences*

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. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net assets. The General Fund is typically the fund used to liquidate compensated absences not liquidated by another fund.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Fund Equity (Continued)

6. Long-term Liabilities

For government-wide reporting, the costs associated with bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34, the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

7. Fund Balances of Fund Financial Statements

Reservations of fund balance represents amounts that are not appropriate for expenditures or legally segregated for a specific purpose. Designations of fund balance represents tentative management plans that are subject to change. The County designates the portion of the year end fund balance, not otherwise designated or reserved, for subsequent years' expenditures. These designations are established to earmark resources for specific future use and to indicate that the fund equity does not represent available spendable resources.

Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets. Net assets invested in capital assets, net of related debt excludes unspent debt proceeds.

8. Restricted Net Assets

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net assets used are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions enabling legislation.

The County's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Fund Equity (Continued)

9. *Interfund Transactions*

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

10. *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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 2. CASH AND INVESTMENTS

A. Cash

The County operates a pooled cash fund. That is, all cash is held in a single bank account and in investments (see 2.C. below) and accounted for by fund. In the fund financial statements, total cash and investments are reported in the General Fund. Cash in other governmental funds is reported as “Due From Other Funds” (or as “Due To Other Funds” in the case of a fund overdraft) with a corresponding amount in the General Fund. Cash in the Agency Funds is reported as “Due From Other Governmental Units,” with a corresponding entry in the General Fund.

A reconciliation of cash investments follows:

Total cash on deposit, Wells Fargo Bank	\$ 1,857,744
Deposit in transit	14,183
Less outstanding checks and other	(133,159)
Total investments, Local Government Investment Pool (see Note 2C)	975,300
Petty cash	<u>300</u>
Total cash and investments	<u>\$ 2,714,368</u>
Per financial statements:	
Cash and investments	<u>\$ 2,714,368</u>

Total cash and investments which belong to the General Fund only is calculated as follows, (shown in the Balance Sheet - Governmental Funds):

Total cash and investments	\$ 2,714,368
Due from other funds	952,314
Due to other funds	(2,095,128)
Due to other governmental units	<u>(24,539)</u>
Cash and investments, General Fund	<u>\$ 1,547,015</u>

B. Pledged Collateral

New Mexico statutes provide that deposits of public monies in financial institutions must be secured by pledged collateral in an aggregate value equal to one-half of the amount of the public monies deposited after deducting the amount of Federal Deposit Insurance Corporation insurance coverage for each financial institution. A schedule of the collateral pledged against the deposit of the County is shown elsewhere in this report.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 2. CASH AND INVESTMENTS (CONTINUED)

C. Custodial Credit Risk

Custodial credit is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County's policy regarding custodial credit risk is to comply with Section 6-10-17, NMSA (1978 Comp). At June 30, 2009, the funds of the County on deposit are classified as follows:

Insured	\$ 250,000
Uninsured but collateralized, held by the pledging bank's trust department in the County's name	954,894
Uninsured and uncollateralized	<u>652,850</u>
Total deposits	<u>\$ 1,857,744</u>

D. Investments

The County invests cash in the Local Government Investment Pool operated by the New Mexico State Treasurer.

Total cash invested with New Mexico State Treasurer at June 30, 2009	\$ 975,300
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The Authority has invested funds in the New Mexico State Treasurer's Local Government Investment Pool (Pool). The investments are valued at fair value based on quoted market prices as of the valuation date.

The State Treasurer Local Government Investment Pool is not SEC registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States Government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States Government or are agencies sponsored by the United States Government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 2. CASH AND INVESTMENTS (CONTINUED)

D. Investments (Continued)

The Pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amount deposited in the fund and the length of time the amounts in the Pool were invested. Participation in the Local Government Investment Pool is voluntary. The Pool is rated AAAM as to credit risk and has a 43-day interest risk using a weighted average maturity (WAM).

GASB #40 states: "Unless there is information to the contrary, obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk and do not require disclosure of credit quality." This statement would apply to the State Treasurer Local Government Investment Pool so no disclosure of credit quality is required.

NOTE 3. RECEIVABLES

Receivables at June 30, 2009 are comprised of the following:

	General	Road	Jail	Civil Defense	Other Governmental Funds
State-shared taxes	\$ 56,210	62,494	35,034	4,901	158,780
Grants receivable	-	-	-	-	140,820
Property taxes	<u>1,087,387</u>	-	-	-	-
Total	<u>\$1,143,597</u>	<u>62,494</u>	<u>35,304</u>	<u>4,901</u>	<u>299,600</u>

All amounts shown are considered collectible.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009

NOTE 4. INTERFUND RECEIVABLES/PAYABLES

In the fund financial statements, total cash and investments are reported in the General Fund. Cash in other governmental funds is reported as “Due From Other Funds” (or as “Due To Other Funds” in the case of a fund overdraft) with a corresponding amount in the General Fund. These are summarized as follows:

	Due From	Due To
Major:		
General	\$ 952,314	2,095,128
Road	369,372	-
Jail	269,012	-
Civil Defense	-	336,045
Nonmajor:		
Other governmental funds	<u>1,455,006</u>	<u>614,531</u>
Total	<u><u>\$ 3,045,704</u></u>	<u><u>3,045,704</u></u>

These interfund receivables and payables are eliminated in the government-wide financial statements.

The following are the interfund receivables/payables that have not been eliminated:

	Due From	Due To
General	\$ -	24,539
Agency Funds	24,539	-

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 5. CAPITAL ASSETS

The following is a summary of changes in capital assets during the year:

	Balance June 30, 2008	Additions	Deletions	Balance, June 30, 2009
Assets not depreciated:				
Land and right-of-way	\$ 400,936	6,156	10,659	396,433
Artwork and antiques	372,500	-	-	372,500
Construction in progress	606,776	324,487	895,410	35,853
Total not depreciated	<u>1,380,212</u>	<u>330,643</u>	<u>906,069</u>	<u>804,786</u>
Assets being depreciated:				
Building and improvements	8,378,119	1,066,737	-	9,444,856
Furniture, fixtures and equipment	1,930,651	201,330	820,000	1,311,981
Vehicles	3,512,727	339,711	90,537	3,761,901
Infrastructure (roads)	1,572,764	449,985	-	2,022,749
Total depreciated	<u>15,394,261</u>	<u>2,057,763</u>	<u>910,537</u>	<u>16,541,487</u>
Less accumulated depreciation:				
Buildings and improvements	(2,324,372)	(242,782)	-	(2,567,154)
Furniture, fixtures and equipment	(1,082,808)	(165,083)	(644,003)	(603,888)
Vehicles	(1,370,959)	(277,483)	(85,006)	(1,563,436)
Infrastructure (roads)	(313,081)	(179,776)	-	(492,857)
Total accumulated depreciation	<u>(5,091,220)</u>	<u>(865,124)</u>	<u>(729,009)</u>	<u>(5,227,335)</u>
Net depreciated assets	<u>10,303,041</u>	<u>1,192,639</u>	<u>181,528</u>	<u>11,314,152</u>
Net capital assets	<u>\$ 11,683,253</u>	<u>1,523,282</u>	<u>1,087,597</u>	<u>12,118,938</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 5. CAPITAL ASSETS (CONTINUED)

All capital assets except for land and right-of-way, art and antiques, and construction in progress are being depreciated.

Depreciation expense was charged as a direct expense to the functions of the government as follows:

General government	\$ 273,988
Public safety	396,855
Highways and streets	81,670
Health and welfare	110,233
Culture and recreation	<u>2,377</u>
Total depreciation expense	<u>\$ 865,123</u>

NOTE 6. LONG-TERM DEBT

During the fiscal year ended June 30, 2009, the following changes occurred in long-term debt:

	Balance, June 30, 2008	Additions	Deletions	Balance, June 30, 2009	Due Within One Year
General obligation bond payable	\$ 2,375,000	-	(175,000)	2,200,000	200,000
Notes payable	927,385	360,772	(133,196)	1,154,961	138,226
Capital leases payable	70,727	-	(52,572)	18,155	12,693
Compensated absences payable	84,484	107,734	(84,484)	107,734	107,734
	<u>\$ 3,457,596</u>	<u>468,506</u>	<u>(445,252)</u>	<u>3,480,850</u>	458,653
			Amount considered long-term		<u>3,022,197</u>
			Total	<u>\$ 3,480,850</u>	

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 6. LONG-TERM DEBT (CONTINUED)

A. General Obligation Bonds

During the fiscal year ended June 30, 2002, the County issued \$3,050,000 of general obligation bonds to acquire and improve a necessary site for and acquiring constructing, furnishing, equipping and improving a new County courthouse. The bonds are secured by the full faith and credit of the County and are payable from taxes levied on all property located within the County. The annual requirements to amortize to maturity the general obligation bonds are as follows:

Year Ended June 30,	Principal	Interest	Total
2010	\$ 200,000	97,238	297,238
2011	225,000	87,675	312,675
2012	250,000	77,113	327,113
2013	275,000	65,425	340,425
2014-2017	<u>1,250,000</u>	<u>121,544</u>	<u>1,371,544</u>
Totals	<u>\$ 2,200,000</u>	<u>448,994</u>	<u>2,648,994</u>

B. Long-Term Notes

The County's long-term notes consist of the following:

1. An obligation was incurred in 1995 with the New Mexico Finance Authority in the amount of \$107,000. The note was obtained for the purpose of defraying the cost of acquiring equipment for fire protection in various areas of the County. The interest rate for the note is 6.152%. The principal and interest payments are provided by the Fire Protection Fund revenues. The New Mexico Finance Authority is intercepting these revenues. Secured by future State Fire Allotment revenues.
2. In February 2006, the County entered into a loan agreement with the State of New Mexico Property Tax Division, Taxation and Revenue Department. This agreement will provide funds from the State Property Valuation Fund to enable the County to purchase a computer-assisted valuation system in order to comply with applicable state statutes regarding property assessment. This agreement will provide up to \$150,000 for this purpose. Annual payments of \$30,000 began in January 2007. No interest will accrue if payments are made on time.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 6. LONG-TERM DEBT (CONTINUED)

3. During the year ended June 30, 2007, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$581,320, 2.857% interest, for the construction of a fire station in the Northeast Torrance Fire District. Revenues from the District's State Fire Allotment and Fire Protection Excise Tax will be pledged in repayment of this loan and will be intercepted by the Finance Authority.
4. During the year ended June 30, 2008, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$166,667, 3% interest, for the construction of a new Fire Station for the Fire Protection Districts within the County. Revenues from the County Fire Excise Tax will be pledged in repayment of this loan and will be intercepted by the Finance Authority.
5. During the year ended June 30, 2008, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$50,000, no interest, for the construction, renovation and completion of the interior of the Homestead Estates Fire Station. Revenues from the State Fire Protection Fund and State Fire Excise Tax will be pledged in repayment of this loan and will be intercepted by the Finance Authority.
6. During the year ended June 30, 2009, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$116,816, 2.884% interest, for the purchase of four pick-up trucks for use by the County road department. Revenues from the Gasoline Tax Act will be pledged in repayment for this loan and will be intercepted by the Finance Authority.
7. During the year ended June 30, 2009, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$213,506, 2.7884% for the purchase of installation and safety and surveillance equipment. Revenues from Infrastructure Gross Receipts Tax will be pledged in repayment for this loan and will be intercepted by the Finance Authority.
8. During the year ended June 30, 2009, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$30,450, 3.0% for the renovation and completion of the McIntosh Fire Station. Revenues from First Protection Excise Tax will be pledged in repayment for this loan and will be intercepted by the Finance Authority.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 6. LONG-TERM DEBT (CONTINUED)

Debt service requirements for all notes is as follows:

Year Ended June 30,	Principal	Interest	Total
2010	\$ 138,226	28,661	166,887
2011	141,803	25,812	167,615
2012	114,547	22,765	137,312
2013	117,462	19,554	137,016
2014	48,950	16,146	65,096
2015-2019	237,969	61,655	299,624
2020-2024	236,133	32,826	268,959
2025-2028	119,871	6,393	126,264
Totals	<u>\$ 1,154,961</u>	<u>213,812</u>	<u>1,368,773</u>

C. Capital Leases

At June 30, 2009, the County had the following lease purchase agreements payable. These contracts are written so as to be in compliance with applicable state statutes.

Description	Date of Contract	Effective Rate of Interest	Original Amount	Principal Balance June 30, 2009
Information Leasing - Pierce (fire truck)	June 2001	5.76%	\$ 119,090	-
Baystone Financial - 4 sheriff vehicles	May 2007	6.23%	57,428	10,509
Marlin Equipment - Microfilm reader/printer	June 2008	-	<u>10,822</u>	<u>7,646</u>
Totals			<u>\$ 187,340</u>	<u>18,155</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 6. LONG-TERM DEBT (CONTINUED)

C. Capital Leases (Continued)

The assets acquired through capital leases are as follows:

Asset:	
Furniture, fixtures, and equipment	\$ 10,822
Less: Accumulated depreciation furniture, fixtures, and equipment	(4,396)
Vehicles	176,518
Less: Accumulated depreciation vehicles	<u>(66,778)</u>
 Total	 <u>\$ 116,166</u>

The annual requirements to amortize to maturity these agreements payable are as follows:

Year Ended June 30	Total Payments
2010	\$ 12,693
2011	2,184
2012	2,184
2013	<u>1,094</u>
Total	18,155
Less: amount representing interest	<u>(160)</u>
 Present value of minimum lease payments	 <u>\$ 17,995</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 6. LONG-TERM DEBT (CONTINUED)

D. Accrued Compensated Absences

It is the County’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick leave. Sick leave accumulates at the rate of 3.69 hours per bi-weekly pay period. Accrued sick leave is forfeited upon termination of employment.

Full-time county employees accrue annual leave according to the following schedule:

<u>Hours Per Bi-Weekly Pay Period</u>	<u>Accrual Rate Per Bi-Weekly Pay Period</u>	<u>Years of Service</u>
64	2.46	Less than 3 years of service
64	2.95	3 or more but less than 7
64	3.68	7 or more but less than 11
64	4.43	11 or more but less than 15
64	4.92	15 or more years of service
72	2.77	Less than 3 years of service
72	3.32	3 or more but less than 7
72	4.15	7 or more but less than 11
72	4.99	11 or more but less than 15
72	5.54	15 or more years of service
80	3.08	Less than 3 years of service
80	3.69	3 or more but less than 7
80	4.61	7 or more but less than 11
80	5.54	11 or more but less than 15
80	6.15	15 or more years of service

Annual leave must be taken within the calendar year. Employees are only allowed to carry over forty (40) hours of annual leave to the next calendar year. Also included in accrued compensated absences is the liability for unused compensatory time.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 7. ENVIRONMENTAL GROSS RECEIPTS TAX – PLEDGED REVENUES

Torrance County and other members of the Torrance County Solid Waste Authority, now known as the Estancia Valley Solid Waste, entered into a loan agreement with the New Mexico Finance Authority in 1999. The loan amount was \$556,119 and the proceeds were used to (a) refund Torrance County Series 1992 Environmental Revenue Bonds and (b) construct solid waste facilities for the Solid Waste Authority.

As part of the above agreement, the County pledged the revenues received from its 1/8 of 1% County environmental services gross receipts tax as security for payment of the loan agreement. The City of Moriarty, Town of Estancia, Town of Mountainair, and the Village of Willard, as members of the Solid Waste Authority, also pledged revenues received from the 1/16 of 1% municipal environmental services gross receipts tax imposed by them. These revenues are all intercepted by the New Mexico Finance Authority.

The above referenced loan is payable solely from the pledged revenues noted above, and the note holder cannot look to any other revenues of the County in payment. The loan is not considered to be a general obligation of the County, and it is not included in the financial statements of the County.

NOTE 8. TAX ROLL RECONCILIATION

Property taxes receivable, beginning of year	\$ 1,820,288
Changes to tax roll:	
Taxes charged to Treasurer for fiscal year	7,216,847
Adjustments:	
Net adjustments	110,256
Uncollected taxes for 1997 tax year	<u>2,280</u>
Total receivables prior to collections	9,149,671
 Collections for fiscal year ended June 30, 2009	 <u>(6,560,652)</u>
 Property taxes receivable, end of year	 <u>\$ 2,589,019</u>
 Property taxes receivable by years:	
1999 - 2007	\$ 1,312,376
2008	<u>1,276,643</u>
 Total taxes receivable	 <u>\$ 2,589,019</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 9. COMMITMENTS, CONTINGENT LIABILITIES AND LITIGATION

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the state and federal governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County's legal counsel the resolution of these matters will not have a material adverse effect on the financial statements of the County.

The County accepts prisoners from the State of New Mexico Department of Corrections and U.S. Marshal Service and subcontracts with the Corrections Corporation of America (CCA) for housing those prisoners. If CCA fails to meet the contract requirements, the County could be liable for awards or damages resulting from legal actions filed by prisoners.

NOTE 10. PERA PENSION PLAN

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

Funding Policy. Plan members are required to contribute 9.15% of their gross salary for regular County employees and 7.0% for law enforcement personnel. The County is required to contribute 9.15% of the gross covered salary for regular employees and 10.0% for law enforcement personnel. The contribution requirements of plan members and the County are established under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the Legislature. The County's contributions to PERA for the years ended 2009, 2008, 2007 were \$225,624, \$209,087, and \$181,797, respectively, equal to the amount of the required contributions for each year.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 11. POST-EMPLOYMENT BENEFITS

Plan Description. The County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit post-employment health care 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 health care plan, and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the post-employment health care plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, New Mexico 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 health care benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan, plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

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. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after January 1, 1998 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 11. POST-EMPLOYMENT BENEFITS (CONTINUED)

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

The County's contributions to the RHCA for the years ended June 30, 2009, 2008 and 2007 were \$31,530, \$29,259, and \$25,401, respectively, which equal the required contributions for each year.

NOTE 12. INSURANCE COVERAGE

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters, for which the County carries insurance through the New Mexico Insurance Authority and the New Mexico Association of Counties Multi-Line Pool. The following is a summary of some of the more significant insurance coverage information related to the County.

Coverage provided to the County through membership in the New Mexico County Insurance Authority Multi-Line Pool (Authority) includes tort liability limits for casualty coverage (general automobile, civil rights and public officials' liability) on a "claim made" basis with an additional \$200,000 for defense costs above the tort limits. Property is subject to a limit of \$50,000,000 each occurrence, with sublimits for certain coverage extensions. Crime coverage has a limit of \$200,000. The County pays a deductible of \$500 for each property or crime loss, and a deductible of \$3,000 for each civil rights claim. The Authority pays losses up to \$150,000 for property and \$250,000 for liability per occurrence.

Coverage provided by the Authority's Worker's Compensation Pool includes up to \$300,000 for each accident and up to \$300,000 for each employee or occupational disease. The County also has volunteer firefighters and boiler and machine insurance coverage through the Authority's multi-line pool.

Coverage provided to the County through membership in the New Mexico Association of Counties Law Enforcement Liability Program (Association) includes tort liability limits for police professional liability coverage on a "claims made" basis. The County pays an operational deductible of \$10,000 per occurrence. The Association pays covered losses above the deductible up to \$250,000 per occurrence from the Association's funds collected for law enforcement only. Excess coverage is provided in an amount up to \$12,750,000 for the annual pool aggregate, for covered claims which exceed the self-insured retention.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 13. OPERATING LEASES

The County is obligated to Deere Credit, Inc. under a lease for five motor graders accounted for as an operating lease. The lease is a five-year lease and the quarterly payment is \$47,250. Rent expense related to this lease was \$189,000 for 2009. The minimum lease payments are as follows:

	Year Ended June 30	Total Payments
	2010	\$ 189,000
	2011	189,000
	2012	189,000
	2013	<u>94,500</u>
Total		<u>\$ 661,500</u>

NOTE 14. TRANSFERS

The following transfers occurred during the year. These transfers served the following purposes: (a) close out grant funds which had deficit fund balances; (b) subsidize the operations of the Road Fund and Jail Fund; and (c) transfer the required matching funds to grant funds.

Fund	To	Amount
Major Fund:		
General Fund	Road	\$ 229,594
General Fund	Jail	850,000
General Fund	Civil Defense	19,235
General Fund	Nonmajor Governmental Funds	356,919
Non-Major:		
Other Governmental Funds	Jail	5,203
Other Governmental Funds	Other Governmental Funds	24,201

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2009**

NOTE 15. DEFICIT FUND BALANCES

The following individual funds have deficit fund balances at June 30, 2009, as a result of (a) expenditure of grant funds in excess of reimbursement or (b) deficit in operations. If collections or reimbursements in future years are not sufficient, it is likely that the General Fund will be required to make up these deficits.

	Fund Balance (Deficit) at June 30, 2009
Special Revenue:	
Major	
Civil Defense	\$ 349,996
Non-major:	
Maternal Health Care	166,648
Medicaid	2,237
Safety Net	8,250
DV Victims Restitution	9,824
Traffic Safety	8,783
Forest Service Patrol	630
Bulletproof Vest	830
TANF Transportation	11,961
JARC Transportation	16,389
Drug Free Communities	24,666
Transportation	193,271
NM Primary Care Association	3,341
Capital Projects	
Non-major	
Legislative Appropriations	144,001

NOTE 16. INDUSTRIAL REVENUE BONDS

On September 15, 2008, the County issued \$195,000,000 in industrial revenue bonds related to the High Lonesome Wind Project for the purposes of constructing a wind farm. As of June 30, 2009, the outstanding balance was \$195,000,000 plus accrued interest estimated at \$7,442,500. The County has no obligation to pay this debt, it is the responsibility of the High Lonesome Mesa, LLC. The County's sole responsibility is to lease the project site property to High Lonesome Mesa, LLC through at least January 1, 2039.

SUPPLEMENTAL INFORMATION

NON-MAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Farm and Range Fund – To account for the operations of farm and range activities, including soil and water conservation, predatory animal and insect control. Financing is provided from distributions made under the Taylor Grazing Act. Authority is Section 6-11-6, NMSA 1978.

Recreation Fund – To account for the operations and maintenance of County-owned recreational facilities. Financing is provided by state shared one-cent cigarette tax, which is required by state law to be used for recreational facilities and salaries of instructors and other employees necessary to the operation of such facilities. Authority is Section 7-12-15, NMSA 1978.

Fire District Funds – To account for the operations of the five fire districts, which are defined by the area served. The individual fire districts are Northeast Torrance, Torrance County District II, Duran, McIntosh, and Torreon-Tajique. Financing is provided from the County's share of the fire allotment issued by the State Fire Marshal under 59A-53-5, NMSA 1978, and also by gross receipts taxes approved by the voters of the County. Authority is 59A-53-5, NMSA 1978

Law Enforcement Protection Fund – To account for a grant from the State of New Mexico Corrections Department through the Law Enforcement Protection Act. The funding is to be used for law enforcement improvements. Authority is 29-13-1, NMSA 1978.

Fire Pool 1/4% Tax Fund – To account for expenditures incurred in providing services and equipment purchases for the fire districts. Financing is provided by the County's share of gross receipts tax and may be used only for that purpose. Authority granted by Section 7-20E-15 and 7-20E-16, NMSA 1978.

County Fair Board Fund – To account for the proceeds and expenditures of a special gross receipts tax. The purpose of the tax is to fund the annual county fair. Authority is the County Commission.

Fire Department Administration Fund – This fund is used to provide resources to administer the volunteer fire districts. Funds are provided by an allotment from the State Fire Marshal and gross receipts taxes. Authorized by 59A-53-5, NMSA 1978.

Indigent Fund – To account for expenditures incurred in providing services for the care of indigents. Financing is provided by the County's share of gross receipts tax and may be used only for that purpose. Authority is 27-5-7, NMSA 1978.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Emergency Medical Services (EMS) Fund – To account for a grant from the State of New Mexico to be used for the provision of emergency medical services to County residents. Sources of funds are the State of New Mexico Health Department Emergency Medical Services Bureau. Authority is Section 24-10A-3 through 10, NMSA 1978.

Maternal Health Care Fund – To account for a grant from the State of New Mexico Department of Health, to provide maternal child health coordination, adolescent pregnancy prevention, prenatal care coordination, information and referral services and maternal child health tracking services. Also included in this fund are grants for substance abuse prevention and transportation services for health-related issues. Authority is Section 24-1B-1 to 24-1B-7, NMSA 1978.

Environmental Gross Receipts Tax Fund – To account for funds received for environmental gross receipts taxes that are then provided to the Torrance County Solid Waste Authority to help repay a loan arranged with the New Mexico Finance Authority. Authority is the County Commission.

WIPP Funding – To account for the WIPP funding received from the State Fire Marshal's Office as defined by the contract with the State Fire Marshal's Office. Authority is the County Commission.

District 3 2nd Main Station – To account for the operations of the second main fire station for fire district 3, which are defined by the area served. This is a division of the McIntosh district. Financing is provided from the County's share of the fire allotment issued by the State Fire Marshal under 59A-53-5, NMSA 1978, and also by gross receipts taxes approved by the voters of the County. Authority is the County Commission.

Safety Program Fund – To be used to account for fees received from the use of a separate dumping area (asbestos and construction). The proceeds are used in the County's safety program. Authority is the County Commission.

DWI Program Fund – To account for a grant from the State of New Mexico for D.W.I. detection and prevention pursuant to Chapter 65, New Mexico Laws of 1993. Authority is Section 6-5-8, NMSA 1978.

Energy Conservation – To account for funds which are used to update various fixed assets with more efficient units. Authority is the County Commission.

Treasurer's Fee Fund – To account for certain fees collected by the County Treasurer's Office. Resources are to be used for the upgrade of equipment in the office. Authorized by County Commission Resolution #2005-24.

Reappraisal Fund – To account for the operations of a fund to help with reappraisal of County property to insure valuation reflects current fair market value. Financing is provided by retainage of 1% of tax collections. Authority is Section 7-38-38.1, NMSA 1978.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Clerk's Equipment Fund – To account for an additional \$3.00 recording fee collected by the Clerk's Office to pay for equipment/supplies for the Clerk's Office. Authority is the Absentee-Early Voting Act (Section 14-89-12.2, NMSA 1978).

RPHCA Grant – To account for a grant from the State of New Mexico Department of Health, to provide health services at the Mountainair Family Health Clinic. Authority is the County Commission.

County Infrastructure GRT - To account for fund received for the County infrastructure gross receipts taxes. County Ordinance 2006-1 states the specific purposes for which this tax can be used. Authority is the NM Department of Finance and Administration and the County Commission.

Community Development Block Grant – To account for a grant from the US Department of Housing and Urban Development for capital improvements. Authority is the NM Department of Finance and Administration and the County Commission.

Community Health Improvement – To account for a grant from the State of New Mexico Department of Health, to provide maternal child health coordination, and maternal child health tracking services. Authority is the County Commission.

Medicaid – To account for funds for transportation services for Medicaid recipients. Authority is the County Commission.

Children's Trust Fund Grant – To account for a grant from the State of New Mexico Children, Youth and Families Department, to fund a child abuse prevention. Authority is the County Commission.

Adolescent Pregnancy Program – To account for a grant from the State of New Mexico Department of Health, to provide teen pregnancy prevention education. Authority is the County Commission.

Safety Net – To account for supplemental funding and donations to offset all health services grants. Authority is the County Commission.

NMCADV TANF – To account for a grant from the State of New Mexico Children, Youth and Families Department to be used for the prevention of domestic violence. Authority is the State of New Mexico Children, Youth and Families Department.

Esperanza Clinic - To account for funds received for rent on the Esperanza Clinic. The lease agreement calls for these proceeds to be in a separate fund to help offset maintenance and repair costs of the clinic. Authority is the County Commission.

Senior Citizens Program – To account for proceeds from the sale of senior program vehicles. Funds to be used for senior citizen program operations. Authority is the County Commission.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Rodeo Initiative Fund – To account for funds to be used for the improvement of the rodeo grounds in Mountainair. The source of these funds is a state appropriation and local matching funds. Authority is County Commission Resolution #2005-52 and Laws of 2005, Chapter 347, Section 16.

Court Forfeiture – To accounts for funds forfeited to the County by the court system. This money also includes any cash evidence seized by the Sheriff's Department for safekeeping until release by the court. This money can only be used as defined by the court system on a case-by-case basis. Authority is the County Commission.

Estancia Basin Water Study Fund – To account for funds received from local grants and from sales of water conservation booklets to study water issues and to help inform and educate the County's residents about the Estancia Basin. Authority is the County Commission.

Rural Addressing Fund – To account for the proceeds of a part of the 1/4% gross receipts tax, to be used to mark rural addresses for use by emergency personnel. Authority is Section 67-3-28.2 NMSA 1978.

Planning and Zoning Court Fees Fund – To account for the court fees which are the result of a zoning case. Authority is the Torrance County Commission.

Domestic Violence Fund – To account for a grant from the U.S. Department of Justice to be used for the prevention of domestic violence. Authority is the U.S. Department of Justice.

DV Victims Restitution – To account for supplemental funding and donations received to assist victims of domestic violence. Authority is the County Commission.

Domestic Violence Court Fee Fund – To account for court fees levied by the Moriarty Magistrate Court which will be used as matching revenues for the Domestic Violence Grant. Authority is Section 6-11-6 NMSA 1978.

Title III Forest Reserve Fund – To account for resources received from the Secure Rural Schools and Community Self Determination Act of 2000 to be used only for search, rescue and emergency services, community service work camps or easement purchases. Authority is P.L. 106-393.

UHP 2002 Fund – To account for a grant under the universal hiring program. Authority is the U.S. Department of Justice.

Universal Hiring Grant Fund – To account for grant funds provided by the U.S. Department of Justice to hire additional officers for the Torrance County Sheriff's Department. Authority is the U.S. Department of Justice.

Drug Education Program Fund – To account for fees received from offenders (instead of a fine) to be used to educate people about the dangers of drug use. Authority is 9-17-17 NMSA 1978.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Traffic Safety Fund – To account for funds received from the U.S. Department of Transportation passed through the State of New Mexico Highway and Transportation Department for the purpose of helping local law enforcement officers reduce highway deaths and injuries resulting from individuals riding unrestrained or improperly restrained in motor vehicles, to increase seat belt use rates, and to discourage drunk driving. Authority is the U.S. Department of Transportation.

Forest Service Patrol Fund – To account for funds received from the U.S. Forest Service for the provision of police services in and around National Forest areas. Authority is the U.S. Forest Service.

Bulletproof Vest Fund – To account for resources received from the Department of Justice to purchase armor vests meeting established ballistic or stab standards. Authority is the Department of Justice.

Underage Drinking – To account for a grant passed through the City of Moriarty to help education and prevent underage drinking. Authority is the County Commission.

TANF Transportation – To account for a grant from MR COG to provide transportation services. Authority is the County Commission.

JARC Transportation – To account for a grant from the New Mexico Department of Transportation to provide transportation services. Authority is the County Commission.

Drug Free Communities – To account for a grant from the White House Office of National Drug Control Policy and the Substance Abuse and Mental Health Services Administration to reduce substance abuse among youth in Torrance County. Authority is the County Commission.

Transportation – To account for a grant from the New Mexico Department of Transportation to provide transportation services. Authority is the County Commission.

NM Primary Care Association – To account for a grant from NM Primary Care Association to provide a community based intervention program designed to increase outreach and enrollment for all medical assistance division programs. Authority is the County Commission.

FM Radio Station – To account for supplemental funding and donations received to fund the creation of a radio station. Authority is the County Commission.

Emergency 911 Fund – To account for grant funds that are to be used to pay for 911 training. Financing is provided by a grant from New Mexico Department of Finance and Administration pursuant to Section 63-9D-1, NMSA 1978, "Enhanced 911 Act. Authority is the County Commission.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
June 30, 2009

	Special Revenue				
	403	404	405	406	407
	Farm and Range	Recreation	N.E. Torrance Fire District	Fire District No. II	Duran Fire District
ASSETS					
Due from other funds - cash	\$ 490	1,217	120,917	107,697	93,379
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	-	0	2,937	6,405	3,494
Total assets	\$ 490	1,217	123,854	114,102	96,873
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds - cash	\$ -	-	-	-	-
Accounts payable	-	-	5,831	1,760	106
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
Total liabilities	-	-	5,831	1,760	106
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	400	-	112,220	107,695	93,378
Undesignated	90	1,217	5,803	4,647	3,389
Total fund balances	490	1,217	118,023	112,342	96,767
Total liabilities and fund balances	\$ 490	1,217	123,854	114,102	96,873

See Notes to Financial Statements.

Special Revenue

408	409	410	411	412	413	414
McIntosh Fire District	Torreon- Tajique Fire District	Law Enforcement Protection	Fire Pool 1/4% Tax	County Fair Board	Fire Dept. Admin	Indigent
31,435	74,114	181	15,904	-	15,084	64,225
-	-	-	-	-	-	-
3,667	3,494	-	2,911	-	-	31,618
35,102	77,608	181	18,815	-	15,084	95,843
-	-	-	-	-	-	-
8,626	19,317	-	-	-	3,138	16,430
-	-	-	-	-	-	-
-	-	-	-	-	-	-
8,626	19,317	-	-	-	3,138	16,430
26,476	58,291	181	15,903	-	11,946	64,225
-	-	-	2,912	-	-	15,188
26,476	58,291	181	18,815	-	11,946	79,413
35,102	77,608	181	18,815	-	15,084	95,843

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2009

	Special Revenue				
	415	418	423	427	428
	EMS	Maternal Health Care	Environmental Gross Receipts Tax	WIPP Funding	District 3 2nd Main Station
ASSETS					
Due from other funds	\$ 29,269	-	-	25,600	40,512
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	3,500	-	14,587	-	-
Total assets	\$ 32,769	-	14,587	25,600	40,512
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	166,648	-	-	-
Accounts payable	1,961	-	5,268	5,958	1,414
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
Total liabilities	1,961	166,648	5,268	5,958	1,414
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	19,617	-	-	19,642	39,098
Undesignated	11,191	(166,648)	9,319	-	-
Total fund balances	30,808	(166,648)	9,319	19,642	39,098
Total liabilities and fund balances	\$ 32,769	-	14,587	25,600	40,512

See Notes to Financial Statements.

Special Revenue						
430	600	605	606	609	610	612
Animal Shelter	Safety Program	DWI Program	Energy Conservation	Treasurer's Fee	Reappraisal	Clerk's Equipment
1,127	882	-	12,243	656	79,059	1,782
-	-	-	-	-	-	-
-	-	15,794	-	-	-	-
1,127	882	15,794	12,243	656	79,059	1,782
-	-	407	-	-	-	-
-	100	1,548	-	-	3,583	653
-	-	2,385	-	-	-	-
-	-	-	-	-	-	-
-	100	4,340	-	-	3,583	653
-	782	-	12,243	650	63,027	1,000
1,127	-	11,454	-	6	12,449	129
1,127	782	11,454	12,243	656	75,476	1,129
1,127	882	15,794	12,243	656	79,059	1,782

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2009

	Special Revenue				
	616	620	622	623	624
	RPHCA Grant	County Infrastructure GRT	Community Development	Community Health Improvement	Medicaid
ASSETS					
Due from other funds	\$ 10,000	80,937	-	-	-
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	-	6,255	-	19,883	-
Total assets	\$ 10,000	87,192	-	19,883	-
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	-	-	19,508	844
Accounts payable	10,000	-	-	-	1,393
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
Total liabilities	10,000	-	-	19,508	2,237
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	-	80,000	-	-	-
Undesignated	-	7,192	-	375	(2,237)
Total fund balances	-	87,192	-	375	(2,237)
Total liabilities and fund balances	\$ 10,000	87,192	-	19,883	-

See Notes to Financial Statements.

Special Revenue

625	626	627	628	630	631	632
Children's Trust Fund Grant	Adolescent Pregnancy Prevention	Safety Net	NMCADV/ TANF	Esperanza Clinic	Senior Citizens Program	Rodeo Grant
4,002	-	-	-	4,706	6,869	-
-	-	-	-	-	-	-
-	2,750	-	20,000	-	-	50,430
4,002	2,750	-	20,000	4,706	6,869	50,430
-	2,704	8,250	17,860	-	-	50,408
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	2,704	8,250	17,860	-	-	50,408
3,557	-	-	-	2,600	-	-
445	46	(8,250)	2,140	2,106	6,869	22
4,002	46	(8,250)	2,140	4,706	6,869	22
4,002	2,750	-	20,000	4,706	6,869	50,430

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2009

	Special Revenue				
	634	650	675	685	690
	Court Forfeiture	Estancia Basin Water Study	Rural Addressing	Planning & Zoning Court Fees	Domestic Violence
ASSETS					
Due from other funds	\$ 2,639	31,072	35,653	4,935	11,229
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	-	-	3,500	-	-
Total assets	\$ 2,639	31,072	39,153	4,935	11,229
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	-	-	-	-
Accounts payable	-	-	1,159	1,461	7,953
Accrued payroll and taxes	-	-	-	-	1,363
Deferred revenue - grants	-	-	-	-	-
Total liabilities	-	-	1,159	1,461	9,316
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	-	31,072	22,710	3,474	-
Undesignated	2,639	-	15,284	-	1,913
Total fund balances	2,639	31,072	37,994	3,474	1,913
Total liabilities and fund balances	\$ 2,639	31,072	39,153	4,935	11,229

See Notes to Financial Statements.

Special Revenue

691	692	693	801	802	804	805
DV Victims Restitution	Domestic Violence Court Fees	Title III Forest Reserve	UHP 2002	Universal Hiring	Drug Education Program	Traffic Safety
-	22,612	39,972	6	-	43,924	-
-	-	-	-	-	-	-
-	-	-	-	-	-	2,991
-	22,612	39,972	6	-	43,924	2,991
4,727	-	-	-	-	-	11,570
5,097	-	-	-	-	1,034	204
-	-	-	-	-	-	-
-	-	-	-	-	-	-
9,824	-	-	-	-	1,034	11,774
-	-	-	-	-	12,500	-
(9,824)	22,612	39,972	6	-	30,390	(8,783)
(9,824)	22,612	39,972	6	-	42,890	(8,783)
-	22,612	39,972	6	-	43,924	2,991

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2009

	Special Revenue				
	808	809	811	815	816
	Forest Service Patrol	Bulletproof Vest	Underage Drinking	TANF Transportation	JARC Transportation
ASSETS					
Due from other funds	\$ -	-	-	-	-
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	5,654	-	-	5,519	1,882
Total assets	\$ 5,654	-	-	5,519	1,882
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ 5,778	830	-	3,136	3,209
Accounts payable	506	-	-	14,344	15,062
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
Total liabilities	6,284	830	-	17,480	18,271
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	-	-	-	-	-
Undesignated	(630)	(830)	-	(11,961)	(16,389)
Total fund balances	(630)	(830)	-	(11,961)	(16,389)
Total liabilities and fund balances	\$ 5,654	-	-	5,519	1,882

See Notes to Financial Statements.

Special Revenue					
817	818	819	820	911	
Drug Free Communities	Transportation	NM Primary Care Association	FM Radio Station	Emergency 911	Special Revenue Total
-	-	-	2,298	174,388	1,191,015
-	-	-	-	-	-
-	-	15,917	-	58,107	281,295
-	-	15,917	2,298	232,495	1,472,310
24,666	167,661	15,880	-	-	504,086
-	25,610	3,378	-	25,781	188,675
-	-	-	-	15,502	19,250
-	-	-	-	-	-
24,666	193,271	19,258	-	41,283	712,011
-	-	-	2,000	-	804,687
(24,666)	(193,271)	(3,341)	298	191,212	(44,388)
(24,666)	(193,271)	(3,341)	2,298	191,212	760,299
-	-	15,917	2,298	232,495	1,472,310

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2009

	Debt Service	Capital Projects			Total
	562	424	803		Non-Major
	Debt Service	Judicial Complex	Legislative Appropriations	Capital Projects Total	Governmental Funds
ASSETS					
Due from other funds	\$ 263,573	418	-	418	1,455,006
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	18,305	-	-	-	299,600
Total assets	\$ 281,878	418	-	418	1,754,606
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	-	110,445	110,445	614,531
Accounts payable	-	-	33,556	33,556	222,231
Accrued payroll and taxes	-	-	-	-	19,250
Deferred revenue - grants	-	-	-	-	-
Total liabilities	-	-	144,001	144,001	856,012
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	79,691	418	-	418	884,796
Undesignated	202,187	-	(144,001)	(144,001)	13,798
Total fund balances	281,878	418	(144,001)	(143,583)	898,594
Total liabilities and fund balances	\$ 281,878	418	-	418	1,754,606

See Notes to Financial Statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2009**

	Special Revenue				
	403	404	405	406	407
	Farm and Range	Recreation	N.E. Torrance Fire District	Fire District No. II	Duran Fire District
Revenues					
Intergovernmental sources	\$ 1,490	-	70,000	86,381	42,668
Local and state shared taxes	-	582	58,708	54,722	29,848
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	286	701	677
Total revenues	1,490	582	128,994	141,804	73,193
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	-	-	26,367	103,008	9,888
Highways and streets	-	-	-	-	-
Health and welfare	26,000	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service - principal	-	-	26,220	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	26,000	-	52,587	103,008	9,888
Excess (deficiency) of revenues over expenditures	(24,510)	582	76,407	38,796	63,305
Other Financing Sources (Uses)					
Loan proceeds	-	-	-	-	-
Transfers in	25,000	500	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	25,000	500	-	-	-
Net change in fund balances	490	1,082	76,407	38,796	63,305
Fund balances, beginning of year	-	135	41,616	73,546	33,462
Fund balances, end of year	\$ 490	1,217	118,023	112,342	96,767

See Notes to Financial Statements.

Special Revenue

408	409	410	411	412	413	414
McIntosh Fire District	Torreon- Tajique Fire District	Law Enforcement Protection	Fire Pool 1/4% Tax	County Fair Board	Fire Dept. Admin	Indigent
61,203	42,632	24,800	-	-	57,214	22,880
27,522	29,848	-	24,873	-	-	215,296
-	-	-	-	-	-	-
-	-	-	-	-	-	-
317	493	-	-	-	-	-
89,042	72,973	24,800	24,873	-	57,214	238,176
-	-	-	-	-	-	-
88,210	42,685	-	9,560	-	41,427	-
-	-	-	-	-	-	-
-	-	-	-	-	-	220,894
-	-	-	-	-	-	-
6,000	-	24,168	-	-	-	-
3,465	-	451	-	-	-	-
97,675	42,685	24,619	9,560	-	41,427	220,894
(8,633)	30,288	181	15,313	-	15,787	17,282
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	(18,600)	-	-	-
-	-	-	(18,600)	-	-	-
(8,633)	30,288	181	(3,287)	-	15,787	17,282
35,109	28,003	-	22,102	-	(3,841)	62,131
26,476	58,291	181	18,815	-	11,946	79,413

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2009**

	Special Revenue				
	415	418	423	427	428
	EMS	Maternal Health Care	Environmental Gross Receipts Tax	WIPP Funding	Dist. 3 2nd. Main Station
Revenues					
Intergovernmental sources	\$ 68,838	68,683	-	7,000	60,579
Local and state shared taxes	-	-	124,522	-	13,966
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	68,838	68,683	124,522	7,000	74,545
Expenditures					
Current:					
General government	-	-	-	5,958	6,383
Public safety	32,430	-	-	-	29,064
Highways and streets	-	-	-	-	-
Health and welfare	-	-	122,857	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	32,430	-	122,857	5,958	35,447
Excess (deficiency) of revenues over expenditures	36,408	68,683	1,665	1,042	39,098
Other Financing Sources (Uses)					
Loan proceeds	-	-	-	-	-
Transfers in	-	-	-	18,600	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	18,600	-
Net change in fund balances	36,408	68,683	1,665	19,642	39,098
Fund balances, beginning of year	(5,600)	(235,331)	7,654	-	-
Fund balances, end of year	\$ 30,808	(166,648)	9,319	19,642	39,098

See Notes to Financial Statements.

Special Revenue

430	600	605	606	609	610	612
Animal Shelter	Safety Program	DWI Program	Energy Conservation	Treasurer's Fee	Reappraisal	Clerk's Equipment
-	899	175,181	-	-	-	-
-	-	-	-	-	-	-
-	12,349	-	-	6,097	71,191	21,811
-	-	-	-	-	-	-
-	13,248	175,181	-	6,097	71,191	21,811
-	-	-	-	17,900	57,339	18,757
-	-	155,305	-	-	-	-
-	13,866	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	30,000	2,184
-	-	-	-	-	-	-
-	13,866	155,305	-	17,900	87,339	20,941
-	(618)	19,876	-	(11,803)	(16,148)	870
-	-	-	-	-	-	-
1,127	-	-	11,555	-	33,345	-
-	-	-	-	-	-	-
1,127	-	-	11,555	-	33,345	-
1,127	(618)	19,876	11,555	(11,803)	17,197	870
-	1,400	(8,422)	688	12,459	58,279	259
1,127	782	11,454	12,243	656	75,476	1,129

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2009**

	Special Revenue				
	616	620	622	623	624
	RPHCA Grant	County Infrastructure GRT	Community Development Block	Community Health Improvement	Medicaid
Revenues					
Intergovernmental sources	\$ 120,000	72,134	500,000	97,050	35,131
Local and state shared taxes	-	-	-	-	-
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	120,000	72,134	500,000	97,050	35,131
Expenditures					
Current:					
General government	-	6,538	500,000	-	37,368
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	120,000	-	-	96,675	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	53,423	-	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	120,000	59,961	500,000	96,675	37,368
Excess (deficiency) of revenues over expenditures	-	12,173	-	375	(2,237)
Other Financing Sources (Uses)					
Loan proceeds	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	(5,204)	-	-	-
Total other financing sources (uses)	-	(5,204)	-	-	-
Net change in fund balances	-	6,969	-	375	(2,237)
Fund balances, beginning of year	-	80,223	-	-	-
Fund balances, end of year	\$ -	87,192	-	375	(2,237)

See Notes to Financial Statements.

Special Revenue

625	626	627	628	630	631	632
Children's Trust Fund Grant	Adolescent Pregnancy Program	Safety Net	NMCADV/ TANF	Esperanza Clinic	Senior Citizens Program	Rodeo Grant
39,002	30,500	250	20,000	-	6,869	53,288
-	-	-	-	-	-	-
-	-	-	-	800	-	-
-	-	-	-	-	-	-
39,002	30,500	250	20,000	800	6,869	53,288
-	-	8,500	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
35,000	30,454	-	17,860	-	-	-
-	-	-	-	-	-	25,555
-	-	-	-	-	-	-
-	-	-	-	-	-	-
35,000	30,454	8,500	17,860	-	-	25,555
4,002	46	(8,250)	2,140	800	6,869	27,733
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
4,002	46	(8,250)	2,140	800	6,869	27,733
-	-	-	-	3,906	-	(27,711)
4,002	46	(8,250)	2,140	4,706	6,869	22

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2009**

	Special Revenue				
	634	650	675	685	690
	Court Forfeiture	Estancia Basin Water Study	Rural Addressing	Planning & Zoning Court Fees	Domestic Violence
Revenues					
Intergovernmental sources	\$ -	35,296	-	-	116,184
Local and state shared taxes	-	-	-	-	-
Property taxes	-	-	-	-	-
Charges for services	-	-	29,444	11,200	255
Interest	-	-	-	-	-
Total revenues	-	35,296	29,444	11,200	116,439
Expenditures					
Current:					
General government	-	7,483	62,176	10,463	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	98,674
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	-	7,483	62,176	10,463	98,674
Excess (deficiency) of revenues over expenditures	-	27,813	(32,732)	737	17,765
Other Financing Sources (Uses)					
Loan proceeds	-	-	-	-	-
Transfers in	-	-	49,952	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	49,952	-	-
Net change in fund balances	-	27,813	17,220	737	17,765
Fund balances, beginning of year	2,639	3,259	20,774	2,737	(15,852)
Fund balances, end of year	\$ 2,639	31,072	37,994	3,474	1,913

See Notes to Financial Statements.

Special Revenue

691	692	693	801	802	804	805
DV Victims Restitution	Domestic Violence Court Fees	Title III Forest Reserve	UHP 2002	Universal Hiring	Drug Education Program	Traffic Safety
13,923	-	30,139	-	-	15,336	11,257
-	-	-	-	-	-	-
-	3,563	-	-	-	-	-
-	-	-	-	-	-	-
13,923	3,563	30,139	-	-	15,336	11,257
-	2,836	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	17,115
23,747	-	-	-	-	12,445	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
23,747	2,836	-	-	-	12,445	17,115
(9,824)	727	30,139	-	-	2,891	(5,858)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(9,824)	727	30,139	-	-	2,891	(5,858)
-	21,885	9,833	6	-	39,999	(2,925)
(9,824)	22,612	39,972	6	-	42,890	(8,783)

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2009**

	Special Revenue				
	808	809	811	815	816
	Forest Service Patrol	Bulletproof Vest	Underage Drinking	TANF Transportation	JARC Transportation
Revenues					
Intergovernmental sources	\$ 5,654	-	-	30,354	20,399
Local and state shared taxes	-	-	-	-	-
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	<u>5,654</u>	<u>-</u>	<u>-</u>	<u>30,354</u>	<u>20,399</u>
Expenditures					
Current:					
General government	-	-	-	42,315	36,788
Public safety	4,735	990	497	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	<u>4,735</u>	<u>990</u>	<u>497</u>	<u>42,315</u>	<u>36,788</u>
Excess (deficiency) of revenues over expenditures	<u>919</u>	<u>(990)</u>	<u>(497)</u>	<u>(11,961)</u>	<u>(16,389)</u>
Other Financing Sources (Uses)					
Loan proceeds	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	919	(990)	(497)	(11,961)	(16,389)
Fund balances, beginning of year	(1,549)	160	497	-	-
Fund balances, end of year	<u>\$ (630)</u>	<u>(830)</u>	<u>-</u>	<u>(11,961)</u>	<u>(16,389)</u>

See Notes to Financial Statements.

Special Revenue					
817	818	819	820	911	Special Revenue Total
Drug Free Communities	Transportation	NM Primary Care Association	FM Radio Station	Emergency 911	
106,058	139,942	41,249	1,971	107,710	2,440,144
-	-	-	-	423,401	1,003,288
-	-	-	-	-	-
-	-	-	-	291	157,001
-	-	-	-	-	2,474
106,058	139,942	41,249	1,971	531,402	3,602,907
-	333,213	-	14,673	-	1,168,690
-	-	-	-	663,049	1,207,215
-	-	-	-	-	17,115
130,724	-	44,590	-	-	993,786
-	-	-	-	-	25,555
-	-	-	-	-	53,423
-	-	-	-	-	88,572
-	-	-	-	-	3,916
130,724	333,213	44,590	14,673	663,049	3,558,272
(24,666)	(193,271)	(3,341)	(12,702)	(131,647)	44,635
-	-	-	-	-	-
-	-	-	15,000	220,441	375,520
-	-	-	-	(5,600)	(29,404)
-	-	-	15,000	214,841	346,116
(24,666)	(193,271)	(3,341)	2,298	83,194	390,751
-	-	-	-	108,018	369,548
(24,666)	(193,271)	(3,341)	2,298	191,212	760,299

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2009

	Debt Service	Capital Projects			Total Non-Major Governmental Funds
	562	424	803		
	Debt Service	Judicial Complex	Legislative Appropriations	Capital Projects Total	
Revenues					
Intergovernmental sources	\$ -	-	677,273	677,273	3,117,417
Local and state shared taxes	373,383	-	-	-	1,003,288
Property taxes	-	-	-	-	373,383
Charges for services	-	-	-	-	157,001
Interest	-	513	-	513	2,987
Total revenues	373,383	513	677,273	677,786	4,654,076
Expenditures					
Current:					
General government	-	95	2,200	2,295	1,170,985
Public safety	-	-	-	-	1,207,215
Highways and streets	-	-	-	-	17,115
Health and welfare	-	-	-	-	993,786
Culture and recreation	-	-	-	-	25,555
Capital outlay	360,772	-	479,838	479,838	894,033
Debt service - principal	272,196	-	-	-	360,768
Debt service - interest	154,211	-	-	-	158,127
Total expenditures	787,179	95	482,038	482,133	4,827,584
Excess (deficiency) of revenues over expenditures	(413,796)	418	195,235	195,653	(173,508)
Other Financing Sources (Uses)					
Loan proceeds	360,772	-	-	-	360,772
Transfers in	5,600	-	-	-	381,120
Transfers out	-	-	-	-	(29,404)
Total other financing sources (uses)	366,372	-	-	-	712,488
Net change in fund balances	(47,424)	418	195,235	195,653	538,980
Fund balances, beginning of year	329,302	-	(339,236)	(339,236)	359,614
Fund balances, end of year	\$ 281,878	418	(144,001)	(143,583)	898,594

See Notes to Financial Statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE FARM AND RANGE
Year Ended June 30, 2009

	403			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,400	1,400	1,490	90
Total revenues	1,400	1,400	1,490	90
Expenditures				
Health and welfare	26,000	26,000	26,000	-
Total expenditures	26,000	26,000	26,000	-
Excess (deficiency) of revenues over expenditures	(24,600)	(24,600)	(24,510)	90
Other Financing Sources (Uses)				
Operating transfers in	25,000	25,000	25,000	-
Total other financing sources (uses)	25,000	25,000	25,000	-
Net change in fund balance	400	400	490	90
Prior year fund balance to balance the budget	-	-		
	<u>\$ -</u>	<u>-</u>		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE RECREATION
Year Ended June 30, 2009

	404			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 25	25	582	557
Total revenues	25	25	582	557
Expenditures				
Culture and recreation	600	600	-	600
Total expenditures	600	600	-	600
Excess (deficiency) of revenues over expenditures	(575)	(575)	582	1,157
Other Financing Sources (Uses)				
Operating transfers in	500	500	500	-
Total other financing sources (uses)	500	500	500	-
Net change in fund balance	(75)	(75)	1,082	1,157
Prior year fund balance to balance the budget	75	75		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE NORTHEAST TORRANCE FIRE DISTRICT
Year Ended June 30, 2009

	405			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 23,654	23,654	64,014	40,360
Intergovernmental revenue	-	-	70,000	70,000
Interest	900	900	286	(614)
Total revenues	24,554	24,554	134,300	109,746
Expenditures				
Public safety	68,614	68,614	57,444	11,170
Total expenditures	68,614	68,614	57,444	11,170
Excess (deficiency) of revenues over expenditures	(44,060)	(44,060)	76,856	120,916
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(44,060)	(44,060)	76,856	120,916
Prior year fund balance to balance the budget	44,060	44,060		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 134,300	
Intergovernmental receivable			<u>(5,306)</u>	
GAAP revenues			<u>\$ 128,994</u>	
Budgetary expenses			\$ 57,444	
Accounts payable			<u>(4,857)</u>	
GAAP expenses			<u>\$ 52,587</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE FIRE DISTRICT NO. II
Year Ended June 30, 2009

	406			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 36,926	36,926	59,800	22,874
Intergovernmental revenue	86,381	86,381	86,381	-
Interest	4,400	4,400	701	(3,699)
Total revenues	<u>127,707</u>	<u>127,707</u>	<u>146,882</u>	<u>19,175</u>
Expenditures				
Public safety	216,738	216,738	128,845	87,893
Total expenditures	<u>216,738</u>	<u>216,738</u>	<u>128,845</u>	<u>87,893</u>
Excess (deficiency) of revenues over expenditures	<u>(89,031)</u>	<u>(89,031)</u>	<u>18,037</u>	<u>107,068</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(89,031)</u>	<u>(89,031)</u>	<u>18,037</u>	<u>107,068</u>
Prior year fund balance to balance the budget	<u>89,031</u>	<u>89,031</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 146,882	
Intergovernmental receivable			<u>(5,078)</u>	
GAAP revenues			<u>\$ 141,804</u>	
Budgetary expenses			\$ 128,845	
Accounts payable			<u>(25,837)</u>	
GAAP expenses			<u>\$ 103,008</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DURAN FIRE DISTRICT
Year Ended June 30, 2009

	407			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 20,141	20,141	32,618	12,477
Intergovernmental revenue	42,632	42,632	42,668	36
Interest	10,000	10,000	677	(9,323)
Total revenues	<u>72,773</u>	<u>72,773</u>	<u>75,963</u>	<u>3,190</u>
Expenditures				
Public safety	100,081	100,081	9,893	90,188
Total expenditures	<u>100,081</u>	<u>100,081</u>	<u>9,893</u>	<u>90,188</u>
Excess (deficiency) of revenues over expenditures	<u>(27,308)</u>	<u>(27,308)</u>	<u>66,070</u>	<u>93,378</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(27,308)</u>	<u>(27,308)</u>	<u>66,070</u>	<u>93,378</u>
Prior year fund balance to balance the budget	<u>27,308</u>	<u>27,308</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 75,963	
Intergovernmental receivable			<u>(2,770)</u>	
GAAP revenues			<u>\$ 73,193</u>	
Budgetary expenses			\$ 9,893	
Accounts payable			<u>(5)</u>	
GAAP expenses			<u>\$ 9,888</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE MCINTOSH FIRE DISTRICT
Year Ended June 30, 2009

	408			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 18,462	18,462	29,597	11,135
Intergovernmental revenue	50,996	61,204	61,203	(1)
Interest	1,213	1,213	317	(896)
Total revenues	<u>70,671</u>	<u>80,879</u>	<u>91,117</u>	<u>10,238</u>
Expenditures				
Public safety	91,786	107,302	89,567	17,735
Total expenditures	<u>91,786</u>	<u>107,302</u>	<u>89,567</u>	<u>17,735</u>
Excess (deficiency) of revenues over expenditures	<u>(21,115)</u>	<u>(26,423)</u>	<u>1,550</u>	<u>27,973</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(21,115)</u>	<u>(26,423)</u>	<u>1,550</u>	<u>27,973</u>
Prior year fund balance to balance the budget	<u>21,115</u>	<u>26,423</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 91,117	
Intergovernmental receivable			<u>(2,075)</u>	
GAAP revenues			<u>\$ 89,042</u>	
Budgetary expenses			\$ 89,567	
Accounts payable			<u>8,108</u>	
GAAP expenses			<u>\$ 97,675</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE TORREON-TAJIQUE FIRE DISTRICT
Year Ended June 30, 2009

	409			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 20,141	20,141	32,618	12,477
Intergovernmental revenue	42,632	42,632	42,632	-
Interest	1,200	1,200	493	(707)
Total revenues	<u>63,973</u>	<u>63,973</u>	<u>75,743</u>	<u>11,770</u>
Expenditures				
Public safety	85,994	80,686	23,908	56,778
Total expenditures	<u>85,994</u>	<u>80,686</u>	<u>23,908</u>	<u>56,778</u>
Excess (deficiency) of revenues over expenditures	<u>(22,021)</u>	<u>(16,713)</u>	<u>51,835</u>	<u>68,548</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(22,021)</u>	<u>(16,713)</u>	<u>51,835</u>	<u>68,548</u>
Prior year fund balance to balance the budget	<u>22,021</u>	<u>16,713</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			<u>\$ 75,743</u>	
Intergovernmental receivable			<u>(2,770)</u>	
GAAP revenues			<u>\$ 72,973</u>	
Budgetary expenses			<u>\$ 23,908</u>	
Accounts payable			<u>18,777</u>	
GAAP expenses			<u>\$ 42,685</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE LAW ENFORCEMENT PROTECTION
Year Ended June 30, 2009

	410			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 24,800	24,800	24,800	-
Total revenues	24,800	24,800	24,800	-
Expenditures				
Public safety	24,800	24,800	24,619	181
Total expenditures	24,800	24,800	24,619	181
Excess (deficiency) of revenues over expenditures	-	-	181	181
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	181	181
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE FIRE POOL 1/4% TAX
Year Ended June 30, 2009

	411			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 16,784	16,784	27,182	10,398
Total revenues	16,784	16,784	27,182	10,398
Expenditures				
Public safety	16,784	16,784	11,278	5,506
Total expenditures	16,784	16,784	11,278	5,506
Excess (deficiency) of revenues over expenditures	-	-	15,904	15,904
Other Financing Sources (Uses)				
Operating transfers out	(18,600)	(18,600)	(18,600)	-
Total other financing sources (uses)	(18,600)	(18,600)	(18,600)	-
Net change in fund balance	(18,600)	(18,600)	(2,696)	15,904
Prior year fund balance to balance the budget	18,600	18,600		
	<u>\$ -</u>			
Budgetary revenues			\$ 27,182	
Intergovernmental receivable			(2,309)	
GAAP revenues			<u>\$ 24,873</u>	
Budgetary expenses			\$ 11,278	
Accounts payable			(1,718)	
GAAP expenses			<u>\$ 9,560</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE COUNTY FAIR BOARD
Year Ended June 30, 2009

	412			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 19,000	19,000	-	(19,000)
Total revenues	19,000	19,000	-	(19,000)
Expenditures				
Health and welfare	19,000	19,000	-	19,000
Total expenditures	19,000	19,000	-	19,000
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary Revenues			\$ -	
Intergovernmental receivable			-	
GAAP revenues			\$ -	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE FIRE DEPARTMENT ADMINISTRATION
Year Ended June 30, 2009

	413			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 57,214	57,214	57,214	-
Total revenues	57,214	57,214	57,214	-
Expenditures				
Public safety	63,096	63,096	48,013	15,083
Total expenditures	63,096	63,096	48,013	15,083
Excess (deficiency) of revenues over expenditures	(5,882)	(5,882)	9,201	15,083
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(5,882)	(5,882)	9,201	15,083
Prior year fund balance to balance the budget	5,882	5,882		
	<u>\$ -</u>	<u>-</u>		
Budgetary expenses			\$ 48,013	
Accounts payable			<u>(6,586)</u>	
GAAP expenses			<u>\$ 41,427</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE INDIGENT
Year Ended June 30, 2009

	414			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 309,722	309,722	226,003	(83,719)
Intergovernmental revenue	7,000	7,000	22,880	15,880
Total revenues	316,722	316,722	248,883	(67,839)
Expenditures				
Health and welfare	307,000	307,000	224,190	82,810
Total expenditures	307,000	307,000	224,190	82,810
Excess (deficiency) of revenues over expenditures	9,722	9,722	24,693	14,971
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	9,722	9,722	24,693	14,971
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 248,883	
Intergovernmental receivable			(10,707)	
GAAP revenues			\$ 238,176	
Budgetary expenses			\$ 224,190	
Accounts payable			(3,296)	
GAAP expenses			\$ 220,894	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE EMS
Year Ended June 30, 2009

	415			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 85,150	85,150	70,013	(15,137)
Total revenues	85,150	85,150	70,013	(15,137)
Expenditures				
Public safety	79,222	79,222	34,815	44,407
Total expenditures	79,222	79,222	34,815	44,407
Excess (deficiency) of revenues over expenditures	5,928	5,928	35,198	29,270
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	5,928	5,928	35,198	29,270
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 70,013	
Intergovernmental receivable			(1,175)	
GAAP revenues			\$ 68,838	
Budgetary expenses			\$ 34,815	
Accounts payable			(2,385)	
GAAP expenses			\$ 32,430	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE MATERNAL HEALTH CARE
Year Ended June 30, 2009

	418			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 235,333	235,333	68,683	(166,650)
Total revenues	235,333	235,333	68,683	(166,650)
Expenditures				
Health and welfare			-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	235,333	235,333	68,683	(166,650)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	235,333	235,333	68,683	(166,650)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ENVIRONMENTAL GROSS RECEIPTS TAX
Year Ended June 30, 2009

423				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 98,000	138,000	136,039	(1,961)
Total revenues	98,000	138,000	136,039	(1,961)
Expenditures				
Health and welfare	98,000	138,000	136,039	1,961
Total expenditures	98,000	138,000	136,039	1,961
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 136,039	
Intergovernmental receivable			(11,517)	
GAAP revenues			\$ 124,522	
Budgetary expenses			\$ 136,039	
Accounts payable			(13,182)	
GAAP expenses			\$ 122,857	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE WIPP FUNDING
Year Ended June 30, 2009

	427		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts			
	Original	Final		
Revenues				
Intergovernmental sources	\$ 7,000	7,000	7,000	-
Total revenues	7,000	7,000	7,000	-
Expenditures				
General government	25,600	25,600	-	25,600
Total expenditures	25,600	25,600	-	25,600
Excess (deficiency) of revenues over expenditures	(18,600)	(18,600)	7,000	25,600
Other Financing Sources (Uses)				
Operating transfers in	18,600	18,600	18,600	-
Total other financing sources (uses)	18,600	18,600	18,600	-
Net change in fund balance	-	-	25,600	25,600
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary expenses			\$ -	
Accounts payable			5,958	
GAAP expenses			\$ 5,958	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DISTRICT 3 VFD
Year Ended June 30, 2009

	428			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ -	-	13,966	13,966
Intergovernmental sources	62,899	62,899	60,579	(2,320)
Total revenues	62,899	62,899	74,545	11,646
Expenditures				
General government	-	-	6,383	(6,383)
Public safety	61,687	61,687	27,650	34,037
Total expenditures	61,687	61,687	34,033	27,654
Excess (deficiency) of revenues over expenditures	1,212	1,212	40,512	39,300
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	1,212	1,212	40,512	39,300
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary expenses			\$ 34,033	
Accounts payable			1,414	
GAAP expenses			\$ 35,447	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ANIMAL SHELTER
Year Ended June 30, 2009

	430			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
General government	1,127	1,127	-	1,127
Total expenditures	1,127	1,127	-	1,127
Excess (deficiency) of revenues over expenditures	(1,127)	(1,127)	-	1,127
Other Financing Sources (Uses)				
Operating transfers in	1,127	1,127	1,127	-
Total other financing sources (uses)	1,127	1,127	1,127	-
Net change in fund balance	-	-	<u>1,127</u>	<u>1,127</u>
Prior year fund balance to balance the budget	-	-		
	<u>\$ -</u>	<u>-</u>		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE SAFETY PROGRAM
Year Ended June 30, 2009

	600			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	899	899
Charges for services	11,700	15,200	12,349	(2,851)
Total revenues	11,700	15,200	13,248	(1,952)
Expenditures				
Health and welfare	11,700	15,200	14,249	951
Total expenditures	11,700	15,200	14,249	951
Excess (deficiency) of revenues over expenditures	-	-	(1,001)	(1,001)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(1,001)	(1,001)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary expenses			\$ 14,249	
Accounts payable			(383)	
GAAP expenses			\$ 13,866	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DWI PROGRAM
Year Ended June 30, 2009

	605			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 183,078	183,078	159,387	(23,691)
Total revenues	183,078	183,078	159,387	(23,691)
Expenditures				
Public safety	163,219	163,219	155,092	8,127
Total expenditures	163,219	163,219	155,092	8,127
Excess (deficiency) of revenues over expenditures	19,859	19,859	4,295	(15,564)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	19,859	19,859	4,295	(15,564)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 159,387	
Accounts receivable			15,794	
GAAP revenues			\$ 175,181	
Budgetary expenses			\$ 155,092	
Accounts payable			(47)	
Accrued payroll			260	
GAAP expenses			\$ 155,305	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ENERGY CONSERVATION
Year Ended June 30, 2009

	606			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
Public safety	12,242	12,242	-	12,242
Total expenditures	12,242	12,242	-	12,242
Excess (deficiency) of revenues over expenditures	(12,242)	(12,242)	-	12,242
Other Financing Sources (Uses)				
Operating transfers in	11,555	11,555	11,555	-
Total other financing sources (uses)	11,555	11,555	11,555	-
Net change in fund balance	(687)	(687)	11,555	12,242
Prior year fund balance to balance the budget	687	687		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE TREASURER'S FEE
Year Ended June 30, 2009

	609			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 8,000	8,000	6,097	(1,903)
Total revenues	8,000	8,000	6,097	(1,903)
Expenditures				
General government	10,570	17,900	17,900	-
Total expenditures	10,570	17,900	17,900	-
Excess (deficiency) of revenues over expenditures	(2,570)	(9,900)	(11,803)	(1,903)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(2,570)	(9,900)	(11,803)	(1,903)
Prior year fund balance to balance the budget	2,570	9,900		
	<u>\$ -</u>	<u>-</u>		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE REAPPRAISAL
Year Ended June 30, 2009

	610			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 73,100	73,100	71,191	(1,909)
Total revenues	73,100	73,100	71,191	(1,909)
Expenditures				
General government	168,582	168,582	90,316	78,266
Total expenditures	168,582	168,582	90,316	78,266
Excess (deficiency) of revenues over expenditures	(95,482)	(95,482)	(19,125)	76,357
Other Financing Sources (Uses)				
Operating transfers in	33,345	33,345	33,345	-
Total other financing sources (uses)	33,345	33,345	33,345	-
Net change in fund balance	(62,137)	(62,137)	14,220	76,357
Prior year fund balance to balance the budget	62,137	62,137		
	<u>\$ -</u>	<u>-</u>		
Budgetary expenses			\$ 90,316	
Accounts payable			<u>(2,977)</u>	
GAAP expenses			<u>\$ 87,339</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE CLERKS EQUIPMENT
Year Ended June 30, 2009

	612			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 23,000	23,000	21,811	(1,189)
Total revenues	23,000	23,000	21,811	(1,189)
Expenditures				
General government	25,000	25,000	22,089	2,911
Total expenditures	25,000	25,000	22,089	2,911
Excess (deficiency) of revenues over expenditures	(2,000)	(2,000)	(278)	1,722
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(2,000)	(2,000)	(278)	1,722
Prior year fund balance to balance the budget	2,000	2,000		
	<u>\$ -</u>	<u>-</u>		
Budgetary expenses			\$ 22,089	
Accounts payable			<u>(1,148)</u>	
GAAP expenses			<u>\$ 20,941</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE RPHCA GRANT
Year Ended June 30, 2009

616				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 130,000	130,000	120,000	(10,000)
Total revenues	130,000	130,000	120,000	(10,000)
Expenditures				
General government	130,000	130,000	110,000	20,000
Total expenditures	130,000	130,000	110,000	20,000
Excess (deficiency) of revenues over expenditures	-	-	10,000	10,000
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	10,000	10,000
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary expenses			\$ 110,000	
Accounts payable			10,000	
GAAP expenses			\$ 120,000	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE COUNTY INFRASTRUCTURE GRT
Year Ended June 30, 2009

	620			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 40,326	40,326	82,885	42,559
Total revenues	40,326	40,326	82,885	42,559
Expenditures				
General government	103,543	103,543	59,961	43,582
Total expenditures	103,543	103,543	59,961	43,582
Excess (deficiency) of revenues over expenditures	(63,217)	(63,217)	22,924	86,141
Other Financing Sources (Uses)				
Operating transfers out	-	-	(5,204)	(5,204)
Total other financing sources (uses)	-	-	(5,204)	(5,204)
Net change in fund balance	(63,217)	(63,217)	17,720	80,937
Prior year fund balance to balance the budget	63,217	63,217		
	\$ -	-		
Budgetary revenues			\$ 82,885	
Intergovernmental receivable			(10,751)	
GAAP revenues			\$ 72,134	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE CDBG
Year Ended June 30, 2009

	622			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 500,000	500,000	500,000	-
Total revenues	500,000	500,000	500,000	-
Expenditures				
General government	500,000	500,000	500,000	-
Total expenditures	500,000	500,000	500,000	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE COMMUNITY HEALTH IMPROVEMENT
Year Ended June 30, 2009

623

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 97,000	97,000	77,167	(19,833)
Total revenues	97,000	97,000	77,167	(19,833)
Expenditures				
Health and welfare	97,000	97,000	96,675	325
Total expenditures	97,000	97,000	96,675	325
Excess (deficiency) of revenues over expenditures	-	-	(19,508)	(19,508)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(19,508)	(19,508)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 77,167	
Intergovernmental receivable			19,883	
GAAP revenues			\$ 97,050	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE MEDICAID
Year Ended June 30, 2009

	624		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts			
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 25,000	36,000	35,131	(869)
Total revenues	25,000	36,000	35,131	(869)
Expenditures				
Health and welfare	25,000	36,000	35,975	25
Total expenditures	25,000	36,000	35,975	25
Excess (deficiency) of revenues over expenditures	-	-	(844)	(844)
Other Financing Sources (Uses)				
Operating transfers in			-	-
Operating transfers out			-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(844)	(844)
Prior year fund balance to balance the budget	-	-		
	<u>\$ -</u>	<u>-</u>		
			\$ 35,975	
Budgetary expenses			<u>1,393</u>	
Accounts payable				
GAAP expenses			<u>\$ 37,368</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE CHILDREN'S TRUST FUND GRANT
Year Ended June 30, 2009

	625			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 35,000	35,000	39,002	4,002
Total revenues	35,000	35,000	39,002	4,002
Expenditures				
Health and welfare	35,000	35,000	35,000	-
Total expenditures	35,000	35,000	35,000	-
Excess (deficiency) of revenues over expenditures	-	-	4,002	4,002
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	4,002	4,002
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ADOLESCENT PREGNANCY PREVENTION
Year Ended June 30, 2009

626

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 35,000	35,000	27,750	(7,250)
Total revenues	35,000	35,000	27,750	(7,250)
Expenditures				
Health and welfare	30,500	30,500	30,454	46
Total expenditures	30,500	30,500	30,454	46
Excess (deficiency) of revenues over expenditures	4,500	4,500	(2,704)	(7,204)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	4,500	4,500	(2,704)	(7,204)
Prior year fund balance to balance the budget	-	-		
	<u>\$ 4,500</u>	<u>4,500</u>		
Budgetary revenues			\$ 27,750	
Intergovernmental receivable			<u>2,750</u>	
GAAP revenues			<u>\$ 30,500</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE SAFETY NET
Year Ended June 30, 2009

	627			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,500	8,500	250	(8,250)
Total revenues	1,500	8,500	250	(8,250)
Expenditures				
Public safety	1,500	8,500	8,500	-
Total expenditures	1,500	8,500	8,500	-
Excess (deficiency) of revenues over expenditures	-	-	(8,250)	(8,250)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(8,250)	(8,250)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE NMCADV
Year Ended June 30, 2009

	628			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	20,000	-	(20,000)
Total revenues	-	20,000	-	(20,000)
Expenditures				
General government	-	20,000	17,860	2,140
Total expenditures	-	20,000	17,860	2,140
Excess (deficiency) of revenues over expenditures	-	-	(17,860)	(17,860)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(17,860)	(17,860)
Prior year fund balance to balance the budget	-	-		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ -	
Intergovernmental receivable			<u>20,000</u>	
GAAP revenues			<u>\$ 20,000</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ESPERANZA CLINIC
Year Ended June 30, 2009

	630			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 1,200	1,200	800	(400)
Total revenues	1,200	1,200	800	(400)
Expenditures				
Health and welfare	5,106	5,106	-	5,106
Total expenditures	5,106	5,106	-	5,106
Excess (deficiency) of revenues over expenditures	(3,906)	(3,906)	800	4,706
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(3,906)	(3,906)	800	4,706
Prior year fund balance to balance the budget	3,906	3,906		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE SENIOR CITIZENS PROGRAM
Year Ended June 30, 2009

	631			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	-	6,869	6,869
Total revenues	-	-	6,869	6,869
Expenditures				
General government	-	-	-	-
Total expenditures	-	-	-	-
Excess of revenues over expenditures	-	-	6,869	6,869
Other Financing Sources (Uses)				
Operating transfers in			-	-
Operating transfers out			-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	6,869	6,869
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE RODEO GRANT
Year Ended June 30, 2009

	632			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 55,288	55,288	2,858	(52,430)
Total revenues	55,288	55,288	2,858	(52,430)
Expenditures				
Culture and recreation	55,963	55,963	55,942	21
Total expenditures	55,963	55,963	55,942	21
Excess (deficiency) of revenues over expenditures	(675)	(675)	(53,084)	(52,409)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(675)	(675)	(53,084)	(52,409)
Prior year fund balance to balance the budget	675	675		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 2,858	
Intergovernmental receivable			50,430	
GAAP revenues			<u>\$ 53,288</u>	
Budgetary expenses			\$ 55,942	
Accounts payable			(30,387)	
GAAP expenses			<u>\$ 25,555</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE COURT FORFEITURE
Year Ended June 30, 2009

	634			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 4,500	4,500	-	(4,500)
Total revenues	4,500	4,500	-	(4,500)
Expenditures				
Public safety	4,500	4,500	-	4,500
Total expenditures	4,500	4,500	-	4,500
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ESTANCIA BASIN WATER STUDY
Year Ended June 30, 2009

	650			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 29,986	29,986	35,296	5,310
Total revenues	29,986	29,986	35,296	5,310
Expenditures				
General governmental	33,279	33,279	7,518	25,761
Total expenditures	33,279	33,279	7,518	25,761
Excess (deficiency) of revenues over expenditures	(3,293)	(3,293)	27,778	31,071
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(3,293)	(3,293)	27,778	31,071
Prior year fund balance to balance the budget	3,293	3,293		
	<u>\$ -</u>	<u>-</u>		
Budgetary expenses			\$ 7,518	
Accounts payable			(35)	
GAAP expenses			<u>\$ 7,483</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE RURAL ADDRESSING
Year Ended June 30, 2009

	675			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 27,848	27,848	30,619	2,771
Total revenues	27,848	27,848	30,619	2,771
Expenditures				
General government	85,126	85,126	62,451	22,675
Total expenditures	85,126	85,126	62,451	22,675
Excess (deficiency) of revenues over expenditures	(57,278)	(57,278)	(31,832)	25,446
Other Financing Sources (Uses)				
Operating transfers in	49,952	49,952	49,952	-
Total other financing sources (uses)	49,952	49,952	49,952	-
Net change in fund balance	(7,326)	(7,326)	18,120	25,446
Prior year fund balance to balance the budget	7,326	7,326		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 30,619	
Intergovernmental receivable			<u>(1,175)</u>	
GAAP revenues			\$ 29,444	
Budgetary expenses			\$ 62,451	
Accounts payable			<u>(275)</u>	
GAAP expenses			\$ 62,176	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE PLANNING AND ZONING COURT FEES
Year Ended June 30, 2009

	685			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 9,800	9,800	11,200	1,400
Total revenues	9,800	9,800	11,200	1,400
Expenditures				
General government	10,968	10,968	9,605	1,363
Total expenditures	10,968	10,968	9,605	1,363
Excess (deficiency) of revenues over expenditures	(1,168)	(1,168)	1,595	2,763
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(1,168)	(1,168)	1,595	2,763
Prior year fund balance to balance the budget	1,168	1,168		
	\$ -	-		
Budgetary expenses			\$ 9,605	
Accounts payable			858	
GAAP expenses			\$ 10,463	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DOMESTIC VIOLENCE
Year Ended June 30, 2009

	690			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 111,292	116,292	116,439	147
Total revenues	111,292	116,292	116,439	147
Expenditures				
General government	98,999	103,999	99,401	4,598
Total expenditures	98,999	103,999	99,401	4,598
Excess (deficiency) of revenues over expenditures	12,293	12,293	17,038	4,745
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	12,293	12,293	17,038	4,745
Prior year fund balance to balance the budget	-	-		
	\$ 12,293	12,293		
Budgetary expenses			\$ 99,401	
Accounts payable			(865)	
Accrued payroll			138	
GAAP expenses			\$ 98,674	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DV VICTIM RESTITUTION
Year Ended June 30, 2009

	691			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 1,500	14,517	13,923	(594)
Total revenues	1,500	14,517	13,923	(594)
Expenditures				
Health and welfare	7,983	21,000	18,650	2,350
Total expenditures	7,983	21,000	18,650	2,350
Excess (deficiency) of revenues over expenditures	(6,483)	(6,483)	(4,727)	1,756
Other Financing Sources (Uses)				
Operating transfers in	6,483	6,483	-	(6,483)
Operating transfers out			-	-
Total other financing sources (uses)	6,483	6,483	-	(6,483)
Net change in fund balance	-	-	(4,727)	(4,727)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary expenses			\$ 18,650	
Accounts payable			5,097	
GAAP expenses			\$ 23,747	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DOMESTIC VIOLENCE COURT FEES
Year Ended June 30, 2009

	692			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 6,200	6,200	3,563	(2,637)
Total revenues	6,200	6,200	3,563	(2,637)
Expenditures				
General government	19,000	19,000	2,836	16,164
Total expenditures	19,000	19,000	2,836	16,164
Excess (deficiency) of revenues over expenditures	(12,800)	(12,800)	727	13,527
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(12,800)	(12,800)	727	13,527
Prior year fund balance to balance the budget	12,800	12,800		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE TITLE III FOREST RESERVE
Year Ended June 30, 2009

	693			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	30,139	30,139
Total revenues	-	-	30,139	30,139
Expenditures				
General government	9,833	9,833	-	9,833
Total expenditures	9,833	9,833	-	9,833
Excess (deficiency) of revenues over expenditures	(9,833)	(9,833)	30,139	39,972
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing source (uses)	-	-	-	-
Net change in fund balance	(9,833)	(9,833)	30,139	39,972
Prior year fund balance to balance the budget	9,833	9,833		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE UHP 2002
Year Ended June 30, 2009

	801			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
General government	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE UNIVERSAL HIRING
Year Ended June 30, 2009

	802			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
General government	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DRUG EDUCATION PROGRAM
Year Ended June 30, 2009

	804			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 15,000	15,000	15,336	336
Total revenues	15,000	15,000	15,336	336
Expenditures				
Health and welfare	55,300	55,300	13,014	42,286
Total expenditures	55,300	55,300	13,014	42,286
Excess (deficiency) of revenues over expenditures	(40,300)	(40,300)	2,322	42,622
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(40,300)	(40,300)	2,322	42,622
Prior year fund balance to balance the budget	40,300	40,300		
	<u>\$ -</u>	<u>-</u>		
Budgetary expenses			\$ 13,014	
Accounts payable			<u>(569)</u>	
GAAP expenses			<u>\$ 12,445</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE TRAFFIC SAFETY
Year Ended June 30, 2009

	805			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 11,140	21,140	8,266	(12,874)
Total revenues	11,140	21,140	8,266	(12,874)
Expenditures				
Public safety	9,346	19,346	18,042	1,304
Total expenditures	9,346	19,346	18,042	1,304
Excess (deficiency) of revenues over expenditures	1,794	1,794	(9,776)	(11,570)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	1,794	1,794	(9,776)	(11,570)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 8,266	
Intergovernmental receivable			2,991	
GAAP revenues			\$ 11,257	
Budgetary expenses			\$ 18,042	
Accounts payable			(927)	
GAAP expenses			\$ 17,115	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE FOREST SERVICE PATROL
Year Ended June 30, 2009

	808			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 11,657	11,657	-	(11,657)
Total revenues	11,657	11,657	-	(11,657)
Expenditures				
Public safety	10,200	10,200	4,333	5,867
Total expenditures	10,200	10,200	4,333	5,867
Excess (deficiency) of revenues over expenditures	1,457	1,457	(4,333)	(5,790)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	1,457	1,457	(4,333)	(5,790)
Prior year fund balance to balance the budget	-	-		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ -	
Intergovernmental receivable			5,654	
GAAP revenues			<u>\$ 5,654</u>	
Budgetary expenses			\$ 4,333	
Accounts payable			402	
GAAP expenses			<u>\$ 4,735</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE BULLETPROOF VEST
Year Ended June 30, 2009

	809			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 1,200	1,200	-	(1,200)
Total revenues	1,200	1,200	-	(1,200)
Expenditures				
Public safety	1,200	1,200	990	210
Total expenditures	1,200	1,200	990	210
Excess (deficiency) of revenues over expenditures	-	-	(990)	(990)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(990)	(990)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE UNDERAGE DRINKING GRANT
Year Ended June 30, 2009

	811			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	500	-	(500)
Total revenues	-	500	-	(500)
Expenditures				
Health and welfare	-	500	497	3
Total expenditures	-	500	497	3
Excess (deficiency) of revenues over expenditures	-	-	(497)	(497)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(497)	(497)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE TANF TRANSPORTATION
Year Ended June 30, 2009

	815			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 28,000	28,000	24,835	(3,165)
Total revenues	28,000	28,000	24,835	(3,165)
Expenditures				
General government	28,000	28,000	27,971	29
Total expenditures	28,000	28,000	27,971	29
Excess (deficiency) of revenues over expenditures	-	-	(3,136)	(3,136)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(3,136)	(3,136)
Prior year fund balance to balance the budget	-	-		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 24,835	
Intergovernmental receivable			5,519	
GAAP revenues			<u>\$ 30,354</u>	
Budgetary expenses			\$ 27,971	
Accounts payable			14,344	
GAAP expenses			<u>\$ 42,315</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE JARC TRANSPORTATION
Year Ended June 30, 2009

	816			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 23,100	23,100	18,517	(4,583)
Total revenues	23,100	23,100	18,517	(4,583)
Expenditures				
General government	23,100	23,100	21,726	1,374
Total expenditures	23,100	23,100	21,726	1,374
Excess (deficiency) of revenues over expenditures	-	-	(3,209)	(3,209)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(3,209)	(3,209)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 18,517	
Intergovernmental receivable			1,882	
GAAP revenues			\$ 20,399	
Budgetary expenses			\$ 21,726	
Accounts payable			15,062	
GAAP expenses			\$ 36,788	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DRUG FREE COMMUNITIES
Year Ended June 30, 2009

	817			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 25,378	131,088	106,058	(25,030)
Total revenues	25,378	131,088	106,058	(25,030)
Expenditures				
Health and welfare	25,378	131,088	130,724	364
Total expenditures	25,378	131,088	130,724	364
Excess (deficiency) of revenues over expenditures	-	-	(24,666)	(24,666)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(24,666)	(24,666)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE TRANSPORTATION
Year Ended June 30, 2009

	818			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 11,772	311,152	139,942	(171,210)
Total revenues	11,772	311,152	139,942	(171,210)
Expenditures				
General government	11,772	311,152	307,603	3,549
Total expenditures	11,772	311,152	307,603	3,549
Excess (deficiency) of revenues over expenditures	-	-	(167,661)	(167,661)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(167,661)	(167,661)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary expenses			\$ 307,603	
Accounts payable			25,610	
GAAP expenses			\$ 333,213	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE NM PRIMARY CARE ASSOCIATION
Year Ended June 30, 2009

	819		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts			
	Original	Final		
Revenues				
Charges for services	\$ 47,533	47,533	25,332	(22,201)
Total revenues	47,533	47,533	25,332	(22,201)
Expenditures				
Health and welfare	47,533	47,533	41,212	6,321
Total expenditures	47,533	47,533	41,212	6,321
Excess (deficiency) of revenues over expenditures	-	-	(15,880)	(15,880)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(15,880)	(15,880)
Prior year fund balance to balance the budget	-	-		
	\$ -	-		
Budgetary revenues			\$ 25,332	
Intergovernmental receivable			15,917	
GAAP revenues			\$ 41,249	
Budgetary expenses			\$ 41,212	
Accounts payable			3,378	
GAAP expenses			\$ 44,590	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE FM RADIO STATION
Year Ended June 30, 2009

	820			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ -	9,000	1,971	(7,029)
Total revenues	-	9,000	1,971	(7,029)
Expenditures				
General government	15,000	24,000	14,673	9,327
Total expenditures	15,000	24,000	14,673	9,327
Excess (deficiency) of revenues over expenditures	(15,000)	(15,000)	(12,702)	2,298
Other Financing Sources (Uses)				
Operating transfers in	15,000	15,000	15,000	-
Total other financing sources (uses)	15,000	15,000	15,000	-
Net change in fund balance	-	-	2,298	2,298
Prior year fund balance to balance the budget	-	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE EMERGENCY 911
Year Ended June 30, 2009

	911			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 359,352	359,352	442,896	83,544
Intergovernmental revenue	7,500	7,500	107,710	100,210
Interest	3,200	3,200	-	(3,200)
Charges for services	105,335	105,335	291	(105,044)
Total revenues	<u>475,387</u>	<u>475,387</u>	<u>550,897</u>	<u>75,510</u>
Expenditures				
Public safety	732,667	727,067	657,295	69,772
Total expenditures	<u>732,667</u>	<u>727,067</u>	<u>657,295</u>	<u>69,772</u>
Excess (deficiency) of revenues over expenditures	<u>(257,280)</u>	<u>(251,680)</u>	<u>(106,398)</u>	<u>145,282</u>
Other Financing Sources (Uses)				
Operating transfers in	220,441	220,441	220,441	-
Operating transfers out	-	-	(5,600)	(5,600)
Total other financing sources (uses)	<u>220,441</u>	<u>220,441</u>	<u>214,841</u>	<u>(5,600)</u>
Net change in fund balance	<u>(36,839)</u>	<u>(31,239)</u>	<u>108,443</u>	<u>139,682</u>
Prior year fund balance to balance the budget	<u>36,839</u>	<u>31,239</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 550,897	
Intergovernmental receivable			(19,495)	
GAAP revenues			<u>\$ 531,402</u>	
Budgetary expenses			\$ 657,295	
Accounts payable			8,428	
Accrued payroll			(2,674)	
GAAP expenses			<u>\$ 663,049</u>	

DEBT SERVICE FUND

Debt Service Fund – This fund accounts for property tax revenues collected to pay off the current year's debt service on the general obligation bonds of the County.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
DEBT SERVICE FUND
Year Ended June 30, 2009

	562			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 313,380	313,380	374,274	60,894
Total revenues	313,380	313,380	374,274	60,894
Expenditures				
Debt service	431,816	437,416	426,407	11,009
Capital outlay	-	360,772	360,772	-
Total expenditures	431,816	798,188	787,179	11,009
Excess (deficiency) of revenues over expenditures	(118,436)	(484,808)	(412,905)	71,903
Other Financing Sources (Uses)				
Loan proceeds	-	360,772	360,772	-
Operating transfers in	-	-	5,600	5,600
Total other financing sources (uses)	-	360,772	366,372	5,600
Net change in fund balance	(118,436)	(124,036)	(46,533)	77,503
Prior year fund balance to balance the budget	118,436	124,036		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 374,274	
Intergovernmental receivable			<u>(891)</u>	
GAAP revenues			<u>\$ 373,383</u>	

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition, construction and repair of major capital assets.

Judicial Complex - To account for resources from general obligations bonds issued for the purpose of improving a necessary site for and acquiring, constructing, furnishing, and equipping a new county courthouse.

Legislative Appropriations - To account for resources received from State of New Mexico Legislative Appropriations for the acquisition of capital assets for Torrance County. This was authorized by the legislation involved.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
CAPITAL PROJECTS G.O. BOND JUDICIAL COMPLEX
Year Ended June 30, 2009

	424			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Interest	\$ -	113	513	400
Total revenues	-	113	513	400
Expenditures				
General government	-	15,500	15,481	19
Total expenditures	-	15,500	15,481	19
Excess (deficiency) of revenues over expenditures	-	(15,387)	(14,968)	419
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	(15,387)	(14,968)	419
Prior year fund balance to balance the budget	-	15,387		
	<u>\$ -</u>	<u>-</u>		
Budgetary expenses			\$ 15,481	
Accounts payable			(15,386)	
GAAP expenses			<u>\$ 95</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
CAPITAL PROJECTS LEGISLATIVE APPROPRIATIONS
Year Ended June 30, 2009

	803			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 938,102	940,302	731,670	(208,632)
Total revenues	938,102	940,302	731,670	(208,632)
Expenditures				
General government	-	-	2,200	(2,200)
Capital outlay	781,218	783,418	698,987	84,431
Total expenditures	781,218	783,418	701,187	82,231
Excess (deficiency) of revenues over expenditures	156,884	156,884	30,483	(126,401)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	156,884	156,884	30,483	(126,401)
Prior year fund balance to balance the budget	-	-		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 731,670	
Accounts receivable			(54,397)	
GAAP revenues			<u>\$ 677,273</u>	
Budgetary expenses			\$ 701,187	
Accounts payable			(219,149)	
GAAP expenses			<u>\$ 482,038</u>	

AGENCY FUNDS

Agency funds are used to account for assets held by the County as an agent for other governments and/or other funds.

Children's Trust Fund - To account for a \$15.00 fee collected by the County Clerk for issuing, acknowledging and recording a marriage license and marriage certificate in accordance with Section 40-1-11E, NMSA 1978. The \$15.00 fee shall be remitted by the County Treasurer to the State Treasurer within 15 days of the last day of each month for credit to the Children's Trust Fund.

Undistributed Taxes - To account for property taxes collected by the County Treasurer and distributed to other governmental units in accordance with Section 7-38-43, NMSA 1978.

Overpayment of Taxes 7-38-38 - To account for the overpayment of property taxes in accordance with Section 7-38-38B NMSA 1978. The fund is used to account for excess property taxes paid until a refund can be made to the taxpayer.

Taxes Paid in Advance - To account for the prepayment of property taxes in accordance with Section 7-38-38.2 NMSA 1978, which are not legally due.

Cost to State/Penalty and Interest - To account for costs collected for the State of New Mexico and for penalty and interest on delinquent taxes collected for the State.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS
Year Ended June 30, 2009**

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
CHILDREN'S TRUST FUND				
Assets				
Due from other governmental units	\$ 612	1,749	1,749	612
Liabilities				
Deposits held in trust for others	\$ 612	1,749	1,749	612
UNDISTRIBUTED TAXES				
Assets				
Property tax receivable	\$ 1,055,767	4,251,041	3,805,178	1,501,630
Due from other governmental units	67,706	3,101,829	3,153,237	16,298
	\$ 1,123,473	7,352,870	6,958,415	1,517,928
Liabilities				
Due to other governmental units	\$ 1,055,767	4,251,041	3,805,178	1,501,630
Deposits held in trust for others	67,706	3,101,829	3,153,237	16,298
	\$ 1,123,473	7,352,870	6,958,415	1,517,928
OVERPAYMENT OF TAXES				
Assets				
Due from other governmental units	\$ 2,885	23,856	23,433	3,308
Liabilities				
Deposits held in trust for others	\$ 2,885	23,856	23,433	3,308
TAXES PAID IN ADVANCE				
Assets				
Due from other governmental units	\$ 11,483	-	443	11,040
Liabilities				
Deposits held in trust for others	\$ 11,483	-	443	11,040

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS (CONTINUED)
Year Ended June 30, 2009**

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
PENALTY AND INTEREST				
Assets				
Due from other governmental units	\$ 8,611	42,167	57,497	(6,719)
Liabilities				
Deposits held for others	\$ 8,611	42,167	57,497	(6,719)
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets				
Property tax receivable	\$ 1,055,767	4,251,041	3,805,178	1,501,630
Due from other governmental unit	91,297	3,169,601	3,236,359	24,539
Total assets	\$ 1,147,064	7,420,642	7,041,537	1,526,169
Liabilities				
Due to other governmental units	\$ 1,055,767	4,251,041	3,805,178	1,501,630
Deposits held for others	91,297	3,169,601	3,236,359	24,539
Total liabilities	\$ 1,147,064	7,420,642	7,041,537	1,526,169

SUPPLEMENTARY INFORMATION

**COUNTY OF TORRANCE
 SCHEDULE OF JOINT POWERS AGREEMENTS
 Year Ended June 30, 2009**

Joint Power Agreement	Participants	Responsible Party	Description	Beginning and Ending Dates	Total Estimated Project Amount and Amount Applicable to County	Amount Contributed by County During Fiscal Year	Audit Responsibility	Fiscal agent and Responsible Reporting Entity
Estancia Valley Solid Waste Authority	County of Torrance, City of Moriarty, Town of Estancia and Mountianair, Village of Willard and Encino	Estancia Valley Solid Waste Authority	Coordinate solid waste resources in the area	When parties decide	Unknown	\$ 136,039	Estancia Valley Solid Waste Authority	N/A
Estancia Valley Regional Animal Shelter	County of Torrance, City of Moriarty, Town of Estancia, Edgewood	Estancia Valley Regional Animal Shelter Board	Animal shelter facilities	When parties decide	Unknown	\$ 79,327	County of Torrance	County of Torrance
City of Moriarty Maintenance of Roads and Streets	City of Moriarty, County of Torrance	City of Moriarty	Assist the City of Moriarty in repairing roads and streets	Nov-04 Dec-09	Unknown	\$ -	County of Torrance	County of Torrance
911 Dispatch Services	City of Moriarty, Town of Estancia, Town of Mountainair, Villiage of Willard and Torrance County	Torrance County	Provide 911 dispatch services for municipalities	Jul-08 Jun-09	\$228,110	\$ 663,337	County of Torrance	County of Torrance

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF DEPOSIT ACCOUNTS
June 30, 2009

<u>Depository</u>	<u>Account Name</u>	<u>Type</u>	<u>Depository Balance</u>	<u>Reconciled Balance</u>
Wells Fargo Bank	Checking	Checking	\$ 1,857,744	1,738,768
Petty cash			300	300
Total deposit accounts			<u>1,858,044</u>	<u>1,739,068</u>
New Mexico Treasury	Investment	Investment	<u>975,300</u>	<u>975,300</u>
Total investment accounts			<u>975,300</u>	<u>975,300</u>
Total deposit and investment accounts			<u>\$ 2,833,344</u>	<u>2,714,368</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF PLEDGED COLLATERAL
June 30, 2009**

The following is a description of cash on deposit by financial institution and related pledged collateral at June 30, 2009.

	<u>Wells Fargo Bank</u>
Deposits at June 30, 2008	\$ 1,857,744
Less: FDIC coverage	<u>250,000</u>
Uninsured and uncollateralized	<u>\$ 1,607,744</u>
50% pledged collateral requirement per statute	<u>\$ 803,872</u>

Pledged collateral at June 30, 2008 consists of the following:

Security - Location	CUSIP	Maturity	Rate	Face	Market Value
FNIONP256327 - WF California	31371mvu8	7/1/36	6.00%	\$ 800,000	545,654
FNIONP256327 - WF California	31371mvu8	7/1/36	6.00%	600,000	<u>409,240</u>
Total pledged collateral					<u>954,894</u>
Amount over requirement					<u>\$ 151,022</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
LEGISLATIVE APPROPRIATIONS
June 30, 2009**

<u>Project Title</u>	<u>Award</u>	<u>Balance</u>		<u>Expenditures</u>	
		<u>June 30, 2009</u>	<u>Term</u>	<u>FY 09</u>	
Hope Medical Clinic Building	\$ 60,000	\$ 6,339	10/06-6/10	\$	13,452
Mountainair medical building	45,000	3,324	10/6-6/10		4,720
Torreón land grant	50,000	1,312	10/6-6/10		15,724
Manzano Park land grant	30,000	25,493	6/07-6/11		-
Manzano Park land grant #2	50,000	2,149	6/07-6/09		3,146
Multiuse trail system Mora - Estancia	25,000	25,000	6/07-6/11		-
County clerk equipment	50,000	-	6/07-6/09		49,800
Sheriff dept vehicles	75,000	-	6/07-6/09		-
Resident transportation vehicle	40,000	-	6/07-6/09		-
McIntosh fire dept substation	50,000	-	6/07-6/11		-
Animal shelter equipment improv.	10,000	-	7/08-6/12		10,000
Road department equip/vehicles	50,000	-	7/08-6/10		50,000
Sheriffs dept IT equipment	19,000	252	7/08-6/10		18,748
Voting machine storage building	50,000	-	7/08-6/11		41,000
Estancia health clinic	120,000	84,096	7/08-6/12		35,904
Judicial buildings	250,000	9,810	8/08-6/12		240,190

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2009

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass Thru/ Grant Number	Federal Expenditures
U.S. Department of Agriculture			
Forest Reserve - Title I	10.664	None	\$ 128,090
Total U.S. Department of Agriculture			<u>128,090</u>
U.S. Department of Health and Human Services			
Passed through New Mexico Department of Health:			
Drug-Free Communities	93.000	5H79SP011727-05	113,495
Temporary Assistance for Needy Families (TANF)	93.558	None	45,791
Passed through NM Voices for Children and NM Primary Care Association:			
Covering Kids	93.000	MEP07-0801	<u>30,123</u>
Total U.S. Department of Health and Human Services			<u>189,409</u>
U.S. Department of Homeland Security			
Passed through New Mexico Department of Public Safety:			
Homeland Security FY04	97.067	2004-GE-T4-0005	71,750
Homeland Security FY05	97.067	2005-GE-T5-0012	22,389
Homeland Security FY06	97.067	2006-GE-T6-0064	49,930
Homeland Security FY07	97.067	2007-GE-T7-0023	15,348
FEMA - Disaster Grant Public Assistance (Presidentially Declared Disaster)	97.036	1659	<u>1,177,466</u>
Total U.S. Department of Homeland Security			<u>1,336,883</u>
U.S Department of Housing and Urban Development			
Passed through NM Department of Finance and Administration:			
Community Development Block Grant	14.228	08-C-RS-I	<u>500,000</u>
Total U.S. Department of Housing and Urban Development			<u>500,000</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2009**

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass Thru/ Grant Number	Federal Expenditures
U.S Department of Transportation			
Passed through NM State Highway and Transportation Department:			
Job Access and Reverse Commute (JARC)	20.516	M00679	\$ 21,489
Section 5311 Transportation Program	20.509	M00721	<u>266,934</u>
Total U.S. Department of Transportation			<u>288,423</u>
Total expenditures of federal awards			<u><u>\$ 2,442,805</u></u>

NOTE 1.

Expenditures are presented on the accrual basis of accounting and in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

NOTE 2.

The County did not receive any noncash assistance. It also did not have any subrecipients.

OTHER REPORTS

Ricci & Company LLC

CERTIFIED PUBLIC ACCOUNTANTS
6200 UPTOWN BLVD. NE - SUITE 400
ALBUQUERQUE, NM 87110

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*

Mr. Hector H. Balderas, State Auditor
and
To the Honorable Members of the Board of County Commissioners
County of Torrance
Estancia, New Mexico

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of the State of New Mexico, County of Torrance (County) and have issued our report thereon dated November 2, 2010. 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.

Internal Control Over Financial Reporting

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

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

Mr. Hector H. Balderas, State Auditor and
To the Honorable Members of the Board of County Commissioners
County of Torrance
Estancia, New Mexico

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 significant 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 consider the deficiencies described in the accompanying schedule of findings and questioned costs to be a material weakness. Items 03-03 and 09-01.

A significant deficiency is a deficiency, or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be a significant deficiencies. Items 08-01, 08-06, and 09-02.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also noted certain other matters that are required to be reported pursuant to *Government Auditing Standards* paragraphs 5.14 and 5.16 and pursuant to Section 12-6-5 NMSA, 1978, which are described in the accompanying Schedule of Findings and Questioned Costs as Items 02-04, 05-01, 07-01, and 07-02.

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

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

Ricci & Company, LLC

Albuquerque, New Mexico
November 2, 2010

Ricci & Company LLC

CERTIFIED PUBLIC ACCOUNTANTS
6200 UPTOWN BLVD. NE - SUITE 400
ALBUQUERQUE, NM 87110

Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with *OMB Circular A-133*

Mr. Hector H. Balderas, State Auditor
and
To the Honorable Members of the Board of County Commissioners
County of Torrance
Estancia, New Mexico

Compliance

We have audited the compliance of the State of New Mexico, County of Torrance (County) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2009. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

Mr. Hector H. Balderas, State Auditor
and
To the Honorable Members of the Board of County Commissioners
County of Torrance
Estancia, New Mexico

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2009. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as Items 07-02, 08-03, and 08-04.

Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified a deficiency in internal control over compliance that we consider to be a material weakness.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as Item 03-03 to be a material weakness.

Mr. Hector H. Balderas, State Auditor
and
To the Honorable Members of the Board of County Commissioners
County of Torrance
Estancia, New Mexico

The County's responses to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the County's response and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the County Commission members, the management of the County, the State of New Mexico Office of the State Auditor, the federal awarding agencies, and pass-through entities, and it not intended to be and should not be used by anyone other than these specified parties.

Ricci & Company, LLC

Albuquerque, New Mexico
November 2, 2010

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued

Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes None Reported

Non-compliance material to financial statements noted?

Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be material weakness(es) Yes None reported

Type of auditor's report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

Yes No

Identification of Major Program

CFDA Number Name of Federal Program or Cluster

97.036 US Department of Homeland Security -
 FEMA – Disaster Grant Public Assistance (Presidentially Declared Disaster)

14.228 US Department of Housing and Urban Development
 Community Development Block Grant

Dollar threshold used to distinguish between Type A and Type B programs

\$ 300,000

Auditee qualified as low-risk auditee?

Yes No

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

02-04 COUNTY TREASURER'S PROPERTY TAX SCHEDULE

CONDITION

The County Treasurer, after much effort, has been able to obtain the detailed data required to provide a property tax schedule that conforms to the State Auditor's Rule 2.2.2.12D(2). However, it was determined that the information is located in several reports and is a burdensome process to create the initial schedule. Due to the timing of finishing the June 30, 2009 report, it was determined that the County would complete the initial schedule for June 30, 2010 financial report. The County estimates it will take about 4 weeks to complete the report.

CRITERIA

State Auditor's Rule 2.2.2.12D(2) required a property tax schedule providing detailed information on taxes assessed and collected by tax year by entity for the past 10 years.

EFFECT

The County Treasurer was not in compliance with Rule 2.2.2.12D(2).

CAUSE

The time required to bring the initial schedule together was too great to enable the June 2009 financial report to be completed.

RECOMMENDATION

Since the County has determined the schedule would be completed for the June 30, 2010 report, we recommend the County execute all measures necessary to ensure the schedule is completed in October 2010 and included in the June 30, 2010 report.

MANAGEMENT RESPONSE

The County Treasurer continues to work with the software administrators to compile required data.

03-03 GRANTS MANAGEMENT

Please see Section "C. FINDINGS – FEDERAL AWARD FINDINGS" for details on this finding.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)

05-01 NEGATIVE FUND BALANCES IN FUNDS

CONDITION

The County had 13 Special Revenue Funds and 1 Capital Projects Fund with negative fund balances at June 30, 2009. The funds and negative balances are as follows:

Special Revenue:

Civil Defense	\$	349,996	Maternal Health Care	\$	166,648
Medicaid		2,237	Safety Net		8,250
DV Victims Restitution		9,824	Traffic Safety		8,783
Forest Service Patrol		630	Bulletproof Vest		830
TANF Transportation		11,961	JARC Transportation		16,389
Drug Free Communities		24,666	Transportation		193,271
NM Primary Care Association		3,341			

Capital Projects:

Legislative Appropriations		144,001
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CRITERIA

While many entities in the State of New Mexico have Special Revenue Funds which operate with a negative cash balance while awaiting grant reimbursements, a negative fund balance indicates reimbursements may not be available.

EFFECT

These funds are depending on cash balances from other funds to continue.

CAUSE

Grant expenditures and receivables could be more closely monitored.

RECOMMENDATION

The County should establish procedures to ensure that grant expenditures are properly reimbursed.

MANAGEMENT RESPONSE

The County has established procedures to ensure that grant expenditures are properly reimbursed and reporting requirements are met. The County has funded a full-time Grant Administrator who is responsible for overseeing all grant reimbursements and reports.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-01 LATE AUDIT REPORT

CONDITION

The audit report for the fiscal year ended June 30, 2009 was not filed timely by November 15, 2009 as required.

CRITERIA

The due date of November 15, 2009 is established in Section 2.2.2.9 NMAC of the 2009 State Auditor Rule.

EFFECT

The report was not made available on a timely basis for use by the Legislature, the administration, or by other users.

CAUSE

Due to the timing of the June 30, 2007 audit, submitted on November 13, 2009, the majority of the procedures related to the June 30, 2008 and 2009 audits were unable to be completed until after that date.

RECOMMENDATION

Future audit reports should be filed timely as possible.

MANAGEMENT RESPONSE

The County is working diligently to catch up on audit reports.

07-02 FILING OF DATA COLLECTION FORM

Please see Section "C. FINDINGS – FEDERAL AWARD FINDINGS" for details on this finding.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)

08-01 PROPERTY TAX FINDING – NO PROOF OF EXEMPTION

CONDITION

During property tax internal control test work, we noted 5 out of 5 property tax assessments with head of household or veteran exemptions applied, without backup support for the exemption.

CRITERIA

County exemption records should be complete in order to ensure that residents are charged accurate taxes and that the County collects the appropriate amount.

EFFECT

The County may be underbilling or overbilling residents, therefore, collecting the incorrect amount of property taxes.

CAUSE

There is a lack of internal controls surrounding property tax records and exemption forms.

RECOMMENDATION

We recommend that the County develop policies and procedures, including reviews, to ensure that property tax exemptions are properly recorded in the computer system and maintained in a records file.

MANAGEMENT RESPONSE

After the change in administration, we did discover that there were weaknesses in documenting exemptions. We have now implemented an electronic filing system for these documents, which allows the exemption documentation to be scanned into each property account. Staff will diligently work towards catching up on the scanning and updating of each file.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)

08-06 INTERNAL CONTROL OVER FINANCIAL REPORTING

CONDITION

The County maintains its fund trial balances on a cash basis. This is the method preferred by the County to monitor revenues and expenditures on a budgetary basis. However, accrual basis adjustments are not made to the County records. In addition, due to a minimal need for a full-accrual conversion, the County currently does not employ or utilize the services of someone capable of completing the conversion.

CRITERIA

Generally accepted auditing standards require that organizations maintain effective internal controls over financial reporting, including GAAP (Generally Accepted Accounting Principles) basis reporting.

EFFECT

The County does not have financial information readily available that is on a GAAP basis.

CAUSE

The County has determined that, due to its size and complexity, it is most effective and beneficial to maintain ledgers on a basis consistent with its budgetary basis. Therefore, resources have not been allocated to maintain ledgers on a GAAP basis.

RECOMMENDATION

Since the County has adequate controls over financial reporting consistent with its budgetary basis, the County should maintain and when necessary, improve on those controls. It should also consider the need for a long term plan that addresses the need for internally produced GAAP basis financial statements.

MANAGEMENT RESPONSE

The County will maintain and when necessary, improve on internal controls. We will also consider the need for a long term plan that addresses the need for internally produced GAAP basis financial statements.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)

09-01 CASH RECONCILIATION – MATERIAL WEAKNESS

CONDITION

As procedures were completed for cash the following issues were noted:

- From the period of July 2008-December 2009 there were no cash reconciliations completed.
- Journal entries related to the Treasurer's office were not approved for the same time period. Also, supporting documents were not maintained for several unusual journal entries posted in the accounting system during the year.
- Beginning in January 2009, bank cash reconciliations were attempted, but because of the lack of reconciliations and inability to get a beginning reconciled cash balance, only the reconciliation for June 2009 was completed.
- The June 2009 reconciliation showed an unlocatable difference of \$55,750. This difference made the book balance in the detail of the individual funds greater than the reconciled cash. The correction required cash to be reduced and general government expenses increased in the General Fund.

CRITERIA

Adequate internal controls require that cash reconciliations be completed at least monthly. In addition, all journal entries should be approved before being posted to the accounting system. Backup documentation should be maintained in order to provide support for all manual journal entries made within the accounting system.

EFFECT

Reconciliations not being completed and journal entries not being approved puts the County at a significant risk of loss/theft.

The auditors completed special procedures over cash, including tying deposits per daily reports to the bank deposits and reviewing disbursements made from the Treasurer's office. No material errors were noted.

CAUSE

Internal controls in the Treasurer's office were not functioning due to turnover in the office. In June of 2008 the responsible individuals knew they would be replaced in January 2009, and failed to perform cash reconciliations after June of 2008.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)

09-01 CASH RECONCILIATION – MATERIAL WEAKNESS (CONTINUED)

RECOMMENDATION

As part of our June 30, 2010 audit procedures, we noted significant improvements in the County Treasurer’s Office. The County needs to continue to make efforts to strengthen policies and procedures to help ensure a smooth transition in the event of turnover.

MANAGEMENT RESPONSE

The County will continue to strengthen policies and procedures to help ensure a smooth transition in the event of turnover, whether it be staff or elected officials.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)

09-02 SOIL AND WATER PROPERTY TAX INCORRECTLY BILLED

CONDITION

As part of testing the internal controls over property tax billing and collections, we noted that property taxes related to the Edgewood Soil and Water Conservation District (ESWCD) were not properly billed. Of the 15 total transactions tested, 4 properties were in the ESWCD. Of the 4 tested, 2 were not billed the ESWCD taxes. These 2 properties had a combined calculated error in billing of \$101. The total billing for ESWCD residential should have been \$26,933 and without significant efforts, it cannot be determined what was actually billed for ESWCD.

CRITERIA

State statutes require that property taxes for all properties within the County be correctly billed.

EFFECT

The ESWCD does not have the opportunity to receive the property taxes it is entitled to since billings were incorrect.

CAUSE

In Torrance County, there are tax districts that do not grant exemptions from their property taxes. It was determined that the property tax billing software is unable to produce accurate billings for taxing districts that do not grant exemptions.

RECOMMENDATION

Review procedures need to be developed so that reconciliations can be completed, at a minimum, on a per entity level.

MANAGEMENT RESPONSE

The County will continue to work with the software provider to ensure that deficiencies are identified and corrected.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

C. FINDINGS – FEDERAL AWARD FINDINGS

**03-03 GRANTS MANAGEMENT
ALL GRANTS AS LISTED ON PAGE 118**

Questioned Costs - None

CONDITION

During the course of the year, the County did not adequately track federally granted awards, resulting in ongoing modifications to the Schedule of Expenditure of Federal Awards (SEFA) during fieldwork. Additional procedures were performed in order to rely on SEFA.

CRITERIA

Generally accepted auditing standards require adequate design of internal controls over a significant account or process. In addition, Federal funding agencies require grantees to maintain good documentation related to grants.

EFFECT

Without effective grants' management, the likelihood of being in violation of grant agreements significantly increases.

CAUSE

The County lacks defined policies and procedures over proper grants' management. Supporting documentation should be readily available within the organization.

RECOMMENDATION

We recommend policies and procedures be in place that monitor federal cash receipts, drawdown requests, and expenditures. Since the SEFA is critical to this process, the SEFA should be updated timely, reviewed, and approved on a monthly basis.

MANAGEMENT RESPONSE

The County has funded a full-time Grant Administrator, who will become familiar with the required reports for all grants and ensure that all reports are filed timely and accurately.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

C. FINDINGS – FEDERAL AWARD FINDINGS (CONTINUED)

**07-02 FILING OF DATA COLLECTION FORM
ALL GRANTS AS LISTED ON PAGE 118**

Questioned Costs - None

CONDITION

The County did not file its Data Collection Form on a timely basis with the Federal Clearinghouse for the year ended June 30, 2009.

CRITERIA

The Data Collection Form and the related reporting package have to be filed within nine months of the District's fiscal year end per the Single Audit Act.

EFFECT

The report was not made available on a timely basis for use by Federal grantors.

CAUSE

The County's audit was not completed in time to file the Data Collection Form on a timely basis.

RECOMMENDATION

The Data Collection Form and the related report package should be filed timely in the future.

MANAGEMENT RESPONSE

The County will file the Data Collection Form in a timely manner. This will require timely submission of audits.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

C. FINDINGS – FEDERAL AWARD FINDINGS (CONTINUED)

08-03 SUSPENSION AND DEBARMENT

97.036 – FEMA – Disaster Grant Public Assistance

Questioned Costs – None

14.228 – HUD Community Development Block Grant

Questioned Costs – None

CONDITION

During our cash disbursement and single audit test work, we noted competitive and sealed bids were sent out for large projects over \$50,000. However, vendors were not checked for suspension and debarment.

CRITERIA

Per review of the Torrance County purchasing regulations document, Torrance is required to receive sealed bids for any purchase over \$50,000 and look at the Suspension and Debarment list.

EFFECT

Improper procurement transactions may result in purchases not in line with the County's purchasing regulation, and utilizing incompetent vendors.

CAUSE

The County was unaware that they needed to look at the Suspension and Debarment list before choosing a vendor.

RECOMMENDATION

We recommend that Management stress the importance obtaining sealed bids and reviewing the suspension and debarment list before choosing a vendor.

MANAGEMENT RESPONSE

The County has been made aware of the importance of reviewing the Suspension and Debarment list, and will update the Purchasing Regulations to mandate that this step is not skipped for any purchases made over \$50,000. The County has already implemented policies and procedures for determining whether vendors have been placed on the suspension and debarment lists.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2009**

C. FINDINGS – FEDERAL AWARD FINDINGS - (CONTINUED)

08-04 REPORTING

97.036 – FEMA – Disaster Grant Public Assistance

Questioned Costs – None

CONDITION

Of the 5 FEMA projects reviewed, 2 did not submit a final performance report and 5 did not submit a financial SF-272 report at the end of the project.

CRITERIA

Per the grant agreement, the County is required to submit accurate quarterly reports, final performance reports, and financial SF-272 reports to OEM for all projects exceeding \$57,500.

EFFECT

The County is not compliant with reporting requirements which could result in loss of funding or only partial reimbursement.

CAUSE

The reporting oversight was caused by a lack of internal controls surrounding grant management and lack of understanding of requirements.

RECOMMENDATION

We recommend the County become familiar with the required reports for all grants and implement internal controls to ensure that all reports are filed timely and accurately.

MANAGEMENT RESPONSE

The County will continue to work through the Grant Administrator to ensure that requirements are met and reports are filed timely and accurately.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2009**

	Current Status
02-04 County Treasurer's Property Tax Schedule	Updated and included
03-03 Grants Management	Updated and included
05-01 Negative Fund Balances in Funds	Updated and included
07-01 Late Audit Report	Updated and included
07-02 Filing of Data Collection Form	Updated and included
08-01 No Proof of Property Tax Exemption	Updated and included
08-02 Difference in Property Tax Values	Resolved
08-03 Suspension and Debarment	Updated and included
08-04 Reporting	Updated and included
08-05 Travel and Per Diem	Resolved
08-06 Internal Control over Financial Reporting	Updated and included

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
EXIT CONFERENCE
Year Ended June 30, 2009**

An exit conference was held on November 2, 2010, and attended by the following:

County Personnel

Vanessa Chavez-Gutierrez, County Commissioner
Joy Ansley, County Manager
Tracy Sedillo, Controller

Ricci & Company LLC Personnel

Herman Chavez, Manager
Michelle Martinez, Senior
Jake Bowe, Staff Accountant

The financial statements were prepared by Ricci & Company LLC from the books and records of Torrance County.