



Certified Public Accountants

*ricci&company llc*

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE**

**FINANCIAL STATEMENTS**

**JUNE 30, 2010**

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE**

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COUNTY OF TORRANCE**

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**STATE OF NEW MEXICO  
COUNTY OF TORRANCE**

*Official Roster*  
**June 30, 2010**

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, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of 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, 2010, 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, 2010, 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 10, 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.

The accompanying management's discussion and analysis on pages 4 through 9 are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the 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 10, 2010

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2010**

Torrance County's discussion and analysis is designed to (a) provide an overview of the County's financial activities, its mission and function, (b) provide a description of significant capital assets, (c) provide a brief discussion of the basic financial statements, including the relationships of the statements to each other, and the significant differences in the information they provide, (d) provide an analysis of the County's financial position, and (e) identify any material deviations from the financial plan (approved budget).

**Torrance County Government Mission Statement**

Torrance County is committed to effective, efficient and responsible public policy, excellent public service, courteous public contact, sensitivity to cultural beliefs and preservations of their heritage, providing quality services as required by law or mandated by the public, enhancing the health, safety and general well-being of the citizens of Torrance County and conducting county operations in a legal, ethical and fair manner.

The County of Torrance is a political subdivision of the State of New Mexico, created in 1905 under Section NMSA 4-30-1 to 4-30-2.

**Financial Highlights**

- Torrance County's total net assets at June 30, 2010 were \$13,180,554, which is an increase of \$840,717 over FY2009.
- As of the close of the fiscal year 2010, the County's government wide financial statements showed current assets of \$4,579,289 and net capital assets of \$13,580,040.
- Has approximately \$900k in on going capital projects, which include construction of the new dispatch center, addition to the Esperanza Family Health Center and various renovation projects to the Torrance County Senior Centers in Estancia and Moriarty.

**Overview of Financial Statements**

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

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of Torrance County's finances, in a manner similar to the private-sector business. These statements consist of the statement of net assets and the statement of activities.



**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2010**

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

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

The government-wide Statement of Activities of the County reflects the activities of the County by its governmental functions. The Statement of Activities identifies financial resources that are directly related to the governmental function. Financial resources that are not specifically related to the governmental functions are shown as general resources in the bottom portion of this statement. The Statement of Activities also shows the change in net assets for the fiscal year.

The government-wide financial statements can be found on pages 10-11 of this report.

**Fund Financial Statements – Governmental Funds.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County are considered *Governmental Funds*, except for the *Agency Funds* of the County, which report on financial resources collected, held for, and distributed to other governmental entities by the County Treasurer.

*Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements and resources.

The governmental funds use the modified accrual basis of accounting whereby revenues are recognized when they become available and measurable as net current assets. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2010**

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

In addition to the General Fund, the County maintained other individual governmental funds that are classified as Special Revenue funds. Of these, the Road, Jail, Civil Defense Funds are considered major funds. (A fund is considered to be a major fund depending on the amount of its assets, liabilities, revenues, or expenditures.)

Torrance County adopts an annual appropriated budget for all of its governmental funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate budget compliance.

The basic governmental fund financial statements can be found on pages 12-22 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements. The notes to the financial statements can be found on pages 23 to 52 of this report.

**Budgetary Comparisons.** GASB 34 requires budgetary comparison schedules for the general fund and for each major special revenue fund that has a legally adopted annual budget. The budgetary comparison schedules present both the original and the final approved budgets for the reporting period as well as the actual inflows, outflows and balances, stated on the County's budgetary (cash) basis. As required by the Office of the New Mexico State Auditor under 2.2.2 NMAC, "*Requirements for Contracting and Conducting Audits of Agencies*," the budgetary comparison statements of the non-major governmental funds are presented as supplemental information. Budgetary information is provided at the approved budget level to demonstrate compliance with legal requirements.

**Other Information.** The combining statements referred to earlier in connection with non-major government funds are presented immediately following the Notes to the Financial Statements. Combining and individual fund statements can be found on pages 53 to 147 of this report.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2010**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$13,180,554 at the close of the most recent fiscal year. Comparative net assets are shown below:

	Governmental Activities June 30, 2010	Governmental Activities June 30, 2009
Assets:		
Current assets:		
Cash and investments	\$ 3,051,925	2,714,368
Other current assets	<u>1,527,364</u>	<u>1,653,777</u>
Total current assets	4,579,289	4,368,145
Capital assets, net	<u>13,580,040</u>	<u>12,118,938</u>
Total assets	<u>18,159,329</u>	<u>16,487,083</u>
Liabilities:		
Current liabilities	1,080,094	1,125,049
Non-current liabilities	<u>3,898,681</u>	<u>3,022,197</u>
Total liabilities	<u>4,978,775</u>	<u>4,147,246</u>
Net assets:		
Invested in capital assets net of related debt	9,274,579	8,745,822
Restricted for debt service	286,348	281,878
Restricted for capital projects	17,284	(143,583)
Special projects	1,873,920	946,785
Unrestricted	<u>1,728,423</u>	<u>2,508,935</u>
Total net assets	<u>\$ 13,180,554</u>	<u>12,339,837</u>

The increase of \$840,717 from the previous year is due to:

- An increase in investments, purchases and investment gains.
- An increase in net capital assets related related to the acquisition of fire trucks and on going construction in progress.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2010**

**Changes in Net Assets:** The overall increase in the County's net assets is shown in the following schedule:

	Governmental Activities June 30, 2010	Governmental Activities June 30, 2009
Program revenues		
Charges for services	\$ 278,163	395,086
Operating grants	3,309,128	3,266,708
Capital grants	1,273,464	1,386,437
General revenues		
Property taxes	3,865,319	3,225,102
Local and State share taxes	2,161,886	3,566,823
Investment	2,332	19,008
Loss on disposal of capital assets	<u>(21,547)</u>	<u>(192,185)</u>
Total revenues	<u>10,868,745</u>	<u>11,666,979</u>
Expenses		
General Government	3,512,917	5,125,451
Public safety	3,956,267	3,756,239
Highways and streets	1,191,003	686,592
Health and Welfare	948,034	1,273,146
Culture and recreation	266,224	27,932
Interest on long-term debt	<u>153,583</u>	<u>158,127</u>
Total expenses	<u>10,028,028</u>	<u>11,027,488</u>
Change in net assets	840,717	639,491
Beginning net assets, July 1	<u>12,339,837</u>	<u>11,700,346</u>
Ending net assets, June 30	<u>\$ 13,180,554</u>	<u>12,339,837</u>

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

**Governmental Funds**

The focus of the County's governmental funds is to provide information on near-term inflows, and balances of expendable resources. Such information is more useful in assessing the County's financial position than the government-wide statements, because the fund financial statements better reflect the reality that certain revenues are legally restricted for specific purposes and cannot be used to cover the costs of other operations.

At June 30, 2010, the County had no deficit fund balances as of June 30, 2010, compared to 14 in the prior year.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2010**

**General Fund Budgetary Highlights**

Changes between the original General Fund budget and the final amended General Fund budget are summarized as follows:

- There were no changes between the original and final amended budgeted revenues and expenses for all of the County's major funds.
- The General fund received approximately 96% of budgeted revenues. Property tax revenues exceed budgeted revenues about approximately 5%. It expended 88% of all expenditures. Public Safety expenditures in the General Fund spent approximately 93% of the budgeted amount.
- The Road Fund exceeded budgeted revenues by approximately 5%, primarily due to the receipt of grant funds exceeding budget. It also expended approximately 90% of its budgeted expenditures.
- Budget adjustments were made to various nonmajor special revenue and capital project funds that were related to changes in grant funding, changes in legislative appropriations, and the creation of new funds.

**Changes in Capital Assets and Long-Term Liabilities of the County**

During the year ended June 30, 2010, net capital assets increased by approximately \$1.5M. the majority of that increase is related to the acquisition of two fire engine trucks, construction of a dispatch center and related tower, and road improvements. Total capital additions were approximately \$2.4M and depreciation expense was about \$900K.

During the year ended June 30, 2010 the County received four loans from the New Mexico Finance Authority for two fire trucks for District 2 Fire Department, and two loans for a communications tower for the new dispatch center. More detailed information on long-term debt is contained in the Notes to the Financial Statements.

**Economic Factors and Next Years Budgets**

The County implements an across the board 3% increase in property values. This inturn generally results in an increase in property tax revenues for the County. The increase has been reflected in the June 30, 2011 budgets in all funds, and line items, effected by property taxes.

The economy as a whole has had an impact on Gross Receipts Taxes throughout the County. Although revenues have steadily decreased, it has not been significant enough to adversely impact the County.

**Request for Information**

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or any request for additional financial information should be addressed to Joy Ansley, County Manager, P.O. Box 48, Estancia, NM 87016.

## **BASIC FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
**COUNTY OF TORRANCE**  
**GOVERNMENT WIDE STATEMENT OF NET ASSETS**  
**June 30, 2010**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current assets:	
Cash and investments	\$ 3,051,925
Taxes receivable	854,013
Accounts receivables	-
Prepays	85,684
Due from other governments	587,667
Total current assets	<u>4,579,289</u>
Noncurrent assets:	
Capital assets	19,663,654
Less accumulated depreciation	<u>(6,083,614)</u>
Total noncurrent assets	13,580,040
<b>Total assets</b>	<u>18,159,329</u>
<b>LIABILITIES</b>	
Current liabilities:	
Due to other governmental units	16,631
Accounts payable	397,288
Accrued payroll and taxes	127,287
Current portion of long-term obligations	594,388
Total current liabilities	<u>1,135,594</u>
Noncurrent liabilities	
Noncurrent portion of long-term obligations	<u>3,843,181</u>
Total noncurrent liabilities	<u>3,843,181</u>
<b>Total liabilities</b>	<u>4,978,775</u>
<b>NET ASSETS</b>	
Investment in capital assets, net of related debt	9,274,579
Restricted for:	
Debt service	286,348
Capital projects	17,284
Special projects	1,873,920
Unrestricted	<u>1,728,423</u>
<b>Total net assets</b>	<u>\$ 13,180,554</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
GOVERNMENT WIDE STATEMENT OF ACTIVITIES  
Year Ended June 30, 2010

<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>	
<b>Expenses</b>					
Governmental activities					
General government	\$ (3,512,917)	252,912	1,683,689	429,410	(1,146,906)
Public safety	(3,956,267)	18,689	1,212,914	844,054	(1,880,610)
Highways and streets	(1,191,003)	-	15,348	-	(1,175,655)
Health and welfare	(948,034)	1,600	397,177	-	(549,257)
Culture and recreations	(266,224)	4,962	-	-	(261,262)
Interest on long-term debt	(153,583)	-	-	-	(153,583)
<b>Total governmental activities</b>	<b>\$ (10,028,028)</b>	<b>278,163</b>	<b>3,309,128</b>	<b>1,273,464</b>	<b>(5,167,273)</b>

<b>General Revenues</b>	
Property taxes	\$ 3,865,319
Local and state share taxes	2,161,886
Investment income	2,332
Loss on disposal of capital assets	(21,547)
<b>Total general revenues and transfers</b>	<b>6,007,990</b>
Change in net assets	840,717
<b>Net assets, beginning</b>	<b>12,339,837</b>
<b>Net assets, ending</b>	<b>\$ 13,180,554</b>

See Notes to Financial Statements.



STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINED BALANCE SHEET - GOVERNMENTAL FUNDS  
June 30, 2010

	Major Funds	
	401	402
	General Fund	Road Fund
<b>ASSETS</b>		
Cash and investments	\$ 3,051,925	-
Due from other funds - pooled cash	163,516	401,480
Prepaid expenses	85,684	-
Accounts receivable	-	-
Intergovernmental receivable	57,014	73,690
Property tax receivable	854,013	-
<b>Total assets</b>	<b>\$ 4,212,152</b>	<b>475,170</b>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities		
Due to other funds - pooled cash	\$ 2,188,385	-
Due to other governmental units	16,631	-
Accounts payable	66,327	25,696
Accrued payroll and taxes	80,278	23,526
Deferred revenue - grants	-	-
Deferred revenue - property taxes	764,499	-
<b>Total liabilities</b>	<b>3,116,120</b>	<b>49,222</b>
Fund Balances		
Reserved for:		
Debt service	-	-
Subsequent year's expenditures	927,383	369,885
Unreserved:		
General Fund	168,649	-
Special Revenue Funds	-	56,064
Capital Projects Funds	-	-
<b>Total fund balances</b>	<b>1,096,032</b>	<b>425,948</b>
<b>Total liabilities and fund balances</b>	<b>\$ 4,212,152</b>	<b>475,170</b>

See Notes to Financial Statements.

Major Funds		Non-Major Funds	Total
420 Jail Fund	911 Emergency 911		
-	-	-	<b>3,051,925</b>
218,081	111,415	1,457,409	<b>2,351,901</b>
-	-	-	<b>85,684</b>
-	-	-	-
35,695	59,173	362,095	<b>587,667</b>
-	-	-	<b>854,013</b>
<b>253,776</b>	<b>170,588</b>	<b>1,819,504</b>	<b>6,931,190</b>
-	-	163,516	<b>2,351,901</b>
-	-	-	<b>16,631</b>
63,061	8,283	233,921	<b>397,288</b>
-	18,147	5,336	<b>127,287</b>
-	-	-	-
-	-	-	<b>764,499</b>
<b>63,061</b>	<b>26,430</b>	<b>402,773</b>	<b>3,657,606</b>
-	-	286,348	<b>286,348</b>
178,427	-	-	<b>1,475,695</b>
-	-	-	<b>168,649</b>
12,288	144,158	1,113,099	<b>1,325,609</b>
-	-	17,284	<b>17,284</b>
<b>190,715</b>	<b>144,158</b>	<b>1,416,731</b>	<b>3,273,584</b>
<b>253,776</b>	<b>170,588</b>	<b>1,819,504</b>	<b>6,931,190</b>

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
RECONCILIATION OF BALANCE SHEET - GOVERNMENTAL FUNDS  
TO STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES  
June 30, 2010**

Total fund balances - Governmental Funds (Balance Sheet - Governmental Funds)	\$	3,273,584
Amounts reported for governmental activities in the Statement of Net Assets are different at June 30, 2008 because:		
Delinquent property taxes receivable are not considered available financial resources and therefore are reported as deferred revenue in the fund financial statements		764,499
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	\$	19,663,654
Less accumulated depreciation		(6,083,614)
Related debt		(4,305,461)
Total capital assets, net of related debt and depreciation		<u>9,274,579</u>
Some liabilities are not due and payable in the current period and therefore are not reported in the fund:		
Compensated absences		(132,108)
Total other liabilities		<u>(132,108)</u>
<b>Net assets of governmental activities (Statement of Net Assets)</b>	<b>\$</b>	<b><u><u>13,180,554</u></u></b>

*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, 2010**

	Major Funds	
	401	402
	General Fund	Road Fund
Revenues		
Intergovernmental sources	\$ 495,937	844,054
Local and state shared taxes	643,869	635,505
Property taxes	3,564,478	-
Charges for services	138,947	3,986
Interest	1,307	482
	<hr/>	<hr/>
<b>Total revenues</b>	<b>4,844,538</b>	<b>1,484,027</b>
	<hr/>	<hr/>
Expenditures		
Current:		
General government	2,327,183	-
Public safety	850,865	-
Highways and streets	-	1,100,777
Health and welfare	168,262	-
Culture and recreation	-	-
Capital outlay	107,642	481,267
Debt service - principal	-	-
Debt service - interest	-	-
	<hr/>	<hr/>
<b>Total expenditures</b>	<b>3,453,952</b>	<b>1,582,044</b>
	<hr/>	<hr/>
<b>Excess (deficiency) of revenues over expenditures before other financing sources</b>	<b>1,390,586</b>	<b>(98,017)</b>
	<hr/>	<hr/>
Other Financing Sources (Uses)		
Loan proceeds	-	-
Operating transfers in	12,243	224,292
Operating transfers out	(1,920,838)	-
	<hr/>	<hr/>
<b>Total other financing sources (uses)</b>	<b>(1,908,595)</b>	<b>224,292</b>
	<hr/>	<hr/>
<b>Net change in fund balance</b>	<b>(518,009)</b>	<b>126,275</b>
Fund balances, beginning of year	1,614,041	299,673
	<hr/>	<hr/>
<b>Fund balances, end of year</b>	<b>\$ 1,096,032</b>	<b>425,948</b>
	<hr/> <hr/>	<hr/> <hr/>

*See Notes to Financial Statements.*

Major Funds		Non-Major Funds	Total
420 Jail Fund	911 Emergency 911		
261,942	110,517	2,873,071	4,585,521
206,710	342,304	573,852	2,402,240
-	-	300,841	3,865,319
-	295	129,781	273,009
-	-	545	2,334
<u>468,652</u>	<u>453,116</u>	<u>3,878,090</u>	<u>11,128,423</u>
-	-	875,380	3,202,563
1,252,634	682,270	756,273	3,542,042
-	-	4,982	1,105,759
-	-	664,715	832,977
-	-	263,744	263,744
-	559,176	1,237,550	2,385,635
-	-	392,289	392,289
-	-	153,583	153,583
<u>1,252,634</u>	<u>1,241,446</u>	<u>4,348,516</u>	<u>11,878,592</u>
<u>(783,982)</u>	<u>(788,330)</u>	<u>(470,426)</u>	<u>(750,169)</u>
-	559,176	765,458	1,324,634
800,330	200,000	983,899	2,220,764
-	(17,900)	(282,026)	(2,220,764)
<u>800,330</u>	<u>741,276</u>	<u>1,467,331</u>	<u>1,324,634</u>
16,348	(47,054)	996,905	574,465
<u>174,367</u>	<u>191,212</u>	<u>419,826</u>	<u>2,699,119</u>
<u>190,715</u>	<u>144,158</u>	<u>1,416,731</u>	<u>3,273,584</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, 2010**

Amounts reported for governmental activities in the Statement of Activities are different at June 30, 2010 because:

Net change in fund balances - total governmental funds \$ 574,465

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	\$ (902,986)	
Capital outlay	2,385,635	
Loss on disposal	<u>(21,547)</u>	
Excess of depreciation expense over capital outlay		1,461,102

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	(1,324,634)	
Payment on long-term debt	<u>392,289</u>	
		(932,345)

Deferred revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (238,131)

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>(24,374)</u>
----------------------	--	-----------------

**Change in net assets of governmental activities \$ 840,717**

*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, 2010

	401			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
<b>Revenues</b>				
Property taxes	\$ 3,387,331	3,387,331	3,559,723	172,392
Local and state shared taxes	814,262	814,262	643,115	(171,147)
Intergovernmental revenue	598,124	598,124	495,937	(102,187)
Interest	14,000	14,000	1,307	(12,693)
Charges for services	206,979	206,979	138,897	(68,082)
<b>Total revenues</b>	<u>5,020,696</u>	<u>5,020,696</u>	<u>4,838,979</u>	<u>(181,717)</u>
<b>Expenditures</b>				
General government	2,667,226	2,668,726	2,286,588	382,138
Public safety	1,083,301	1,083,301	1,005,418	77,883
Highways and streets	-	-	-	-
Health and welfare	189,755	188,255	174,968	13,287
Culture and recreation	-	-	-	-
<b>Total expenditures</b>	<u>3,940,282</u>	<u>3,940,282</u>	<u>3,466,974</u>	<u>473,308</u>
<b>Excess of revenues over expenditures</b>	<u>1,080,414</u>	<u>1,080,414</u>	<u>1,372,005</u>	<u>291,591</u>
<b>Other Financing Sources (Uses)</b>				
Operating transfers in	12,243	12,243	12,243	-
Operating transfers out	(1,920,009)	(1,920,009)	(1,920,838)	(829)
<b>Total other financing sources (uses)</b>	<u>(1,907,766)</u>	<u>(1,907,766)</u>	<u>(1,908,595)</u>	<u>(829)</u>
<b>Net change in fund balance</b>	<u>\$ (827,352)</u>	<u>(827,352)</u>	<u>(536,590)</u>	<u>290,762</u>
Prior year fund balance to balance the budget	<u>\$ 827,352</u>	<u>827,352</u>		
	<u>\$ -</u>	<u>-</u>		
<b>Budgetary Revenues</b>			<b>\$ 4,838,979</b>	
Accounts receivable				
Intergovernmental receivable			804	
Property tax receivable			(233,374)	
Deferred revenue			238,129	
<b>GAAP revenues</b>			<u>\$ 4,844,538</u>	
<b>Budgetary Expenses</b>			<b>\$ 3,466,974</b>	
Prepaid expenses			22,467	
Accounts payable			(45,907)	
Accrued payroll			10,418	
Capital lease acquisition - only payments budgeted				
<b>GAAP expenses</b>			<u>\$ 3,453,952</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  
ROAD FUND  
Year Ended June 30, 2010

	402			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Local and state-shared taxes	\$ 765,000	765,000	624,309	(140,691)
Intergovernmental revenue	522,847	522,847	844,054	321,207
Interest	2,300	2,300	482	(1,818)
Charges for services	109,400	109,400	3,986	(105,414)
Other	-	-	-	-
<b>Total revenues</b>	<u>1,399,547</u>	<u>1,399,547</u>	<u>1,472,831</u>	<u>73,284</u>
<b>Expenditures</b>				
General Government	-	-	478,185	(478,185)
Public works	1,771,667	1,771,667	1,124,388	647,279
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<u>1,771,667</u>	<u>1,771,667</u>	<u>1,602,573</u>	<u>169,094</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(372,120)</u>	<u>(372,120)</u>	<u>(129,742)</u>	<u>242,378</u>
<b>Other Financing Sources (Uses)</b>				
Operating transfers in	224,292	224,292	224,292	-
<b>Total other financing sources (uses)</b>	<u>224,292</u>	<u>224,292</u>	<u>224,292</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ (147,828)</u>	<u>(147,828)</u>	<u>94,550</u>	<u>242,378</u>
<b>Prior year fund balance to balance the budget</b>	<u>\$ 147,828</u>	<u>147,828</u>		
	<u>\$ -</u>	<u>-</u>		
<b>Budgetary Revenues</b>			<u>\$ 1,472,831</u>	
Intergovernmental receivable			11,196	
<b>GAAP revenues</b>			<u>\$ 1,484,027</u>	
<b>Budgetary Expenses</b>			<u>\$ 1,602,573</u>	
Accounts payable			(26,445)	
Accrued payroll			5,916	
Capital lease acquisition - only payments budgeted				
<b>GAAP expenses</b>			<u>\$ 1,582,044</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  
JAIL FUND  
Year Ended June 30, 2010

	420			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 278,000	278,000	206,049	(71,951)
Intergovernmental revenue	185,400	185,400	261,942	76,542
<b>Total revenues</b>	<b>463,400</b>	<b>463,400</b>	<b>467,991</b>	<b>4,591</b>
Expenditures				
Public safety	1,532,741	1,532,741	1,319,252	213,489
<b>Total expenditures</b>	<b>1,532,741</b>	<b>1,532,741</b>	<b>1,319,252</b>	<b>213,489</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>(1,069,341)</b>	<b>(1,069,341)</b>	<b>(851,261)</b>	<b>218,080</b>
Other Financing Sources (Uses)				
Operating transfers in	850,000	850,000	800,330	(49,670)
<b>Total other financing     sources (uses)</b>	<b>850,000</b>	<b>850,000</b>	<b>800,330</b>	<b>(49,670)</b>
<b>Net change in fund balance</b>	<b>\$ (219,341)</b>	<b>(219,341)</b>	<b>(50,931)</b>	<b>168,410</b>
Prior year fund balance to balance the budget	\$ 219,341	219,341		
	<b>\$ -</b>	<b>-</b>		
Budgetary Revenues			\$ 467,991	
Intergovernmental receivable			661	
<b>GAAP revenues</b>			<b>\$ 468,652</b>	
Budgetary Expenses			\$ 1,319,252	
Accounts payable			(66,618)	
<b>GAAP expenses</b>			<b>\$ 1,252,634</b>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET TO ACTUAL  
EMERGENCY 911  
Year Ended June 30, 2010

	911			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 460,000	460,000	341,238	(118,762)
Intergovernmental revenue	-	-	110,517	110,517
Interest	500	500	-	(500)
Charges for services	105,110	105,110	295	(104,815)
<b>Total revenues</b>	<b>565,610</b>	<b>565,610</b>	<b>452,050</b>	<b>(113,560)</b>
Expenditures				
Public safety	727,989	749,382	697,123	52,259
<b>Total expenditures</b>	<b>727,989</b>	<b>749,382</b>	<b>697,123</b>	<b>52,259</b>
<b>Excess of revenues over expenditures</b>	<b>(162,379)</b>	<b>(183,772)</b>	<b>(245,073)</b>	<b>(61,301)</b>
Other Financing Sources (Uses)				
Operating transfers in	200,000	200,000	200,000	-
Operating transfers out	(17,900)	(17,900)	(17,900)	-
<b>Total other financing sources (uses)</b>	<b>182,100</b>	<b>182,100</b>	<b>182,100</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 19,721</b>	<b>(1,672)</b>	<b>(62,973)</b>	<b>(61,301)</b>
Prior year fund balance to balance the budget	\$ -	1,672		
	<b>\$ 19,721</b>	<b>-</b>		
Budgetary Revenues			\$ 452,050	
Intergovernmental receivable			1,066	
<b>GAAP revenues</b>			<b>\$ 453,116</b>	
Budgetary Expenses			\$ 697,123	
Accounts payable			(17,498)	
Accrued payroll			2,645	
Capital outlay via loan proceeds unbudgeted			559,176	
<b>GAAP expenses</b>			<b>\$ 1,241,446</b>	

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -  
AGENCY FUNDS  
Year Ended June 30, 2010**

**ASSETS**

Property tax receivable	\$ 1,179,352
Due from other governmental units	<u>16,631</u>

<b>Total assets</b>	<b>\$ <u>1,195,983</u></b>
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**LIABILITIES**

Due to other governmental units	\$ 1,179,352
Deposits held for others	<u>16,631</u>

<b>Total liabilities</b>	<b>\$ <u>1,195,983</u></b>
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*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**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, 2010**

**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, 2010.

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, 2010**

**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, 2010 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, 2010

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, 2010**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Basis of Presentation (Continued)**

**Governmental Funds (Continued)**

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.

**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, 2010**

**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 1<sup>st</sup>, the first half of the assessed tax is due November 10<sup>th</sup>, and becomes delinquent December 10<sup>th</sup>, the second half of the assessed tax becomes due April 10<sup>th</sup> and becomes delinquent May 10<sup>th</sup>. 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, 2010**

**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 2009 property tax year was 11.409 mils for residential property and 11.057 mils for nonresidential property. The debt service tax rate was 1.001 mils for both types of property.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**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, 2010**

**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, 2010**

**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, 2010, 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, 2010**

**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, 2010**

**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 other financing sources net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

*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, 2010**

**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, 2010**

**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	\$ 830,040
Deposit in transit	40,682
Less outstanding checks and other	(87,583)
Total investments, Local Government Investment Pool (see Note 2D)	2,268,486
Petty cash	<u>300</u>
<b>Total cash and investments</b>	<b><u>\$ 3,051,925</u></b>

Per financial statements:	
Cash and investments	<u>\$ 3,051,925</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	\$ 3,051,925
Due from other funds	163,516
Due to other funds	(2,188,385)
Due to other governmental units	<u>(16,631)</u>
<b>Cash and investments, General Fund</b>	<b><u>\$ 1,010,425</u></b>

**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, 2010**

**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, 2010, the funds of the County on deposit are classified as follows:

Insured	\$ 425,500
Uninsured but collateralized, held by the pledging bank's trust department in the County's name	<u>404,540</u>
Total deposits	<u>\$ 830,040</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, 2010	\$ 2,268,486
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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, 2010**

**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 50-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, 2010 are comprised of the following:

	General	Road	Jail	Emergency 911	Other Governmental Funds
State-shared taxes	\$ 57,014	73,690	35,695	59,173	97,185
Grants receivable	-	-	-	-	264,910
Property taxes	854,013	-	-	-	-
<b>Total</b>	<u>\$ 911,027</u>	<u>73,690</u>	<u>35,695</u>	<u>59,173</u>	<u>362,095</u>

All amounts shown are considered collectible.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**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	\$ 163,516	2,188,385
Road	401,480	-
Jail	218,081	-
Emergency 911	111,415	-
Nonmajor:		
Other governmental funds	<u>1,457,409</u>	<u>163,516</u>
<b>Total</b>	<u>\$ 2,351,901</u>	<u>2,351,901</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	\$ -	16,631
Agency Funds	16,631	-

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**NOTE 5. CAPITAL ASSETS**

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

	Balance June 30, 2009	Additions	Deletions	Balance, June 30, 2010
<b>Assets not depreciated:</b>				
Land and right-of-way	\$ 396,433	-	-	396,433
Artwork and antiques	372,500	-	-	372,500
Construction in progress	35,853	907,099	-	942,952
Total not depreciated	<u>804,786</u>	<u>907,099</u>	<u>-</u>	<u>1,711,885</u>
<b>Assets being depreciated:</b>				
Building and improvements	9,444,856	15,360	-	9,460,216
Furniture, fixtures and equipment	1,311,981	57,688	-	1,369,669
Vehicles	3,761,901	943,121	68,254	4,636,768
Infrastructure (roads)	2,022,749	462,367	-	2,485,116
Total depreciated	<u>16,541,487</u>	<u>1,478,536</u>	<u>68,254</u>	<u>17,951,769</u>
<b>Less accumulated depreciation:</b>				
Buildings and improvements	(2,567,154)	(243,106)	-	(2,810,260)
Furniture, fixtures and equipment	(603,888)	(126,417)	-	(730,305)
Vehicles	(1,563,436)	(308,070)	(46,707)	(1,824,799)
Infrastructure (roads)	(492,857)	(225,393)	-	(718,250)
Total accumulated depreciation	<u>(5,227,335)</u>	<u>(902,986)</u>	<u>(46,707)</u>	<u>(6,083,614)</u>
Net depreciated assets	<u>11,314,152</u>	<u>575,550</u>	<u>21,547</u>	<u>11,868,155</u>
<b>Net capital assets</b>	<u>\$ 12,118,938</u>	<u>1,482,649</u>	<u>21,547</u>	<u>13,580,040</u>

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**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	\$ 285,979
Public safety	414,225
Highways and streets	85,244
Health and welfare	115,057
Culture and recreation	<u>2,480</u>
<b>Total depreciation expense</b>	<b><u>\$ 902,986</u></b>

**NOTE 6. LONG-TERM DEBT**

During the fiscal year ended June 30, 2010, the following changes occurred in long-term debt:

	Balance, June 30, 2010	Additions	Deletions	Balance, June 30, 2010	Due Within One Year
General obligation bond payable	\$ 2,200,000	-	(200,000)	2,000,000	225,000
Notes payable	1,154,961	1,324,634	(179,596)	2,299,999	235,096
Capital leases payable	18,155	-	(12,693)	5,462	2,184
Compensated absences payable	<u>107,734</u>	<u>132,108</u>	<u>(107,734)</u>	<u>132,108</u>	<u>132,108</u>
	<b><u>\$ 3,480,850</u></b>	<b><u>1,456,742</u></b>	<b><u>(500,023)</u></b>	<b><u>4,437,569</u></b>	<b>594,388</b>
			Amount considered long-term		<u>3,843,181</u>
			Total		<b><u>\$ 4,437,569</u></b>

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**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
2011	\$ 225,000	87,675	312,675
2012	250,000	77,113	327,113
2013	275,000	65,425	340,425
2014	300,000	52,263	352,263
2015	300,000	38,163	338,163
2016-2017	<u>650,000</u>	<u>31,119</u>	<u>681,119</u>
Totals	<u>\$ 2,000,000</u>	<u>351,758</u>	<u>2,351,758</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, 2010**

**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, 2.875% 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% interest, 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% interest 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.
9. During the year ended June 30, 2010, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$493,201, 3.776% interest, for the designing, constructing, equipping, and furnishing a new County Dispatch Center. The County Gross Receipts Tax will be imposed on all gross receipts of all persons engaging in business within the Governmental Unit, which provides for the Pledged Revenues for the loan and will be intercepted by the New Mexico Finance Authority.



**STATE OF NEW MEXICO  
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**NOTE 6. LONG-TERM DEBT (CONTINUED)**

10. During the year ended June 30, 2010, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$382,729, 2.618% interest, for the cost of purchasing and equipping a fire pumper for the use by Fire District #2. One fourth of one percent (.25%) of the County Fire Protection Excise Tax on the gross receipts of all persons engaging in business within the Governmental Unit will provide the pledged revenues, which will be intercepted by the New Mexico Finance Authority.
11. During the year ended June 30, 2010, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$382,729, 2.726% interest, for the cost of purchasing and equipping a fire pumper for the use by Fire District #2. State Fire Protection Funds will provide pledged revenues that will be intercepted by the New Mexico Finance Authority beginning in Fiscal Year 2011.
12. During the year ended June 30, 2010, the County received approval for a loan from the New Mexico Finance Authority in the amount of \$65,975, 4.925% interest, for the cost of purchasing, designing and building a communications tower dispatch center. Pledged Revenues of the County's Gross Receipts will be intercepted by the New Mexico Finance Authority beginning in Fiscal Year 2011.

Debt service requirements for all notes is as follows:

Year Ended June 30,	Principal	Interest	Total
2011	\$ 235,096	70,243	305,339
2012	209,112	58,670	267,782
2013	213,556	53,930	267,486
2014	146,811	48,755	195,566
2015	149,993	45,218	195,211
2016-2020	733,085	165,858	898,943
2021-2025	378,871	80,191	459,062
2026-2030	233,475	21,397	254,872
Totals	<u>\$ 2,299,999</u>	<u>544,262</u>	<u>2,844,261</u>

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**NOTE 6. LONG-TERM DEBT (CONTINUED)**

**C. Capital Leases**

At June 30, 2010, 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, 2010
Marlin Equipment - Microfilm reader/printer	June 2008	-	<u>\$ 10,822</u>	<u>5,462</u>

The assets acquired through capital leases are as follows:

Asset:		
Furniture, fixtures, and equipment		\$ 10,822
Less: Accumulated depreciation furniture, fixtures, and equipment		<u>(6,595)</u>
Total		<u>\$ 4,227</u>

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

Year Ended June 30	Total Payments
2011	\$ 2,184
2012	2,184
2013	<u>1,094</u>
Total	5,462
Less: amount representing interest	<u>-</u>
Present value of minimum lease payments	<u>\$ 5,462</u>

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**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 B-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, 2010**

**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	\$ 2,589,017
Changes to tax roll:	
Taxes charged to Treasurer for fiscal year	6,940,589
Adjustments:	
Net adjustments	(102,319)
Uncollected taxes for 1997 tax year	<u>          -</u>
Total receivables prior to collections	9,427,287
 Collections for fiscal year ended June 30, 2010	 <u>(7,393,922)</u>
 <b>Property taxes receivable, end of year</b>	 <b><u>\$ 2,033,365</u></b>
 Property taxes receivable by years:	
2000 - 2008	\$ 1,510,352
2009	<u>523,013</u>
 <b>Total taxes receivable</b>	 <b><u>\$ 2,033,365</u></b>

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**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](http://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 2010, 2009, 2008 were \$239,397, \$225,624, and \$209,087, 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, 2010**

**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](http://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.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**NOTE 11. POST-EMPLOYMENT BENEFITS (CONTINUED)**

In the fiscal years ending June 30, 2011 through June 30, 2013, the contribution rates for employees who are not members of an enhanced retirement plan will be:

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

Also, 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.

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

The County's contributions to the RHCA for the years ended June 30, 2010, 2009 and 2008 were \$33,478, \$31,530, and \$29,259, 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.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**NOTE 12. INSURANCE COVERAGE (CONTINUED)**

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.

**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 2010. The minimum lease payments are as follows:

Year Ended June 30	Total Payments
2011	\$ 189,000
2012	189,000
2013	<u>94,500</u>
Total	<u>\$ 472,500</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
<b>Major Fund:</b>		
General Fund	Road	\$ 224,292
General Fund	Jail	800,330
General Fund	Emergency 911	200,000
General Fund	Nonmajor Governmental Funds	696,217
Emergency 911	Nonmajor Governmental Funds	17,900
<b>Non-Major:</b>		
Other Governmental Funds	General Fund	12,243
Other Governmental Funds	Other Governmental Funds	269,782



**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2010**

**NOTE 15. INDUSTRIAL REVENUE BONDS**

On September 15, 2009, 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, 2010, 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.

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.

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.

## NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

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 2<sup>nd</sup> 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.

Animal Shelter Fund – To be used to account for fundraising money and donations given to the Torrance County Animal Shelter. 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.

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.

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.

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 Prevention – 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.

Home Visiting Grant – To account for a grant from the State of New Mexico Children, Youth and Families Department to be used for prenatal home visiting services. 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.

## **NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)**

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.

Rodeo Grant 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.

High Lonesome Wind Pilot Fund – To account for the Payment in Lieu of Taxes payments received from High Lonesome Mesa, LLC per the lease agreement and Ordinance 2008-01. 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 Victim 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.

## **NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)**

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.

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 Grant – 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.

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS  
June 30, 2010

	Special Revenue				
	403	404	405	406	407
	Farm and Range	Recreation	N.E. Torrance Fire District	Fire District No. II	Duran Fire District
<b>ASSETS</b>					
Due from other funds - cash	\$ 72	1,217	53,063	140,396	128,190
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	-	-	1,692	5,160	2,815
<b>Total assets</b>	<b>\$ 72</b>	<b>1,217</b>	<b>54,755</b>	<b>145,556</b>	<b>131,005</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Due to other funds - cash	\$ -	-	-	-	-
Accounts payable	-	-	5,582	14,260	44,367
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>5,582</b>	<b>14,260</b>	<b>44,367</b>
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	71	1,217	49,173	131,296	86,638
Undesignated	1	-	-	-	-
<b>Total fund balances</b>	<b>72</b>	<b>1,217</b>	<b>49,173</b>	<b>131,296</b>	<b>86,638</b>
<b>Total liabilities and fund balances</b>	<b>\$ 72</b>	<b>1,217</b>	<b>54,755</b>	<b>145,556</b>	<b>131,005</b>

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
132,046	89,052	802	8,779	-	23,263	20,459
-	-	-	-	-	-	-
2,422	2,815	-	2,346	4,962	-	32,070
134,468	91,867	802	11,125	4,962	23,263	52,529
-	-	-	-	-	-	-
34,960	39,429	-	-	3,110	2,082	9,694
-	-	-	-	-	-	-
-	-	-	-	-	-	-
34,960	39,429	-	-	3,110	2,082	9,694
89,992	89,050	802	-	-	21,181	20,459
9,516	(36,612)	-	11,125	1,852	-	22,376
99,508	52,438	802	11,125	1,852	21,181	42,835
134,468	91,867	802	11,125	4,962	23,263	52,529

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)  
June 30, 2010

	Special Revenue				
	415	418	423	427	428
	Emergency Medical Services	Maternal Health Care	Environmental Gross Receipts Tax	WIPP Funding	District 3 2nd Main Station
<b>ASSETS</b>					
Due from other funds	\$ 61,632	-	-	26,200	-
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	3,565	-	11,757	-	-
<b>Total assets</b>	<b>\$ 65,197</b>	<b>-</b>	<b>11,757</b>	<b>26,200</b>	<b>-</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Due to other funds	\$ -	-	-	-	-
Accounts payable	15,895	-	-	-	-
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
<b>Total liabilities</b>	<b>15,895</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>					
Unreserved:					
Designated for subsequent year's expenditures	49,302	-	-	26,200	-
Undesignated	-	-	11,757	-	-
<b>Total fund balances</b>	<b>49,302</b>	<b>-</b>	<b>11,757</b>	<b>26,200</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 65,197</b>	<b>-</b>	<b>11,757</b>	<b>26,200</b>	<b>-</b>

See Notes to Financial Statements.

Special Revenue							
430	600	604	605	606	609	610	612
Animal Shelter	Safety Program	Civil Defense	DWI Program	Energy Conservation	Treasurer's Fee	Reappraisal	Clerk's Equipment
1,127	2,135	44,212	-	-	10,122	86,117	1,101
-	-	-	-	-	-	-	-
-	-	9,028	31,876	-	-	1,406	-
1,127	2,135	53,240	31,876	-	10,122	87,523	1,101
-	-	-	15,533	-	-	-	-
-	620	421	421	-	-	2,557	123
-	-	1,172	2,647	-	-	-	-
-	-	-	-	-	-	-	-
-	620	1,593	18,601	-	-	2,557	123
1,127	1,515	-	-	-	10,122	58,036	-
-	-	51,647	13,275	-	-	26,930	978
1,127	1,515	51,647	13,275	-	10,122	84,966	978
1,127	2,135	53,240	31,876	-	10,122	87,523	1,101

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)  
June 30, 2010

	Special Revenue				
	616	620	622	623	624
	RPHCA Grant	County Infrastructure GRT	Community Development Block Grant	Community Health Improvement	Medicaid
<b>ASSETS</b>					
Due from other funds	\$ 10,000	96,427	-	-	2,972
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	10,000	3,826	32,947	12,917	4,003
<b>Total assets</b>	<b>\$ 20,000</b>	<b>100,253</b>	<b>32,947</b>	<b>12,917</b>	<b>6,975</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Due to other funds	-	-	-	12,917	-
Accounts payable	\$ 10,000	-	32,947	-	4,568
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
<b>Total liabilities</b>	<b>10,000</b>	<b>-</b>	<b>32,947</b>	<b>12,917</b>	<b>4,568</b>
<b>Fund Balances</b>					
<b>Unreserved:</b>					
Designated for subsequent year's expenditures	-	96,428	-	-	-
Undesignated	10,000	3,825	-	-	2,407
<b>Total fund balances</b>	<b>10,000</b>	<b>100,253</b>	<b>-</b>	<b>-</b>	<b>2,407</b>
<b>Total liabilities and fund balances</b>	<b>\$ 20,000</b>	<b>100,253</b>	<b>32,947</b>	<b>12,917</b>	<b>6,975</b>

See Notes to Financial Statements.

Special Revenue							
625	626	627	628	629	630	631	632
Children's Trust Fund Grant	Adolescent Pregnancy Prevention	Safety Net	NMCADV/ TANF	Home Visiting Grant	Esperanza Clinic	Senior Citizens Program	Rodeo Grant
-	-	-	-	-	5,225	602	22
-	-	-	-	-	-	-	-
1,117	1,750	-	-	5,835	-	-	-
1,117	1,750	-	-	5,835	5,225	602	22
1,117	1,750	-	-	5,835	-	-	-
-	-	-	-	-	-	161	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,117	1,750	-	-	5,835	-	161	-
-	-	-	-	-	5,224	441	22
-	-	-	-	-	1	-	-
-	-	-	-	-	5,225	441	22
1,117	1,750	-	-	5,835	5,225	602	22

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)  
June 30, 2010

	Special Revenue					
	634	641	650	675	685	690
	Court Forfeiture	High Lonesome Wind Pilot	Estancia Basin Water Study	Rural Addressing	Planning & Zoning Court Fees	Domestic Violence
<b>ASSETS</b>						
Due from other funds	\$ 2,639	500	30,465	42,529	3,283	3,774
Accounts receivable	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	3,565	-	3,079
<b>Total assets</b>	<b>\$ 2,639</b>	<b>500</b>	<b>30,465</b>	<b>46,094</b>	<b>3,283</b>	<b>6,853</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities</b>						
Due to other funds	\$ -	-	-	-	-	-
Accounts payable	-	-	-	1,037	94	4,254
Accrued payroll and taxes	-	-	-	-	-	1,517
Deferred revenue - grants	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,037</b>	<b>94</b>	<b>5,771</b>
<b>Fund Balances</b>						
Unreserved:						
Designated for subsequent year's expenditures	2,639	500	30,464	41,468	3,189	-
Undesignated	-	-	1	3,589	-	1,082
<b>Total fund balances</b>	<b>2,639</b>	<b>500</b>	<b>30,465</b>	<b>45,057</b>	<b>3,189</b>	<b>1,082</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,639</b>	<b>500</b>	<b>30,465</b>	<b>46,094</b>	<b>3,283</b>	<b>6,853</b>

See Notes to Financial Statements.

Special Revenue

691	692	693	801	802	804	805
DV Victim Restitution	Domestic Violence Court Fees	Title III Forest Reserve	UHP 2002	Universal Hiring Grant	Drug Education Program	Traffic Safety
550	24,377	67,158	6	-	38,261	-
-	-	-	-	-	-	-
-	-	-	-	-	-	5,474
550	24,377	67,158	6	-	38,261	5,474
-	-	-	-	-	-	3,891
-	-	-	-	-	125	-
-	-	-	-	-	-	-
-	-	-	-	-	125	3,891
550	24,377	67,158	6	-	38,136	-
-	-	-	-	-	-	1,583
550	24,377	67,158	6	-	38,136	1,583
550	24,377	67,158	6	-	38,261	5,474

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)  
June 30, 2010

	Special Revenue				
	808	809	811	815	816
	Forest Service Patrol	Bulletproof Vest	Underage Drinking Grant	TANF Transportation	JARC Transportation
<b>ASSETS</b>					
Due from other funds	\$ -	-	204	-	-
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	12,000	-	360	877	1,153
<b>Total assets</b>	<b>\$ 12,000</b>	<b>-</b>	<b>564</b>	<b>877</b>	<b>1,153</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Due to other funds	\$ 10,296	-	-	877	1,153
Accounts payable	-	-	-	-	-
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	-	-	-	-
<b>Total liabilities</b>	<b>10,296</b>	<b>-</b>	<b>-</b>	<b>877</b>	<b>1,153</b>
<b>Fund Balances</b>					
Unreserved:					
Designated for subsequent year's expenditures	-	-	204	-	-
Undesignated	1,704	-	360	-	-
<b>Total fund balances</b>	<b>1,704</b>	<b>-</b>	<b>564</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 12,000</b>	<b>-</b>	<b>564</b>	<b>877</b>	<b>1,153</b>

See Notes to Financial Statements.



Special Revenue				
817	818	819	820	
Drug Free Communities	Transportation	NM Primary Care Association	FM Radio Station	Special Revenue Total
18,808	-	-	12,030	1,189,817
-	-	-	-	-
5,091	12,035	13,875	-	241,818
23,899	12,035	13,875	12,030	1,431,635
-	12,035	13,875	-	79,279
5,914	-	-	1,300	233,921
-	-	-	-	5,336
-	-	-	-	-
5,914	12,035	13,875	1,300	318,536
12,894	-	-	10,730	970,611
5,091	-	-	-	142,488
17,985	-	-	10,730	1,113,099
23,899	12,035	13,875	12,030	1,431,635

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)  
June 30, 2010

	Debt Service	Capital Projects			Total Non-Major Governmental Funds
	562	424	803		
	Debt Service	Judicial Complex	Legislative Appropriations	Capital Projects Total	
<b>ASSETS</b>					
Due from other funds	\$ 267,592	-	-	-	1,457,409
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	18,756	-	101,521	101,521	362,095
<b>Total assets</b>	<b>\$ 286,348</b>	<b>-</b>	<b>101,521</b>	<b>101,521</b>	<b>1,819,504</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Due to other funds	\$ -	-	84,237	84,237	163,516
Accounts payable	-	-	-	-	233,921
Accrued payroll and taxes	-	-	-	-	5,336
Deferred revenue - grants	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>84,237</b>	<b>84,237</b>	<b>402,773</b>
Fund Balances					
Unreserved:					
Designated for subsequent year's expenditures	4,919	-	-	-	975,530
Undesignated	281,429	-	17,284	17,284	441,201
<b>Total fund balances</b>	<b>286,348</b>	<b>-</b>	<b>17,284</b>	<b>17,284</b>	<b>1,416,731</b>
<b>Total liabilities and fund balances</b>	<b>\$ 286,348</b>	<b>-</b>	<b>101,521</b>	<b>101,521</b>	<b>1,819,504</b>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE -  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended June 30, 2010

	Special Revenue				
	403	404	405	406	407
	Farm and Range	Recreation	N.E. Torrance Fire District	Fire District No. II	Duran Fire District
<b>Revenues</b>					
Intergovernmental sources	\$ 1,482	-	-	107,426	51,636
Local and state shared taxes	-	-	60,701	7,543	15,726
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	36	147	108
<b>Total revenues</b>	<b>1,482</b>	<b>-</b>	<b>60,737</b>	<b>115,116</b>	<b>67,470</b>
<b>Expenditures</b>					
Current:					
General government	-	-	5,582	-	14,190
Public safety	-	-	124,005	96,162	63,409
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	27,000	-	-	-	-
Capital outlay	-	-	-	765,458	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
<b>Total expenditures</b>	<b>27,000</b>	<b>-</b>	<b>129,587</b>	<b>861,620</b>	<b>77,599</b>
Excess (deficiency) of revenues over expenditures	(25,518)	-	(68,850)	(746,504)	(10,129)
<b>Other Financing Sources (Uses)</b>					
Loan proceeds	-	-	-	765,458	-
Transfers in	25,100	-	-	-	-
Transfers out	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>25,100</b>	<b>-</b>	<b>-</b>	<b>765,458</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(418)</b>	<b>-</b>	<b>(68,850)</b>	<b>18,954</b>	<b>(10,129)</b>
<b>Fund balances, beginning of year</b>	<b>490</b>	<b>1,217</b>	<b>118,023</b>	<b>112,342</b>	<b>96,767</b>
<b>Fund balances, end of year</b>	<b>\$ 72</b>	<b>1,217</b>	<b>49,173</b>	<b>131,296</b>	<b>86,638</b>

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
137,482	51,636	24,800	-	4,962	71,066	1,204
12,404	15,726	-	13,106	-	-	186,156
-	-	-	-	-	-	-
-	-	-	-	-	-	-
107	80	-	-	-	-	-
149,993	67,442	24,800	13,106	4,962	71,066	187,360
-	-	-	-	3,110	-	-
106,972	73,295	13,510	4,796	-	61,831	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	223,938
-	-	-	-	-	-	-
6,000	-	10,509	-	-	-	-
3,087	-	160	-	-	-	-
116,059	73,295	24,179	4,796	3,110	61,831	223,938
33,934	(5,853)	621	8,310	1,852	9,235	(36,578)
-	-	-	-	-	-	-
39,098	-	-	-	-	-	-
-	-	-	(16,000)	-	-	-
39,098	-	-	(16,000)	-	-	-
73,032	(5,853)	621	(7,690)	1,852	9,235	(36,578)
26,476	58,291	181	18,815	-	11,946	79,413
99,508	52,438	802	11,125	1,852	21,181	42,835

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE -  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
Year Ended June 30, 2010

	Special Revenue				
	415	418	423	427	428
	Emergency Medical Services	Maternal Health Care	Environmental Gross Receipts Tax	WIPP Funding	Dist. 3 2nd. Main Station
Revenues					
Intergovernmental sources	\$ 27,700	-	-	7,000	-
Local and state shared taxes	20,622	-	65,797	-	-
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	48,322	-	65,797	7,000	-
Expenditures					
Current:					
General government	-	-	-	442	-
Public safety	29,828	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	63,359	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	29,828	-	63,359	442	-
Excess (deficiency) of revenues over expenditures	18,494	-	2,438	6,558	-
Other Financing Sources (Uses)					
Loan proceeds	-	-	-	-	-
Transfers in	-	192,146	-	-	-
Transfers out	-	(25,496)	-	-	(39,098)
Total other financing sources (uses)	-	166,650	-	-	(39,098)
Net change in fund balances	18,494	166,650	2,438	6,558	(39,098)
Fund balances, beginning of year	30,808	(166,650)	9,319	19,642	39,098
<b>Fund balances, end of year</b>	<b>\$ 49,302</b>	<b>-</b>	<b>11,757</b>	<b>26,200</b>	<b>-</b>

See Notes to Financial Statements.

Special Revenue							
430	600	604	605	606	609	610	612
Animal Shelter	Safety Program	Civil Defense	DWI Program	Energy Conservation	Treasurer's Fee	Reappraisal	Clerk's Equipment
-	192	210,483	174,620	-	-	-	-
-	-	28,869	-	-	-	-	-
-	-	-	-	-	-	-	-
-	12,266	-	-	-	9,704	78,689	18,107
-	-	-	-	-	-	-	-
-	12,458	239,352	174,620	-	9,704	78,689	18,107
-	-	74,151	-	-	238	73,921	16,074
-	-	-	172,799	-	-	-	-
-	-	-	-	-	-	-	-
-	11,725	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	30,000	2,184
-	-	-	-	-	-	-	-
-	11,725	74,151	172,799	-	238	103,921	18,258
-	733	165,201	1,821	-	9,466	(25,232)	(151)
-	-	-	-	-	-	-	-
-	-	174,000	-	-	-	34,722	-
-	-	-	-	(12,243)	-	-	-
-	-	174,000	-	(12,243)	-	34,722	-
-	733	339,201	1,821	(12,243)	9,466	9,490	(151)
1,127	782	(287,554)	11,454	12,243	656	75,476	1,129
1,127	1,515	51,647	13,275	-	10,122	84,966	978

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE -  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
Year Ended June 30, 2010

	Special Revenue				
	616	620	622	623	624
	RPHCA Grant	County Infrastructure GRT	Community Development Block Grant	Community Health Improvement	Medicaid
<b>Revenues</b>					
Intergovernmental sources	\$ 130,000	18,397	429,410	96,950	46,968
Local and state shared taxes	-	-	-	-	-
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	-	-	-
<b>Total revenues</b>	<b>130,000</b>	<b>18,397</b>	<b>429,410</b>	<b>96,950</b>	<b>46,968</b>
<b>Expenditures</b>					
Current:					
General government	-	5,336	-	-	45,675
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	120,000	-	-	97,000	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	429,410	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
<b>Total expenditures</b>	<b>120,000</b>	<b>5,336</b>	<b>429,410</b>	<b>97,000</b>	<b>45,675</b>
Excess (deficiency) of revenues over expenditures	10,000	13,061	-	(50)	1,293
<b>Other Financing Sources (Uses)</b>					
Loan proceeds	-	-	-	-	-
Transfers in	-	-	-	-	4,009
Transfers out	-	-	-	(325)	(658)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(325)</b>	<b>3,351</b>
<b>Net change in fund balances</b>	<b>10,000</b>	<b>13,061</b>	<b>-</b>	<b>(375)</b>	<b>4,644</b>
Fund balances, beginning of year	-	87,192	-	375	(2,237)
<b>Fund balances, end of year</b>	<b>\$ 10,000</b>	<b>100,253</b>	<b>-</b>	<b>-</b>	<b>2,407</b>

Special Revenue

625	626	627	628	629	630	631	632
Children's Trust Fund Grant	Adolescent Pregnancy Prevention	Safety Net	NMCADV/ TANF	Home Visiting Grant	Esperanza Clinic	Senior Citizens Program	Rodeo Grant
36,269	30,500	865	-	63,000	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	1,600	-	-
-	-	-	-	-	-	-	-
36,269	30,500	865	-	63,000	1,600	-	-
-	-	650	-	-	-	6,428	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
35,000	30,500	-	2,140	63,000	-	-	-
-	-	-	-	-	1,081	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
35,000	30,500	650	2,140	63,000	1,081	6,428	-
1,269	-	215	(2,140)	-	519	(6,428)	-
-	-	-	-	-	-	-	-
56	-	8,938	-	-	-	-	-
(5,327)	(46)	(903)	-	-	-	-	-
(5,271)	(46)	8,035	-	-	-	-	-
(4,002)	(46)	8,250	(2,140)	-	519	(6,428)	-
4,002	46	(8,250)	2,140	-	4,706	6,869	22
-	-	-	-	-	5,225	441	22



STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE -  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
Year Ended June 30, 2010

	Special Revenue				
	634	641	650	675	685
	Court Forfeiture	High Lonesome Wind Pilot	Estancia Basin Water Study	Rural Addressing	Planning & Zoning Court Fees
<b>Revenues</b>					
Intergovernmental sources	\$ -	325,000	4,134	-	-
Local and state shared taxes	-	-	-	20,622	-
Property taxes	-	-	-	-	-
Charges for services	-	-	-	1,950	5,700
Interest	-	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>325,000</b>	<b>4,134</b>	<b>22,572</b>	<b>5,700</b>
<b>Expenditures</b>					
Current:					
General government	-	149,500	4,741	61,515	5,985
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>149,500</b>	<b>4,741</b>	<b>61,515</b>	<b>5,985</b>
Excess (deficiency) of revenues over expenditures	-	175,500	(607)	(38,943)	(285)
<b>Other Financing Sources (Uses)</b>					
Loan proceeds	-	-	-	-	-
Transfers in	-	-	-	46,006	-
Transfers out	-	(175,000)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(175,000)</b>	<b>-</b>	<b>46,006</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>500</b>	<b>(607)</b>	<b>7,063</b>	<b>(285)</b>
Fund balances, beginning of year	2,639	-	31,072	37,994	3,474
<b>Fund balances, end of year</b>	<b>\$ 2,639</b>	<b>500</b>	<b>30,465</b>	<b>45,057</b>	<b>3,189</b>

See Notes to Financial Statements.

Special Revenue

690	691	692	693	801	802	804	805
Domestic Violence	DV Victim Restitution	Domestic Violence Court Fees	Title III Forest Reserve	UHP 2002	Universal Hiring Grant	Drug Education Program	Traffic Safety
99,629	17,029	-	27,186	-	-	10,802	15,348
-	-	-	-	-	-	-	-
-	-	1,765	-	-	-	-	-
-	-	-	-	-	-	-	-
99,629	17,029	1,765	27,186	-	-	10,802	15,348
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	4,982
98,460	8,655	-	-	-	-	15,556	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
98,460	8,655	-	-	-	-	15,556	4,982
1,169	8,374	1,765	27,186	-	-	(4,754)	10,366
-	-	-	-	-	-	-	-
-	2,000	-	-	-	-	-	-
(2,000)	-	-	-	-	-	-	-
(2,000)	2,000	-	-	-	-	-	-
(831)	10,374	1,765	27,186	-	-	(4,754)	10,366
1,913	(9,824)	22,612	39,972	6	-	42,890	(8,783)
1,082	550	24,377	67,158	6	-	38,136	1,583

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE -  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
Year Ended June 30, 2010

	Special Revenue				
	808	809	811	815	816
	Forest Service Patrol	Bulletproof Vest	Underage Drinking Grant	TANF Transportation	JARC Transportation
<b>Revenues</b>					
Intergovernmental sources	\$ 12,000	-	864	28,000	23,099
Local and state shared taxes	-	-	-	-	-
Property taxes	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	12,000	-	864	28,000	23,099
<b>Expenditures</b>					
Current:					
General government	-	-	300	13,656	8,038
Public safety	9,666	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	9,666	-	300	13,656	8,038
Excess (deficiency) of revenues over expenditures	2,334	-	564	14,344	15,061
<b>Other Financing Sources (Uses)</b>					
Loan proceeds	-	-	-	-	-
Transfers in	-	830	-	1,255	2,583
Transfers out	-	-	-	(3,638)	(1,255)
Total other financing sources (uses)	-	830	-	(2,383)	1,328
Net change in fund balances	2,334	830	564	11,961	16,389
Fund balances, beginning of year	(630)	(830)	-	(11,961)	(16,389)
<b>Fund balances, end of year</b>	<b>\$ 1,704</b>	<b>-</b>	<b>564</b>	<b>-</b>	<b>-</b>

Special Revenue				
817	818	819	820	
Drug Free Communities	Transportation	NM Primary Care Association	FM Radio Station	Special Revenue Total
84,137	181,270	53,125	-	2,605,671
-	-	-	-	447,272
-	-	-	-	-
-	-	-	-	129,781
-	-	-	-	478
84,137	181,270	53,125	-	3,183,202
-	352,443	-	6,568	848,543
-	-	-	-	756,273
-	-	-	-	4,982
81,298	-	49,747	-	664,715
-	-	-	-	263,744
-	-	-	-	1,194,868
-	-	-	-	48,693
-	-	-	-	3,247
81,298	352,443	49,747	6,568	3,785,065
2,839	(171,173)	3,378	(6,568)	(601,863)
-	-	-	-	765,458
39,812	364,444	-	15,000	949,999
-	-	(37)	-	(282,026)
39,812	364,444	(37)	15,000	1,433,431
42,651	193,271	3,341	8,432	831,568
(24,666)	(193,271)	(3,341)	2,298	281,531
17,985	-	-	10,730	1,113,099

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE -  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
Year Ended June 30, 2010

	Debt Service	Capital Projects			Total Non-Major Governmental Funds
	562	424	803		
	Debt Service	G.O. Bond Judicial Complex	Legislative Appropriations	Capital Projects Total	
<b>Revenues</b>					
Intergovernmental sources	\$ 51,225	-	216,175	216,175	2,873,071
Local and state shared taxes	126,580	-	-	-	573,852
Property taxes	300,841	-	-	-	300,841
Charges for services	-	-	-	-	129,781
Interest	-	67	-	67	545
Total revenues	478,646	67	216,175	216,242	3,878,090
<b>Expenditures</b>					
Current:					
General government	14,144	485	12,208	12,693	875,380
Public safety	-	-	-	-	756,273
Highways and streets	-	-	-	-	4,982
Health and welfare	-	-	-	-	664,715
Culture and recreation	-	-	-	-	263,744
Capital outlay	-	-	42,682	42,682	1,237,550
Debt service - principal	343,596	-	-	-	392,289
Debt service - interest	150,336	-	-	-	153,583
Total expenditures	508,076	485	54,890	55,375	4,348,516
Excess (deficiency) of revenues over expenditures	(29,430)	(418)	161,285	160,867	(470,426)
<b>Other Financing Sources (Uses)</b>					
Loan proceeds	-	-	-	-	765,458
Transfers in	33,900	-	-	-	983,899
Transfers out	-	-	-	-	(282,026)
Total other financing sources (uses)	33,900	-	-	-	1,467,331
Net change in fund balances	4,470	(418)	161,285	160,867	996,905
Fund balances, beginning of year	281,878	418	(144,001)	(143,583)	419,826
<b>Fund balances, end of year</b>	<b>\$ 286,348</b>	<b>-</b>	<b>17,284</b>	<b>17,284</b>	<b>1,416,731</b>

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, 2010

	403			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,500	1,500	1,482	(18)
<b>Total revenues</b>	<b>1,500</b>	<b>1,500</b>	<b>1,482</b>	<b>(18)</b>
Expenditures				
Health and welfare	27,000	27,000	27,000	-
<b>Total expenditures</b>	<b>27,000</b>	<b>27,000</b>	<b>27,000</b>	<b>-</b>
<b>Excess (deficiency) of             revenues over expenditures</b>	<b>(25,500)</b>	<b>(25,500)</b>	<b>(25,518)</b>	<b>(18)</b>
Other Financing Sources (Uses)				
Operating transfers in	25,100	25,100	25,100	-
<b>Total other financing             sources (uses)</b>	<b>25,000</b>	<b>25,000</b>	<b>25,100</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (500)</b>	<b>(500)</b>	<b>(418)</b>	<b>(18)</b>
Prior year fund balance to balance the budget	\$ 500	500		
	<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, 2010

404				
	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget - Favorable (Unfavorable)
Revenues				
Local and state-shared taxes	\$ 700	700	-	(700)
<b>Total revenues</b>	700	700	-	(700)
Expenditures				
Culture and recreation	600	600	-	600
<b>Total expenditures</b>	600	600	-	600
<b>Excess (deficiency) of         revenues over expenditures</b>	100	100	-	(100)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ 100</b>	<b>100</b>	<b>-</b>	<b>(100)</b>
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 NORTHEAST TORRANCE FIRE DISTRICT  
Year Ended June 30, 2010

	405			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 39,000	39,000	61,946	22,946
Intergovernmental revenue	61,372	61,372	-	(61,372)
Interest	-	-	36	36
<b>Total revenues</b>	<u>100,372</u>	<u>100,372</u>	<u>61,982</u>	<u>(38,390)</u>
Expenditures				
Public safety	212,592	212,592	129,836	82,756
<b>Total expenditures</b>	<u>212,592</u>	<u>212,592</u>	<u>129,836</u>	<u>82,756</u>
<b>Excess (deficiency) of         revenues over expenditures</b>	<u>(112,220)</u>	<u>(112,220)</u>	<u>(67,854)</u>	<u>44,366</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ (112,220)</u>	<u>(112,220)</u>	<u>(67,854)</u>	<u>44,366</u>
Prior year fund balance to balance the budget	<u>\$ 112,220</u>	<u>112,220</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 61,982	
Intergovernmental receivable			<u>(1,245)</u>	
<b>GAAP revenues</b>			<u>\$ 60,737</u>	
Budgetary Expenses			\$ 129,836	
Accounts payable			<u>(249)</u>	
<b>GAAP expenses</b>			<u>\$ 129,587</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, 2010

	406			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 59,000	59,000	8,788	(50,212)
Intergovernmental revenue	104,626	104,626	107,426	2,800
Interest	-	-	147	147
<b>Total revenues</b>	<b>163,626</b>	<b>163,626</b>	<b>116,361</b>	<b>(47,265)</b>
Expenditures				
Public safety	271,321	271,321	83,662	187,659
<b>Total expenditures</b>	<b>271,321</b>	<b>271,321</b>	<b>83,662</b>	<b>187,659</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(107,695)</b>	<b>(107,695)</b>	<b>32,699</b>	<b>140,394</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (107,695)</b>	<b>(107,695)</b>	<b>32,699</b>	<b>140,394</b>
Prior year fund balance to balance the budget	\$ 107,695	107,695		
	\$ -	-		
Budgetary Revenues			\$ 116,361	
Intergovernmental receivable			(1,245)	
<b>GAAP revenues</b>			<b>\$ 115,116</b>	
Budgetary Expenses			\$ 83,662	
Accounts payable			12,500	
Capital outlay via loan proceeds, unbudgeted			765,458	
<b>GAAP expenses</b>			<b>\$ 861,620</b>	

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, 2010

	407			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Local and state-shared taxes	\$ 32,618	32,618	16,405	(16,213)
Intergovernmental revenue	51,636	51,636	51,636	-
Interest	-	-	108	108
<b>Total revenues</b>	<b>84,254</b>	<b>84,254</b>	<b>68,149</b>	<b>(16,105)</b>
<b>Expenditures</b>				
Public safety	177,632	177,632	33,338	144,294
<b>Total expenditures</b>	<b>177,632</b>	<b>177,632</b>	<b>33,338</b>	<b>144,294</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(93,378)</b>	<b>(93,378)</b>	<b>34,811</b>	<b>128,189</b>
<b>Other Financing Sources (Uses)</b>				
Operating transfers in	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (93,378)</b>	<b>(93,378)</b>	<b>34,811</b>	<b>128,189</b>
<b>Prior year fund balance to balance the budget</b>				
	\$ 93,378	93,378		
	\$ -	-		
<b>Budgetary Revenues</b>			<b>\$ 68,149</b>	
Intergovernmental receivable			(679)	
<b>GAAP revenues</b>			<b>\$ 67,470</b>	
<b>Budgetary Expenses</b>			<b>\$ 33,338</b>	
Accounts payable			44,261	
<b>GAAP expenses</b>			<b>\$ 77,599</b>	

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, 2010

408				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 40,000	40,000	13,649	(26,351)
Intergovernmental revenue	146,750	156,958	137,482	(19,476)
Interest	-	-	107	107
<b>Total revenues</b>	<b>186,750</b>	<b>196,958</b>	<b>151,238</b>	<b>(45,720)</b>
Expenditures				
Public safety	258,697	258,697	89,725	168,972
<b>Total expenditures</b>	<b>258,697</b>	<b>258,697</b>	<b>89,725</b>	<b>168,972</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(71,947)</b>	<b>(61,739)</b>	<b>61,513</b>	<b>123,252</b>
Other Financing Sources (Uses)				
Operating transfers in	40,511	40,511	39,098	(1,413)
<b>Total other financing         sources (uses)</b>	<b>40,511</b>	<b>40,511</b>	<b>39,098</b>	<b>(1,413)</b>
<b>Net change in fund balance</b>	<b>\$ (31,436)</b>	<b>(21,228)</b>	<b>100,611</b>	<b>121,839</b>
Prior year fund balance to balance the budget	\$ 31,436	21,228		
	\$ -	-		
Budgetary Revenues			\$ 151,238	
Intergovernmental receivable			(1,245)	
<b>GAAP revenues</b>			<b>\$ 149,993</b>	
Budgetary Expenses			\$ 89,725	
Accounts payable			26,334	
<b>GAAP expenses</b>			<b>\$ 116,059</b>	

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, 2010

	409			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Local and state-shared taxes	\$ 32,618	32,618	16,405	(16,213)
Intergovernmental revenue	51,636	51,636	51,636	-
Interest	-	-	80	80
<b>Total revenues</b>	<u>84,254</u>	<u>84,254</u>	<u>68,121</u>	<u>(16,133)</u>
<b>Expenditures</b>				
Public safety	158,365	158,365	53,183	105,182
<b>Total expenditures</b>	<u>158,365</u>	<u>158,365</u>	<u>53,183</u>	<u>105,182</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(74,111)</u>	<u>(74,111)</u>	<u>14,938</u>	<u>89,049</u>
<b>Other Financing Sources (Uses)</b>				
Operating transfers in	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ (74,111)</u>	<u>(74,111)</u>	<u>14,938</u>	<u>89,049</u>
<b>Prior year fund balance to balance the budget</b>	<u>\$ 74,111</u>	<u>74,111</u>		
	<u>\$ -</u>	<u>-</u>		
<b>Budgetary Revenues</b>			\$ 68,121	
Intergovernmental receivable			<u>(679)</u>	
<b>GAAP revenues</b>			<u>\$ 67,442</u>	
<b>Budgetary Expenses</b>			\$ 53,183	
Accounts payable			<u>20,112</u>	
<b>GAAP expenses</b>			<u>\$ 73,295</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, 2010

	410			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 24,800	24,800	24,800	-
<b>Total revenues</b>	<b>24,800</b>	<b>24,800</b>	<b>24,800</b>	<b>-</b>
Expenditures				
Public safety	24,982	24,982	24,179	803
<b>Total expenditures</b>	<b>24,982</b>	<b>24,982</b>	<b>24,179</b>	<b>803</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(182)</b>	<b>(182)</b>	<b>621</b>	<b>803</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (182)</b>	<b>(182)</b>	<b>621</b>	<b>803</b>
Prior year fund balance to balance the budget	\$ 182	182		
	\$ -	-		

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, 2010

411				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 27,000	27,000	13,671	(13,329)
<b>Total revenues</b>	<b>27,000</b>	<b>27,000</b>	<b>13,671</b>	<b>(13,329)</b>
Expenditures				
Public safety	26,903	26,903	4,796	22,107
<b>Total expenditures</b>	<b>26,903</b>	<b>26,903</b>	<b>4,796</b>	<b>22,107</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>97</b>	<b>97</b>	<b>8,875</b>	<b>8,778</b>
Other Financing Sources (Uses)				
Operating transfers out	(16,000)	(18,600)	(16,000)	2,600
<b>Total other financing     sources (uses)</b>	<b>(16,000)</b>	<b>(18,600)</b>	<b>(16,000)</b>	<b>2,600</b>
<b>Net change in fund balance</b>	<b>\$ (15,903)</b>	<b>(18,503)</b>	<b>(7,125)</b>	<b>11,378</b>
Prior year fund balance to balance the budget	\$ 15,903	18,503		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 13,671	
Intergovernmental receivable			(565)	
<b>GAAP revenues</b>			<u>\$ 13,106</u>	
Budgetary Expenses			\$ 4,796	
Accounts payable			-	
<b>GAAP expenses</b>			<u>\$ 4,796</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, 2010

	412			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state-shared taxes	\$ -	-	-	-
<b>Total revenues</b>	-	-	-	-
Expenditures				
General Government	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Excess (deficiency) of     revenues over expenditures</b>	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing     sources (uses)</b>	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>
Prior year fund balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ -	
Accounts receivable			4,962	
<b>GAAP expenses</b>			<b>\$ 4,962</b>	
Budgetary Expenses			\$ -	
Accounts payable			3,110	
<b>GAAP expenses</b>			<b>\$ 3,110</b>	

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, 2010

	413			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 69,299	69,299	71,066	1,767
<b>Total revenues</b>	<b>69,299</b>	<b>69,299</b>	<b>71,066</b>	<b>1,767</b>
Expenditures				
Public safety	84,383	84,383	62,887	21,496
<b>Total expenditures</b>	<b>84,383</b>	<b>84,383</b>	<b>62,887</b>	<b>21,496</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(15,084)</b>	<b>(15,084)</b>	<b>8,179</b>	<b>23,263</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (15,084)</b>	<b>(15,084)</b>	<b>8,179</b>	<b>23,263</b>
Prior year fund balance to balance the budget	\$ 15,084	15,084		
	\$ -	-		
Budgetary Expenses			\$ 62,887	
Accounts payable			(1,056)	
<b>GAAP expenses</b>			<b>\$ 61,831</b>	



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, 2010

414

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 342,600	342,600	185,704	(156,896)
Intergovernmental revenue	16,314	16,314	1,204	(15,110)
<b>Total revenues</b>	<b>358,914</b>	<b>358,914</b>	<b>186,908</b>	<b>(172,006)</b>
Expenditures				
Health and welfare	423,139	423,139	230,674	192,465
<b>Total expenditures</b>	<b>423,139</b>	<b>423,139</b>	<b>230,674</b>	<b>192,465</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(64,225)</b>	<b>(64,225)</b>	<b>(43,766)</b>	<b>20,459</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing source (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (64,225)</b>	<b>(64,225)</b>	<b>(43,766)</b>	<b>20,459</b>
Prior year fund balance to balance the budget	\$ 64,225	64,225		
	\$ -	-		
Budgetary Revenues			\$ 186,908	
Intergovernmental receivable			452	
<b>GAAP revenues</b>			<b>\$ 187,360</b>	
Budgetary Expenses			\$ 230,674	
Accounts payable			(6,736)	
<b>GAAP expenses</b>			<b>\$ 223,938</b>	

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET TO ACTUAL  
SPECIAL REVENUE EMERGENCY MEDICAL SERVICES (EMS)  
Year Ended June 30, 2010

	415			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 26,000	26,000	20,557	(5,443)
Intergovernmental revenue	22,658	22,658	27,700	5,042
<b>Total revenues</b>	<b>48,658</b>	<b>48,658</b>	<b>48,257</b>	<b>(401)</b>
Expenditures				
Public safety	68,275	72,878	15,894	56,984
<b>Total expenditures</b>	<b>68,275</b>	<b>72,878</b>	<b>15,894</b>	<b>56,984</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(19,617)</b>	<b>(24,220)</b>	<b>32,363</b>	<b>56,583</b>
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (19,617)</b>	<b>(24,220)</b>	<b>32,363</b>	<b>56,583</b>
Prior year fund balance to balance the budget	\$ 19,617	24,220		
	\$ -	-		
Budgetary Revenues			\$ 48,257	
Intergovernmental receivable			65	
<b>GAAP revenues</b>			<b>\$ 48,322</b>	
Budgetary Expenses			\$ 15,894	
Accounts payable			13,934	
<b>GAAP expenses</b>			<b>\$ 29,828</b>	

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, 2010

	418			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	-	-	-
<b>Total revenues</b>	-	-	-	-
Expenditures				
Health and welfare	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Excess (deficiency) of     revenues over expenditures</b>	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers in	192,146	192,146	192,146	-
Operating transfers out	(25,496)	(25,496)	(25,496)	-
<b>Total other financing     sources (uses)</b>	166,650	166,650	166,650	-
<b>Net change in fund balance</b>	<b>\$ 166,650</b>	<b>166,650</b>	<b>(25,496)</b>	<b>-</b>
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, 2010

	423			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 150,000	150,000	68,627	(81,373)
<b>Total revenues</b>	<b>150,000</b>	<b>150,000</b>	<b>68,627</b>	<b>(81,373)</b>
Expenditures				
Health and welfare	150,000	150,000	68,627	81,373
<b>Total expenditures</b>	<b>150,000</b>	<b>150,000</b>	<b>68,627</b>	<b>81,373</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>
Prior year fund balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 68,627	
Intergovernmental receivable			(2,830)	
<b>GAAP revenues</b>			<b>\$ 65,797</b>	
Budgetary Expenses			\$ 68,627	
Accounts payable			(5,268)	
<b>GAAP expenses</b>			<b>\$ 63,359</b>	

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, 2010

	427			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 7,000	7,000	7,000	-
<b>Total revenues</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>	<b>-</b>
Expenditures				
General government	32,600	32,600	6,400	26,200
<b>Total expenditures</b>	<b>32,600</b>	<b>32,600</b>	<b>6,400</b>	<b>26,200</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>(25,600)</b>	<b>(25,600)</b>	<b>600</b>	<b>26,200</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (25,600)</b>	<b>(25,600)</b>	<b>600</b>	<b>26,200</b>
Prior year fund balance to balance the budget	\$ 25,600	25,600		
	\$ -	-		
Budgetary Expenses			\$ 6,400	
Accounts payable			(5,958)	
<b>GAAP expenses</b>			<b>\$ 442</b>	

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, 2010

	428			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Local and state shared taxes	\$ -	-	-	-
Intergovernmental sources	-	-	-	-
<b>Total revenues</b>	-	-	-	-
<b>Expenditures</b>				
General government	-	-	-	-
Public safety	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Excess (deficiency) of revenues over expenditures</b>	-	-	-	-
<b>Other Financing Sources (Uses)</b>				
Operating transfers out	(40,512)	(40,512)	(39,098)	1,414
<b>Total other financing sources (uses)</b>	(40,512)	(40,512)	(39,098)	1,414
<b>Net change in fund balance</b>	<b>\$ (40,512)</b>	<b>(40,512)</b>	<b>(39,098)</b>	<b>1,414</b>
Prior year fund balance to balance the budget	\$ 40,512	40,512		
	<b>\$ -</b>	<b>-</b>		

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, 2010

	430			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
<b>Total revenues</b>	-	-	-	-
Expenditures				
General government	1,127	1,127	-	1,127
<b>Total expenditures</b>	1,127	1,127	-	1,127
<b>Excess (deficiency) of     revenues over expenditures</b>	(1,127)	(1,127)	-	1,127
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing     sources (uses)</b>	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ (1,127)</b>	<b>(1,127)</b>	<b>-</b>	<b>1,127</b>
Prior year fund balance to balance the budget	\$ 1,127	1,127		
	<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, 2010

	600			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	192	192
Charges for services	15,415	15,415	12,266	(3,149)
<b>Total revenues</b>	<b>15,415</b>	<b>15,415</b>	<b>12,458</b>	<b>(2,957)</b>
Expenditures				
Health and welfare	16,296	16,296	11,205	5,091
<b>Total expenditures</b>	<b>16,296</b>	<b>16,296</b>	<b>11,205</b>	<b>5,091</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(881)</b>	<b>(881)</b>	<b>1,253</b>	<b>2,134</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (881)</b>	<b>(881)</b>	<b>1,253</b>	<b>2,134</b>
Prior year fund balance to balance the budget	\$ 881	881		
	\$ -	-		
Budgetary Expenses			\$ 11,205	
Accounts payable			520	
<b>GAAP expenses</b>			<b>\$ 11,725</b>	



**TORRANCE COUNTY, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET TO ACTUAL**  
**SPECIAL REVENUE CIVIL DEFENSE**  
**Year Ended June 30, 2010**

	<b>604</b>			
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget -</u>
				<u>Favorable</u>
				<u>(Unfavorable)</u>
<b>Revenues</b>				
Local and state-shared taxes	\$ 39,000	39,000	28,780	(10,220)
Intergovernmental revenue	250,561	250,561	206,445	(44,116)
<b>Total revenues</b>	<u>289,561</u>	<u>289,561</u>	<u>235,225</u>	<u>(54,336)</u>
<b>Expenditures</b>				
Health and welfare	182,962	182,962	91,410	91,552
<b>Total expenditures</b>	<u>182,962</u>	<u>182,962</u>	<u>91,410</u>	<u>91,552</u>
<b>Excess (deficiency) of</b>				
<b>revenues over expenditures</b>	<u>106,599</u>	<u>106,599</u>	<u>143,815</u>	<u>37,216</u>
<b>Other Financing Sources (Uses)</b>				
Operating transfers in	174,000	174,000	174,000	-
<b>Total other financing</b>	<u>174,000</u>	<u>174,000</u>	<u>174,000</u>	<u>-</u>
<b>sources (uses)</b>				
<b>Net change in fund balance</b>	<u>\$ 280,599</u>	<u>280,599</u>	<u>317,815</u>	<u>37,216</u>
<b>Prior year fund balance to</b>				
<b>balance the budget</b>	<u>\$ -</u>	<u>-</u>		
	<u>\$ 280,599</u>	<u>280,599</u>		
<b>Budgetary Revenues</b>			\$ 235,225	
Intergovernmental receivable			<u>4,127</u>	
<b>GAAP revenues</b>			<u>\$ 239,352</u>	
<b>Budgetary Expenses</b>			\$ 91,410	
Accounts payable			(16,952)	
Accrued payroll			<u>(307)</u>	
<b>GAAP expenses</b>			<u>\$ 74,151</u>	

*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 DWI PROGRAM  
Year Ended June 30, 2010

	605			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 175,306	175,306	158,538	(16,768)
<b>Total revenues</b>	<b>175,306</b>	<b>175,306</b>	<b>158,538</b>	<b>(16,768)</b>
Expenditures				
Public safety	174,805	174,805	173,664	1,141
<b>Total expenditures</b>	<b>174,805</b>	<b>174,805</b>	<b>173,664</b>	<b>1,141</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>501</b>	<b>501</b>	<b>(15,126)</b>	<b>(15,627)</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 501</b>	<b>501</b>	<b>(15,126)</b>	<b>(15,627)</b>
Prior year fund balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 158,538	
Accounts receivable			16,082	
<b>GAAP revenues</b>			<b>\$ 174,620</b>	
Budgetary Expenses			\$ 173,664	
Accounts payable			(1,127)	
Accrued payroll			262	
<b>GAAP expenses</b>			<b>\$ 172,799</b>	

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, 2010

	606			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
<b>Total revenues</b>	-	-	-	-
Expenditures				
Public safety	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Excess (deficiency) of     revenues over expenditures</b>	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(12,243)	(12,243)	(12,243)	-
<b>Total other financing     sources (uses)</b>	(12,243)	(12,243)	(12,243)	-
<b>Net change in fund balance</b>	<b>\$ (12,243)</b>	<b>(12,243)</b>	<b>(12,243)</b>	<b>-</b>
Prior year fund balance to balance the budget	\$ 12,243	12,243		
	<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 TREASURER'S FEE  
Year Ended June 30, 2010

	609			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 8,600	8,600	9,704	1,104
<b>Total revenues</b>	<b>8,600</b>	<b>8,600</b>	<b>9,704</b>	<b>1,104</b>
Expenditures				
General government	9,250	9,250	238	9,012
<b>Total expenditures</b>	<b>9,250</b>	<b>9,250</b>	<b>238</b>	<b>9,012</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>(650)</b>	<b>(650)</b>	<b>9,466</b>	<b>10,116</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (650)</b>	<b>(650)</b>	<b>9,466</b>	<b>10,116</b>
Prior year fund balance to balance the budget	\$ 650	650		
	<b>\$ -</b>	<b>-</b>		

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, 2010

	610			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 67,500	67,500	77,283	9,783
<b>Total revenues</b>	<b>67,500</b>	<b>67,500</b>	<b>77,283</b>	<b>9,783</b>
Expenditures				
General government	165,249	165,249	104,947	60,302
<b>Total expenditures</b>	<b>165,249</b>	<b>165,249</b>	<b>104,947</b>	<b>60,302</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>(97,749)</b>	<b>(97,749)</b>	<b>(27,664)</b>	<b>70,085</b>
Other Financing Sources (Uses)				
Operating transfers in	34,722	34,722	34,722	-
<b>Total other financing     sources (uses)</b>	<b>34,722</b>	<b>34,722</b>	<b>34,722</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (63,027)</b>	<b>(63,027)</b>	<b>7,058</b>	<b>70,085</b>
Prior year fund balance to balance the budget	\$ 63,027	63,027		
	\$ -	-		
Budgetary Revenues			\$ 77,283	
Accounts receivable			1,406	
<b>GAAP revenues</b>			<b>\$ 78,689</b>	
Budgetary Expenses			\$ 104,947	
Accounts payable			(1,026)	
<b>GAAP expenses</b>			<b>\$ 103,921</b>	

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET TO ACTUAL  
SPECIAL REVENUE CLERK'S EQUIPMENT  
Year Ended June 30, 2010

	612			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 24,000	24,000	18,107	(5,893)
<b>Total revenues</b>	<b>24,000</b>	<b>24,000</b>	<b>18,107</b>	<b>(5,893)</b>
Expenditures				
General government	25,000	25,000	18,788	6,212
<b>Total expenditures</b>	<b>25,000</b>	<b>25,000</b>	<b>18,788</b>	<b>6,212</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>(1,000)</b>	<b>(1,000)</b>	<b>(681)</b>	<b>319</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (1,000)</b>	<b>(1,000)</b>	<b>(681)</b>	<b>319</b>
Prior year fund balance to balance the budget	\$ 1,000	1,000		
	<u>\$ -</u>	<u>-</u>		
Budgetary Expenses			\$ 18,788	
Accounts payable			<u>(530)</u>	
<b>GAAP expenses</b>			<u>\$ 18,258</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, 2010

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

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 COUNTY INFRASTRUCTURE GRT  
Year Ended June 30, 2010

	620			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 90,000	90,000	20,826	(69,174)
<b>Total revenues</b>	<b>90,000</b>	<b>90,000</b>	<b>20,826</b>	<b>(69,174)</b>
Expenditures				
General government	170,000	170,000	5,336	164,664
<b>Total expenditures</b>	<b>170,000</b>	<b>170,000</b>	<b>5,336</b>	<b>164,664</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(80,000)</b>	<b>(80,000)</b>	<b>15,490</b>	<b>95,490</b>
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (80,000)</b>	<b>(80,000)</b>	<b>15,490</b>	<b>95,490</b>
Prior year fund balance to balance the budget	\$ 80,000	80,000		
	\$ -	-		
Budgetary Revenues			\$ 20,826	
Intergovernmental receivable			(2,429)	
<b>GAAP revenues</b>			<b>\$ 18,397</b>	



STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET TO ACTUAL  
SPECIAL REVENUE COMMUNITY DEVELOPMENT BLOCK GRANT  
Year Ended June 30, 2010

	622			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 475,000	475,000	396,463	(78,537)
<b>Total revenues</b>	<u>475,000</u>	<u>475,000</u>	<u>396,463</u>	<u>(78,537)</u>
Expenditures				
General government	475,000	475,000	396,463	78,537
<b>Total expenditures</b>	<u>475,000</u>	<u>475,000</u>	<u>396,463</u>	<u>78,537</u>
<b>Excess of revenues     over expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
<b>Total other financing     sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	-	-
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year fund balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ 396,463	
Accounts Receivable			<u>32,947</u>	
<b>GAAP expenses</b>			<u>\$ 429,410</u>	
Budgetary expenses			\$ 396,463	
Accounts Payable			<u>32,947</u>	
<b>GAAP expenses</b>			<u>\$ 429,410</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 COMMUNITY HEALTH IMPROVEMENT  
Year Ended June 30, 2010

623				
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 116,833	116,833	103,916	(12,917)
<b>Total revenues</b>	<u>116,833</u>	<u>116,833</u>	<u>103,916</u>	<u>(12,917)</u>
Expenditures				
Health and welfare	97,000	97,000	97,000	-
<b>Total expenditures</b>	<u>97,000</u>	<u>97,000</u>	<u>97,000</u>	<u>-</u>
<b>Excess of revenues     over expenditures</b>	<u>19,833</u>	<u>19,833</u>	<u>6,916</u>	<u>(12,917)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(325)	(325)	(325)	-
<b>Total other financing     sources (uses)</b>	<u>(325)</u>	<u>(325)</u>	<u>(325)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	19,508	19,508	6,591	(12,917)
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<u>\$ 19,508</u>	<u>19,508</u>	<u>6,591</u>	<u>(12,917)</u>
Prior year fund balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ 19,508</u>	<u>19,508</u>		
Budgetary Revenues			\$ 103,916	
Accounts Receivable			<u>(6,966)</u>	
<b>GAAP Revenues</b>			<u>\$ 96,950</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 MEDICAID  
Year Ended June 30, 2010

	624			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 36,705	44,705	42,965	(1,740)
<b>Total revenues</b>	<u>36,705</u>	<u>44,705</u>	<u>42,965</u>	<u>(1,740)</u>
Expenditures				
Health and welfare	35,000	43,000	42,500	500
<b>Total expenditures</b>	<u>35,000</u>	<u>43,000</u>	<u>42,500</u>	<u>500</u>
<b>Excess of revenues     over expenditures</b>	<u>1,705</u>	<u>1,705</u>	<u>465</u>	<u>(1,240)</u>
Other Financing Sources (Uses)				
Operating transfers in			4,009	4,009
Operating transfers out	(658)	(658)	(658)	-
<b>Total other financing     sources (uses)</b>	<u>(658)</u>	<u>(658)</u>	<u>3,351</u>	<u>4,009</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	1,047	1,047	3,816	2,769
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<u>\$ 1,047</u>	<u>1,047</u>	<u>3,816</u>	<u>2,769</u>
Prior year fund balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 42,965	
Accounts Receivable			<u>4,003</u>	
<b>GAAP Revenues</b>			<u>\$ 46,968</u>	
Budgetary Expenses			\$ 42,500	
Accounts Payable			<u>3,175</u>	
<b>GAAP expenses</b>			<u>\$ 45,675</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 CHILDREN'S TRUST FUND GRANT  
Year Ended June 30, 2010

	625			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 36,770	36,770	35,152	(1,618)
<b>Total revenues</b>	<u>36,770</u>	<u>36,770</u>	<u>35,152</u>	<u>(1,618)</u>
Expenditures				
Health and welfare	35,000	35,000	35,000	-
<b>Total expenditures</b>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>
<b>Excess of revenues over expenditures</b>	<u>1,770</u>	<u>1,770</u>	<u>152</u>	<u>(1,618)</u>
Other Financing Sources (Uses)				
Operating transfers in	56	56	56	-
Operating transfers out	-	-	(5,327)	(5,327)
<b>Total other financing sources (uses)</b>	<u>56</u>	<u>56</u>	<u>(5,271)</u>	<u>(5,327)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>1,826</u>	<u>1,826</u>	<u>(5,119)</u>	<u>(6,945)</u>
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<u>\$ 1,826</u>	<u>1,826</u>	<u>(5,119)</u>	<u>(6,945)</u>
Prior year fund balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ 1,826</u>	<u>1,826</u>		
Budgetary Revenues			\$ 35,152	
Accounts Receivable			<u>1,117</u>	
<b>GAAP Revenues</b>			<u>\$ 36,269</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 ADOLESCENT PREGNANCY PREVENTION  
Year Ended June 30, 2010

	626			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 33,250	33,250	31,500	(1,750)
<b>Total revenues</b>	<u>33,250</u>	<u>33,250</u>	<u>31,500</u>	<u>(1,750)</u>
Expenditures				
Health and welfare	30,500	30,500	30,500	-
<b>Total expenditures</b>	<u>30,500</u>	<u>30,500</u>	<u>30,500</u>	<u>-</u>
<b>Excess of revenues     over expenditures</b>	<u>2,750</u>	<u>2,750</u>	<u>1,000</u>	<u>(1,750)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(46)	(46)	(46)	-
<b>Total other financing     sources (uses)</b>	<u>(46)</u>	<u>(46)</u>	<u>(46)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>2,704</u>	<u>2,704</u>	<u>954</u>	<u>(1,750)</u>
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<u>\$ 2,704</u>	<u>2,704</u>	<u>954</u>	<u>(1,750)</u>
Prior year fund balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ 2,704</u>	<u>2,704</u>		
Budgetary Revenues			\$ 31,500	
Accounts Receivable			<u>(1,000)</u>	
<b>GAAP Revenues</b>			<u>\$ 30,500</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 SAFETY NET  
Year Ended June 30, 2010

	627			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,500	1,500	865	(635)
<b>Total revenues</b>	<b>1,500</b>	<b>1,500</b>	<b>865</b>	<b>(635)</b>
Expenditures				
Public safety	1,500	1,500	650	850
<b>Total expenditures</b>	<b>1,500</b>	<b>1,500</b>	<b>650</b>	<b>850</b>
<b>Excess of revenues over expenditures</b>	-	-	215	215
Other Financing Sources (Uses)				
Operating transfers in	-	-	8,938	8,938
Operating transfers out	-	-	(903)	(903)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>8,035</b>	<b>8,035</b>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	8,250	8,250
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>-</b>	<b>8,250</b>	<b>8,250</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ -</b>	<b>-</b>		

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 NMCADV/TANF  
Year Ended June 30, 2010

628

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

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 HOME VISITING GRANT  
Year Ended June 30, 2010

629				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ -	63,000	57,165	(5,835)
<b>Total revenues</b>	<b>-</b>	<b>63,000</b>	<b>57,165</b>	<b>(5,835)</b>
Expenditures				
Health and welfare	-	63,000	63,000	-
<b>Total expenditures</b>	<b>-</b>	<b>63,000</b>	<b>63,000</b>	<b>-</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>-</b>	<b>-</b>	<b>(5,835)</b>	<b>(5,835)</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>-</b>	<b>(5,835)</b>	<b>(5,835)</b>
Prior year fund balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 57,165	
Accounts Receivable			5,835	
<b>GAAP Revenues</b>			<b>\$ 63,000</b>	

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 ESPERANZA CLINIC  
Year Ended June 30, 2010

	630			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 1,200	1,200	1,600	400
<b>Total revenues</b>	<b>1,200</b>	<b>1,200</b>	<b>1,600</b>	<b>400</b>
Expenditures				
Health and welfare	3,800	3,800	1,081	2,719
<b>Total expenditures</b>	<b>3,800</b>	<b>3,800</b>	<b>1,081</b>	<b>2,719</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>(2,600)</b>	<b>(2,600)</b>	<b>519</b>	<b>3,119</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (2,600)</b>	<b>(2,600)</b>	<b>519</b>	<b>3,119</b>
Prior year fund balance to balance the budget	\$ 2,600	2,600		
	<b>\$ -</b>	<b>-</b>		

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, 2010

	631			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Expenditures				
General government	-	6,869	6,267	602
<b>Total expenditures</b>	<b>-</b>	<b>6,869</b>	<b>6,267</b>	<b>602</b>
<b>Excess of revenues     over expenditures</b>	<b>-</b>	<b>(6,869)</b>	<b>(6,267)</b>	<b>602</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	(6,869)	(6,267)	602
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>(6,869)</b>	<b>(6,267)</b>	<b>602</b>
Prior year fund balance to balance the budget	\$ -	6,869		
	<b>\$ -</b>	<b>-</b>		
Budgetary Expenses			\$ 6,267	
Accounts Payable			161	
<b>GAAP expenses</b>			<b>\$ 6,428</b>	

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 RODEO GRANT  
Year Ended June 30, 2010

	632			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 50,430	50,430	50,430	-
<b>Total revenues</b>	<b>50,430</b>	<b>50,430</b>	<b>50,430</b>	<b>-</b>
Expenditures				
Culture and recreation	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>50,430</b>	<b>50,430</b>	<b>50,430</b>	<b>-</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 50,430</b>	<b>50,430</b>	<b>50,430</b>	<b>-</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ 50,430</b>	<b>50,430</b>		
Budgetary Revenues			\$ 50,430	
Accounts receivable			(50,430)	
<b>GAAP revenues</b>			<b>\$ -</b>	

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 COURT FORFEITURE  
Year Ended June 30, 2010

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

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET TO ACTUAL  
SPECIAL REVENUE HIGH LONESOME WIND PILOT  
Year Ended June 30, 2010

	641			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	325,000	325,000	-
<b>Total revenues</b>	-	325,000	325,000	-
Expenditures				
General governmental	-	325,000	149,500	175,500
<b>Total expenditures</b>	-	325,000	149,500	175,500
<b>Excess (deficiency) of     revenues over expenditures</b>	-	-	175,500	175,500
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	(175,000)	(175,000)
<b>Total other financing     sources (uses)</b>	-	-	(175,000)	(175,000)
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>-</b>	<b>500</b>	<b>500</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ -</b>	<b>-</b>		

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 ESTANCIA BASIN WATER STUDY  
Year Ended June 30, 2010

	650			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	4,134	4,134
<b>Total revenues</b>	-	-	4,134	4,134
Expenditures				
General governmental	31,071	31,071	4,741	26,330
<b>Total expenditures</b>	31,071	31,071	4,741	26,330
<b>Excess (deficiency) of         revenues over expenditures</b>	(31,071)	(31,071)	(607)	30,464
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ (31,071)</b>	<b>(31,071)</b>	<b>(607)</b>	<b>30,464</b>
Prior year fund balance to balance the budget	\$ 31,071	31,071		
	\$ -	-		

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 RURAL ADDRESSING  
Year Ended June 30, 2010

	675		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts			
	Original	Final		
Revenues				
Local and state-shared taxes	28,000	28,000	20,557	(7,443)
Charges for services	\$ 4,272	4,272	1,950	(2,322)
<b>Total revenues</b>	<b>32,272</b>	<b>32,272</b>	<b>22,507</b>	<b>(9,765)</b>
Expenditures				
General government	100,988	100,988	61,637	39,351
<b>Total expenditures</b>	<b>100,988</b>	<b>100,988</b>	<b>61,637</b>	<b>39,351</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(68,716)</b>	<b>(68,716)</b>	<b>(39,130)</b>	<b>29,586</b>
Other Financing Sources (Uses)				
Operating transfers in	46,006	46,006	46,006	-
<b>Total other financing sources (uses)</b>	<b>46,006</b>	<b>46,006</b>	<b>46,006</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (22,710)</b>	<b>(22,710)</b>	<b>6,876</b>	<b>29,586</b>
Prior year fund balance to balance the budget	\$ 22,710	22,710		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 22,507	
Intergovernmental receivable			<u>65</u>	
<b>GAAP revenues</b>			<b>\$ 22,572</b>	
Budgetary Expenses			\$ 61,637	
Accounts payable			<u>(122)</u>	
<b>GAAP expenses</b>			<b>\$ 61,515</b>	

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 PLANNING AND ZONING COURT FEES  
Year Ended June 30, 2010

	685			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 6,200	6,200	5,700	(500)
<b>Total revenues</b>	<b>6,200</b>	<b>6,200</b>	<b>5,700</b>	<b>(500)</b>
Expenditures				
General government	10,968	10,968	7,352	3,616
<b>Total expenditures</b>	<b>10,968</b>	<b>10,968</b>	<b>7,352</b>	<b>3,616</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(4,768)</b>	<b>(4,768)</b>	<b>(1,652)</b>	<b>3,116</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (4,768)</b>	<b>(4,768)</b>	<b>(1,652)</b>	<b>3,116</b>
Prior year fund balance to balance the budget	\$ 4,768	4,768		
	\$ -	-		
Budgetary Expenses			\$ 7,352	
Accounts payable			(1,367)	
<b>GAAP expenses</b>			<b>\$ 5,985</b>	

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 DOMESTIC VIOLENCE  
Year Ended June 30, 2010

	690			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 101,629	101,629	96,550	(5,079)
<b>Total revenues</b>	<b>101,629</b>	<b>101,629</b>	<b>96,550</b>	<b>(5,079)</b>
Expenditures				
General government	101,000	102,610	102,005	605
<b>Total expenditures</b>	<b>101,000</b>	<b>102,610</b>	<b>102,005</b>	<b>605</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>629</b>	<b>(981)</b>	<b>(5,455)</b>	<b>(4,474)</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(2,000)	(2,000)	(2,000)	-
<b>Total other financing         sources (uses)</b>	<b>(2,000)</b>	<b>(2,000)</b>	<b>(2,000)</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (1,371)</b>	<b>(2,981)</b>	<b>(7,455)</b>	<b>(4,474)</b>
Prior year fund balance to balance the budget	\$ 1,371	2,981		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 96,550	
Intergovernmental receivable			<u>3,079</u>	
<b>GAAP revenues</b>			<u>\$ 99,629</u>	
Budgetary Expenses			\$ 102,005	
Accounts payable			(3,699)	
Accrued payroll			<u>154</u>	
<b>GAAP expenses</b>			<u>\$ 98,460</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 DV VICTIM RESTITUTION  
Year Ended June 30, 2010

	<b>691</b>			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 19,820	19,820	17,029	(2,791)
<b>Total revenues</b>	<b>19,820</b>	<b>19,820</b>	<b>17,029</b>	<b>(2,791)</b>
Expenditures				
Health and welfare	15,000	16,509	13,752	2,757
<b>Total expenditures</b>	<b>15,000</b>	<b>16,509</b>	<b>13,752</b>	<b>2,757</b>
<b>Excess of revenues     over expenditures</b>	<b>4,820</b>	<b>3,311</b>	<b>3,277</b>	<b>(34)</b>
Other Financing Sources (Uses)				
Operating transfers in	2,000	2,000	2,000	-
Operating transfers out			-	-
<b>Total other financing     sources (uses)</b>	<b>2,000</b>	<b>2,000</b>	<b>2,000</b>	<b>-</b>
Excess (deficiency) of revenues over expenditures and other sources (uses)	6,820	5,311	5,277	(34)
Fund balance, beginning of year	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ 6,820</b>	<b>5,311</b>	<b>5,277</b>	<b>(34)</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ 6,820</b>	<b>5,311</b>		
Budgetary Expenses			\$ 13,752	
Accounts payable			(5,097)	
<b>GAAP expenses</b>			<b>\$ 8,655</b>	

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 DOMESTIC VIOLENCE COURT FEES  
Year Ended June 30, 2010

	692			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 3,800	3,800	1,765	(2,035)
<b>Total revenues</b>	<b>3,800</b>	<b>3,800</b>	<b>1,765</b>	<b>(2,035)</b>
Expenditures				
General government	19,000	19,000	-	19,000
<b>Total expenditures</b>	<b>19,000</b>	<b>19,000</b>	<b>-</b>	<b>19,000</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(15,200)</b>	<b>(15,200)</b>	<b>1,765</b>	<b>16,965</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (15,200)</b>	<b>(15,200)</b>	<b>1,765</b>	<b>16,965</b>
Prior year fund balance to balance the budget	\$ 15,200	15,200		
	<b>\$ -</b>	<b>-</b>		

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, 2010

	693			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 30,000	30,000	27,186	(2,814)
<b>Total revenues</b>	<b>30,000</b>	<b>30,000</b>	<b>27,186</b>	<b>(2,814)</b>
Expenditures				
General government	9,800	9,800	-	9,800
<b>Total expenditures</b>	<b>9,800</b>	<b>9,800</b>	<b>-</b>	<b>9,800</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>20,200</b>	<b>20,200</b>	<b>27,186</b>	<b>6,986</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
<b>Total other financing         source (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 20,200</b>	<b>20,200</b>	<b>27,186</b>	<b>6,986</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ 20,200</b>	<b>20,200</b>		

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, 2010

	801			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
<b>Total revenues</b>	-	-	-	-
Expenditures				
General government	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Excess (deficiency) of         revenues over expenditures</b>	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
<b>Total other financing         sources (uses)</b>	-	-	-	-
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>
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 UNIVERSAL HIRING GRANT  
Year Ended June 30, 2010

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

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, 2010

	804			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 16,500	16,500	10,802	(5,698)
<b>Total revenues</b>	<b>16,500</b>	<b>16,500</b>	<b>10,802</b>	<b>(5,698)</b>
Expenditures				
Health and welfare	29,000	29,000	16,465	12,535
<b>Total expenditures</b>	<b>29,000</b>	<b>29,000</b>	<b>16,465</b>	<b>12,535</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>(12,500)</b>	<b>(12,500)</b>	<b>(5,663)</b>	<b>6,837</b>
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (12,500)</b>	<b>(12,500)</b>	<b>(5,663)</b>	<b>6,837</b>
Prior year fund balance to balance the budget	\$ 12,500	12,500		
	<b>\$ -</b>	<b>-</b>		
Budgetary Expenses			\$ 16,465	
Accounts payable			(909)	
<b>GAAP expenses</b>			<b>\$ 15,556</b>	

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, 2010

	805			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 8,410	8,410	12,865	4,455
<b>Total revenues</b>	<b>8,410</b>	<b>8,410</b>	<b>12,865</b>	<b>4,455</b>
Expenditures				
Public safety	2,233	6,713	5,186	1,527
Highways & Streets	2,233	6,713	-	6,713
<b>Total expenditures</b>	<b>4,466</b>	<b>13,426</b>	<b>5,186</b>	<b>8,240</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>3,944</b>	<b>(5,016)</b>	<b>7,679</b>	<b>12,695</b>
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 3,944</b>	<b>(5,016)</b>	<b>7,679</b>	<b>12,695</b>
Prior year fund balance to balance the budget	\$ -	5,016		
	\$ -	-		
Budgetary Revenues			\$ 12,865	
Intergovernmental receivable			2,483	
<b>GAAP revenues</b>			<b>\$ 15,348</b>	
Budgetary Expenses			\$ 5,186	
Accounts payable			(204)	
<b>GAAP expenses</b>			<b>\$ 4,982</b>	



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, 2010

808				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Intergovernmental sources	\$ 17,654	17,654	5,654	(12,000)
<b>Total revenues</b>	<b>17,654</b>	<b>17,654</b>	<b>5,654</b>	<b>(12,000)</b>
<b>Expenditures</b>				
Public safety	11,148	11,148	10,172	976
<b>Total expenditures</b>	<b>11,148</b>	<b>11,148</b>	<b>10,172</b>	<b>976</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>6,506</b>	<b>6,506</b>	<b>(4,518)</b>	<b>(11,024)</b>
<b>Other Financing Sources (Uses)</b>				
Operating transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 6,506</b>	<b>6,506</b>	<b>(4,518)</b>	<b>(11,024)</b>
<b>Prior year fund balance to balance the budget</b>				
	\$ -	-		
	\$ -	-		
<b>Budgetary Revenues</b>				
Intergovernmental receivable			\$ 5,654	
			6,346	
<b>GAAP revenues</b>			<b>\$ 12,000</b>	
<b>Budgetary Expenses</b>				
Accounts payable			\$ 10,172	
			(506)	
<b>GAAP expenses</b>			<b>\$ 9,666</b>	

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, 2010

	809			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 830	-	-	-
<b>Total revenues</b>	<b>830</b>	<b>-</b>	<b>-</b>	<b>-</b>
Expenditures				
Public safety	830	-	-	-
<b>Total expenditures</b>	<b>830</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other Financing Sources (Uses)				
Operating transfers in	-	830	830	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>830</b>	<b>830</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>830</b>	<b>830</b>	<b>-</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ -</b>	<b>830</b>		

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, 2010

	811			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 504	504	504	-
<b>Total revenues</b>	<b>504</b>	<b>504</b>	<b>504</b>	<b>-</b>
Expenditures				
Health and welfare	-	504	300	204
<b>Total expenditures</b>	<b>-</b>	<b>504</b>	<b>300</b>	<b>204</b>
<b>Excess (deficiency) of     revenues over expenditures</b>	<b>504</b>	<b>-</b>	<b>204</b>	<b>204</b>
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 504</b>	<b>-</b>	<b>204</b>	<b>204</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ 504</b>	<b>-</b>		
Budgetary Revenues			\$ 504	
Intergovernmental receivable			360	
<b>GAAP revenues</b>			<b>\$ 864</b>	

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, 2010

815				
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 29,882	32,642	32,642	-
<b>Total revenues</b>	<b>29,882</b>	<b>32,642</b>	<b>32,642</b>	<b>-</b>
Expenditures				
General government	28,000	28,000	28,000	-
<b>Total expenditures</b>	<b>28,000</b>	<b>28,000</b>	<b>28,000</b>	<b>-</b>
<b>Excess of revenues     over expenditures</b>	<b>1,882</b>	<b>4,642</b>	<b>4,642</b>	<b>-</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	1,255	1,255
Operating transfers out	(3,638)	(3,638)	(3,638)	-
<b>Total other financing     sources (uses)</b>	<b>(3,638)</b>	<b>(3,638)</b>	<b>(2,383)</b>	<b>1,255</b>
<b>Net change in fund balance</b>	<b>\$ (1,756)</b>	<b>1,004</b>	<b>2,259</b>	<b>1,255</b>
Prior year fund balance to balance the budget	\$ 1,756	-		
	<b>\$ -</b>	<b>1,004</b>		
Budgetary Revenues			\$ 32,642	
Intergovernmental receivable			(4,642)	
<b>GAAP revenues</b>			<b>\$ 28,000</b>	
Budgetary Expenses			\$ 28,000	
Accounts payable			(14,344)	
<b>GAAP expenses</b>			<b>\$ 13,656</b>	

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 JARC TRANSPORTATION  
Year Ended June 30, 2010

816

	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 32,700	32,700	23,829	(8,871)
<b>Total revenues</b>	<u>32,700</u>	<u>32,700</u>	<u>23,829</u>	<u>(8,871)</u>
Expenditures				
General government	28,000	28,000	23,100	4,900
<b>Total expenditures</b>	<u>28,000</u>	<u>28,000</u>	<u>23,100</u>	<u>4,900</u>
<b>Excess of revenues over expenditures</b>	<u>4,700</u>	<u>4,700</u>	<u>729</u>	<u>(3,971)</u>
Other Financing Sources (Uses)				
Operating transfers in	2,583	2,583	2,583	-
Operating transfers out			(1,255)	(1,255)
<b>Total other financing sources (uses)</b>	<u>2,583</u>	<u>2,583</u>	<u>1,328</u>	<u>(1,255)</u>
<b>Net change in fund balance</b>	<u>\$ 7,283</u>	<u>7,283</u>	<u>2,057</u>	<u>(5,226)</u>
Prior year fund balance to balance the budget	\$ -	-		
	<u>\$ 7,283</u>	<u>7,283</u>		
Budgetary Revenues			\$ 23,829	
Intergovernmental receivable			<u>(730)</u>	
<b>GAAP revenues</b>			<u>\$ 23,099</u>	
Budgetary Expenses			\$ 23,100	
Accounts payable			<u>(15,062)</u>	
<b>GAAP expenses</b>			<u>\$ 8,038</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 DRUG FREE COMMUNITIES  
Year Ended June 30, 2010

	817			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 24,666	79,046	79,046	-
<b>Total revenues</b>	<b>24,666</b>	<b>79,046</b>	<b>79,046</b>	<b>-</b>
Expenditures				
Health and welfare	-	99,283	75,384	23,899
<b>Total expenditures</b>	<b>-</b>	<b>99,283</b>	<b>75,384</b>	<b>23,899</b>
<b>Excess of revenues     over expenditures</b>	<b>24,666</b>	<b>(20,237)</b>	<b>3,662</b>	<b>23,899</b>
Other Financing Sources (Uses)				
Operating transfers in	39,812	39,812	39,812	-
Operating transfers out	-	-	-	-
<b>Total other financing     sources (uses)</b>	<b>39,812</b>	<b>39,812</b>	<b>39,812</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 64,478</b>	<b>19,575</b>	<b>43,474</b>	<b>23,899</b>
Prior year fund balance to balance the budget	\$ -	-		
	<b>\$ 64,478</b>	<b>19,575</b>		
Budgetary Revenues			\$ 79,046	
Intergovernmental receivable			5,091	
<b>GAAP revenues</b>			<b>\$ 84,137</b>	
Budgetary Expenses			\$ 75,384	
Accounts payable			5,914	
<b>GAAP expenses</b>			<b>\$ 81,298</b>	

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 TRANSPORTATION  
Year Ended June 30, 2010

	818			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Charges for services	\$ 366,846	366,846	169,235	(197,611)
<b>Total revenues</b>	<u>366,846</u>	<u>366,846</u>	<u>169,235</u>	<u>(197,611)</u>
Expenditures				
General government	211,732	392,414	378,053	14,361
<b>Total expenditures</b>	<u>211,732</u>	<u>392,414</u>	<u>378,053</u>	<u>14,361</u>
<b>Excess of revenues     over expenditures</b>	<u>155,114</u>	<u>(25,568)</u>	<u>(208,818)</u>	<u>(183,250)</u>
Other Financing Sources (Uses)				
Operating transfers in	364,444	364,444	364,444	-
Operating transfers out	-	-	-	-
<b>Total other financing     sources (uses)</b>	<u>364,444</u>	<u>364,444</u>	<u>364,444</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ 519,558</u>	<u>338,876</u>	<u>155,626</u>	<u>(183,250)</u>
Prior year fund balance to balance the budget	\$ -	-		
	<u>\$ 519,558</u>	<u>338,876</u>		
Budgetary Revenues			\$ 169,235	
Intergovernmental receivable			<u>12,035</u>	
<b>GAAP revenues</b>			<u>\$ 181,270</u>	
Budgetary Expenses			\$ 378,053	
Accounts payable			<u>(25,610)</u>	
<b>GAAP expenses</b>			<u>\$ 352,443</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 NM PRIMARY CARE ASSOCIATION  
Year Ended June 30, 2010

819

	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 57,167	57,167	55,167	(2,000)
<b>Total revenues</b>	<u>57,167</u>	<u>57,167</u>	<u>55,167</u>	<u>(2,000)</u>
Expenditures				
Health and welfare	41,250	53,125	53,125	-
<b>Total expenditures</b>	<u>41,250</u>	<u>53,125</u>	<u>53,125</u>	<u>-</u>
<b>Excess of revenues over expenditures</b>	<u>15,917</u>	<u>4,042</u>	<u>2,042</u>	<u>(2,000)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(37)	(37)	(37)	-
<b>Total other financing sources (uses)</b>	<u>(37)</u>	<u>(37)</u>	<u>(37)</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ 15,880</u>	<u>4,005</u>	<u>2,005</u>	<u>(2,000)</u>
Prior year fund balance to balance the budget	\$ -	-		
	<u>\$ 15,880</u>	<u>4,005</u>		
Budgetary Revenues			\$ 55,167	
Intergovernmental receivable			(2,042)	
<b>GAAP revenues</b>			<u>\$ 53,125</u>	
Budgetary Expenses			\$ 53,125	
Accounts payable			(3,378)	
<b>GAAP expenses</b>			<u>\$ 49,747</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 FM RADIO STATION  
Year Ended June 30, 2010

	820			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 33,000	33,000	-	(33,000)
<b>Total revenues</b>	<u>33,000</u>	<u>33,000</u>	-	<u>(33,000)</u>
Expenditures				
General government	50,000	50,000	5,268	44,732
<b>Total expenditures</b>	<u>50,000</u>	<u>50,000</u>	5,268	44,732
<b>Excess of revenues     over expenditures</b>	<u>(17,000)</u>	<u>(17,000)</u>	(5,268)	11,732
Other Financing Sources (Uses)				
Operating transfers in	15,000	15,000	15,000	-
<b>Total other financing     sources (uses)</b>	<u>15,000</u>	<u>15,000</u>	15,000	-
<b>Net change in fund balance</b>	<u>\$ (2,000)</u>	<u>(2,000)</u>	9,732	11,732
Prior year fund balance to balance the budget	<u>\$ 2,000</u>	<u>2,000</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Expenses			\$ 5,268	
Accounts payable			<u>1,300</u>	
<b>GAAP expenses</b>			<u>\$ 6,568</u>	

See Notes to Financial Statements.

**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, 2010

	562			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental Revenue	\$ 34,274	34,274	50,774	16,500
Local and state-shared taxes	117,195	117,195	126,580	9,385
Property Taxes	217,000	217,000	300,841	83,841
<b>Total revenues</b>	<b>368,469</b>	<b>368,469</b>	<b>478,195</b>	<b>109,726</b>
Expenditures				
Debt service	482,060	519,616	508,076	11,540
<b>Total expenditures</b>	<b>482,060</b>	<b>519,616</b>	<b>508,076</b>	<b>11,540</b>
<b>Excess of revenues over expenditures</b>	<b>(113,591)</b>	<b>(151,147)</b>	<b>(29,881)</b>	<b>121,266</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	33,900	33,900
<b>Net change in fund balance</b>	<b>\$ (113,591)</b>	<b>(151,147)</b>	<b>4,019</b>	<b>155,166</b>
Prior year fund balance to balance the budget	\$ 113,591	151,147		
	<b>\$ -</b>	<b>-</b>		
Budgetary Revenues			\$ 478,195	
Intergovernmental receivable			451	
<b>GAAP revenues</b>			<b>\$ 478,646</b>	

## **CAPITAL PROJECTS FUNDS**

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

G.O. Bond 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  
SPECIAL REVENUE G.O. BOND JUDICIAL COMPLEX  
Year Ended June 30, 2010

	424			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Interest	\$ 600	600	67	(533)
<b>Total revenues</b>	<b>600</b>	<b>600</b>	<b>67</b>	<b>(533)</b>
Expenditures				
General government	1,018	1,018	485	533
<b>Total expenditures</b>	<b>1,018</b>	<b>1,018</b>	<b>485</b>	<b>533</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>(418)</b>	<b>(418)</b>	<b>(418)</b>	<b>-</b>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (418)</b>	<b>(418)</b>	<b>(418)</b>	<b>-</b>
Prior year fund balance to balance the budget	\$ 418	418		
	\$ -	-		

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET TO ACTUAL  
SPECIAL REVENUE LEGISLATIVE APPROPRIATIONS  
Year Ended June 30, 2010

	803			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 683,762	683,762	114,654	(569,108)
<b>Total revenues</b>	<b>683,762</b>	<b>683,762</b>	<b>114,654</b>	<b>(569,108)</b>
Expenditures				
General government	-	-	12,208	(12,208)
Capital outlay	568,499	682,775	76,238	606,537
<b>Total expenditures</b>	<b>568,499</b>	<b>682,775</b>	<b>88,446</b>	<b>594,329</b>
<b>Excess (deficiency) of         revenues over expenditures</b>	<b>115,263</b>	<b>987</b>	<b>26,208</b>	<b>25,221</b>
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
<b>Total other financing         sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ 115,263</b>	<b>987</b>	<b>26,208</b>	<b>25,221</b>
Prior year fund balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 114,654	
Accounts Receivable			101,521	
<b>GAAP revenues</b>			<b>\$ 216,175</b>	
Budgetary Expenses			\$ 88,446	
Accounts payable			(33,556)	
<b>GAAP expenses</b>			<b>\$ 54,890</b>	

## 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.

**SUPPLEMENTARY INFORMATION**



**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING SCHEDULE OF CHANGES IN ASSETS  
AND LIABILITIES - ALL AGENCY FUNDS  
Year Ended June 30, 2010**

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
<b>CHILDREN'S TRUST FUND</b>				
<b>Assets</b>				
Due from other governmental units	\$ 612	1,530	1,927	215
<b>Liabilities</b>				
Deposits held in trust for others	\$ 612	1,530	1,927	215
<b>UNDISTRIBUTED TAXES</b>				
<b>Assets</b>				
Property tax receivable	\$ 1,501,630	3,966,197	4,288,475	1,179,352
Due from other governmental units	16,298	3,575,836	3,595,521	(3,387)
	<u>\$ 1,517,928</u>	<u>7,542,033</u>	<u>7,883,996</u>	<u>1,175,965</u>
<b>Liabilities</b>				
Due to other governmental units	\$ 1,501,630	3,966,197	4,288,475	1,179,352
Deposits held in trust for others	16,298	3,575,836	3,595,521	(3,387)
	<u>\$ 1,517,928</u>	<u>7,542,033</u>	<u>7,883,996</u>	<u>1,175,965</u>
<b>OVERPAYMENT OF TAXES</b>				
<b>Assets</b>				
Due from other governmental units	\$ 3,308	33,007	19,919	16,396
<b>Liabilities</b>				
Deposits held in trust for others	\$ 3,308	33,007	19,919	16,396
<b>TAXES PAID IN ADVANCE</b>				
<b>Assets</b>				
Due from other governmental units	\$ 11,040	-	54	10,986
<b>Liabilities</b>				
Deposits held in trust for others	\$ 11,040	-	54	10,986

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
COMBINING SCHEDULE OF CHANGES IN ASSETS  
AND LIABILITIES - ALL AGENCY FUNDS (CONTINUED)  
Year Ended June 30, 2010**

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
<b>PENALTY AND INTEREST</b>				
<b>Assets</b>				
Due from other governmental units	\$ (6,719)	47,050	47,910	(7,579)
<b>Liabilities</b>				
Deposits held for others	\$ (6,719)	47,050	47,910	(7,579)
<b><u>TOTAL - ALL AGENCY FUNDS</u></b>				
<b>Assets</b>				
Property tax receivable	\$ 1,501,630	3,966,197	4,288,475	1,179,352
Due from other governmental unit	24,539	3,657,423	3,665,331	16,631
<b>Total assets</b>	<b>\$ 1,526,169</b>	<b>7,623,620</b>	<b>7,953,806</b>	<b>1,195,983</b>
<b>Liabilities</b>				
Due to other governmental units	\$ 1,501,630	3,966,197	4,288,475	1,179,352
Deposits held for others	24,539	3,657,423	3,665,331	16,631
<b>Total liabilities</b>	<b>\$ 1,526,169</b>	<b>7,623,620</b>	<b>7,953,806</b>	<b>1,195,983</b>

**COUNTY OF TORRANCE  
 SCHEDULE OF JOINT POWERS AGREEMENTS  
 Year Ended June 30, 2010**

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	\$ 68,627	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	\$ 105,657	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	Dec-09 Dec-14	Unknown	\$ -	County of Torrance	County of Torrance
911 Dispatch Services	City of Moriarty, Town of Estancia, Town of Mountainair, Village of Willard and Torrance County	Torrance County	Provide 911 dispatch services for municipalities	Jul-09 Jun-10	\$228,110	\$ 541,238	County of Torrance	County of Torrance

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF DEPOSIT ACCOUNTS  
June 30, 2010

<u>Depository</u>	<u>Account Name</u>	<u>Type</u>	<u>Depository Balance</u>	<u>Reconciled Balance</u>
Wells Fargo Bank	Checking	Checking	\$ 654,540	607,639
Wells Fargo Bank	CD-Wells Fargo	Savings	175,500	175,500
Petty cash			300	300
<b>Total deposit accounts</b>			<u>830,340</u>	<u>783,439</u>
New Mexico Treasury	Investment	Investment	<u>2,268,486</u>	<u>2,268,486</u>
<b>Total investment accounts</b>			<u>2,268,486</u>	<u>2,268,486</u>
<b>Total deposit and investment accounts</b>			<u>\$ 3,098,826</u>	<u>3,051,925</u>

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF PLEDGED COLLATERAL  
June 30, 2010

The following is a description of cash on deposit by financial institution and related pledged collateral at June 30, 2010.

	<u>Wells Fargo Bank</u>
Deposits at June 30, 2010	\$ 830,040
Less: FDIC coverage	<u>425,500</u>
Uninsured and uncollateralized	<u>\$ 404,540</u>
50% pledged collateral requirement per statute	<u>\$ 202,270</u>

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

Security	CUSIP	Maturity	Rate	Face	Market Value
Fed Natl Mtg Assn Pool #256349, WF Banks Northwestern	3137MWJ2	7/1/36	6.00%	\$ 1,650,000	\$ 373,310
Fed Natl Mtg Assn Pool #928832, WF Banks Northwestern	31412L4R8	10/1/37	6.00%	425,000	<u>320,734</u>
Total pledged collateral					<u>694,044</u>
<b>Amount over requirement</b>					<u><b>\$ 491,774</b></u>

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
LEGISLATIVE APPROPRIATIONS  
June 30, 2010**

<u>Project Title</u>	<u>Award</u>	<u>Balance</u>		<u>Expenditures</u>	
		<u>June 30, 2010</u>	<u>Term</u>	<u>FY 10</u>	
Hope Medical Clinic Building (balance reverted)	\$ 60,000	-	10/06-6/10	\$	-
Mountainair medical building (balance reverted)	45,000	1,389	10/6-6/10		1,935
Torreon land grant (balance reverted)	50,000	1,024	10/6-6/10		288
Manzano Park land grant	30,000	-	6/07-6/11		25,493
Manzano Park land grant #2	50,000	-	6/07-6/09		2,149
Multiuse trail system Mor - Estancia (reauthorized)	25,000	25,000	6/07-6/11		-
Sheriffs dept IT equipment (balance reverted)	19,000	-	7/08-6/10		-
Estancia health clinic	120,000	50,561	7/08-6/12		33,535
Judicial buildings	250,000	-	8/08-6/12		9,810
Moriarty Center Renovation	25,000	18,611	7/09-6/12		6,389
Moriarty Center Renovation	3,500	3,500	7/09-6/12		-
Mountainair Renovation	35,000	35,000	7/09-6/12		-
Moriarty / Estancia Equip & Furnish	18,000	12,692	7/09-6/12		5,308
Countywide Senior Center Renovation	32,260	31,748	7/09-6/12		512
Road CAP	324,799	324,799	7/09-6/11		-

STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
PROPERTY TAX SCHEDULE - 10 YEAR  
June 30, 2010

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed at Year-End	County Receivable at Year-End
<b>Torrance County</b>									
<i>General Advalorem:</i>									
2000-2008	\$ 28,528,213	Not Available	28,046,781	Not Available	28,046,781	-	-	Included in 2009	481,432
2009	3,866,219	3,495,238	3,495,238	3,451,900	3,451,900	-	-	43,339	370,981
<i>Total General Advalorem</i>	<u>32,394,433</u>	<u>3,495,238</u>	<u>31,542,019</u>	<u>3,451,900</u>	<u>31,498,681</u>	<u>-</u>	<u>-</u>	<u>43,339</u>	<u>852,413</u>
<i>Re-appraisal Program</i>									
2000-2008	29,763	Not Available	28,812	Not Available	28,812	-	-	Included in 2009	951
2009	4,730	4,118	4,118	2,880	2,880	-	-	1,238	612
<i>Total Re-appraisal Program</i>	<u>34,493</u>	<u>4,118</u>	<u>32,930</u>	<u>2,880</u>	<u>31,692</u>	<u>-</u>	<u>-</u>	<u>1,238</u>	<u>1,563</u>
<i>Non-rendition Fees</i>									
2000-2008	10,306	-	10,269	-	10,269	-	-	-	37
2009	-	-	-	-	-	-	-	-	-
<i>Total Non-rendition Fees</i>	<u>10,306</u>	<u>-</u>	<u>10,269</u>	<u>-</u>	<u>10,269</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37</u>
<b>Total Torrance County</b>	<b>\$ 32,439,232</b>	<b>3,499,356</b>	<b>31,585,218</b>	<b>3,454,779</b>	<b>31,540,641</b>	<b>-</b>	<b>-</b>	<b>44,577</b>	<b>854,013</b>
<b>State of New Mexico</b>									
<i>NM Debt Service/Levy:</i>									
2000-2008	\$ 2,496,861	46,156	2,453,648	44,779	2,452,271	-	-	1,377	43,213
2009	350,769	308,339	308,339	303,906	303,906	-	-	4,433	42,430
<i>Total NM Debt Service/Levy</i>	<u>2,847,630</u>	<u>354,495</u>	<u>2,761,987</u>	<u>348,685</u>	<u>2,756,177</u>	<u>-</u>	<u>-</u>	<u>5,810</u>	<u>85,643</u>
<i>NM Operation:</i>									
2000-2008 (2003)	350,662	Not Available	348,265	Not Available	348,265	-	-	-	2,397
2009	-	-	-	-	-	-	-	-	-
<i>Total NM Operation</i>	<u>350,662</u>	<u>-</u>	<u>348,265</u>	<u>-</u>	<u>348,265</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,397</u>
<i>Livestock:</i>									
2000-2008	337,182	3,334	285,856	3,202	285,724	-	-	132	51,326
2009	37,810	33,189	33,189	33,023	33,023	-	-	166	4,621
<i>Total Livestock</i>	<u>374,992</u>	<u>36,522</u>	<u>319,045</u>	<u>36,225</u>	<u>318,747</u>	<u>-</u>	<u>-</u>	<u>297</u>	<u>55,947</u>
<b>Total State of New Mexico</b>	<b>\$ 3,573,284</b>	<b>391,017</b>	<b>3,429,297</b>	<b>384,910</b>	<b>3,423,189</b>	<b>-</b>	<b>-</b>	<b>6,107</b>	<b>143,987</b>
<b>Municipalities</b>									
<i>Village of Willard:</i>									
2000-2008	\$ 37,157	911	26,272	860	4,562	-	-	51	10,885
2009	6,114	4,709	4,709	4,587	4,587	-	-	123	1,405
<i>Total Village of Willard</i>	<u>43,271</u>	<u>5,620</u>	<u>30,981</u>	<u>5,447</u>	<u>9,149</u>	<u>-</u>	<u>-</u>	<u>173</u>	<u>12,290</u>

STATE OF NEW MEXICO  
 COUNTY OF TORRANCE  
 PROPERTY TAX SCHEDULE - 10 YEAR (CONTINUED)  
 June 30, 2010

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed at Year-End	County Receivable at Year-End
<b>Town of Estancia:</b>									
2000-2008	\$ 166,409	1,857	117,582	1,823	76,404	-	-	34	48,827
2009	17,266	8,143	8,143	7,891	7,891	-	-	252	9,123
<i>Total Town of Estancia</i>	<u>183,675</u>	<u>10,000</u>	<u>125,725</u>	<u>9,714</u>	<u>84,294</u>	<u>-</u>	<u>-</u>	<u>286</u>	<u>57,950</u>
<b>City of Moriarty:</b>									
2000-2008	518,252	6,312	365,563	5,811	106,152	-	-	501	152,689
2009	57,739	55,833	55,833	54,399	54,399	-	-	1,434	1,906
<i>Total City of Moriarty</i>	<u>575,991</u>	<u>62,145</u>	<u>421,396</u>	<u>60,210</u>	<u>160,551</u>	<u>-</u>	<u>-</u>	<u>1,935</u>	<u>154,595</u>
<b>Town of Mountainair:</b>									
2000-2008	410,878	7,023	291,040	6,955	25,307	-	-	68	119,838
2009	43,038	42,448	42,448	42,052	42,052	-	-	395	591
<i>Total Town of Mountainair</i>	<u>453,916</u>	<u>49,471</u>	<u>333,487</u>	<u>49,007</u>	<u>67,359</u>	<u>-</u>	<u>-</u>	<u>464</u>	<u>120,429</u>
<b>Village of Encino:</b>									
2000-2008	16,543	132	11,703	129	2,914	-	-	3	4,840
2009	1,457	1,357	1,357	1,355	1,355	-	-	3	99
<i>Total Village of Encino</i>	<u>18,000</u>	<u>1,489</u>	<u>13,061</u>	<u>1,484</u>	<u>4,269</u>	<u>-</u>	<u>-</u>	<u>6</u>	<u>4,939</u>
<b>Total Municipalities</b>	<b>\$ 1,274,853</b>	<b>128,726</b>	<b>924,650</b>	<b>125,862</b>	<b>325,621</b>	<b>-</b>	<b>-</b>	<b>2,863</b>	<b>350,203</b>
<b>School Districts</b>									
<b>Estancia Municipal Schools:</b>									
2000-2008	\$ 5,796,688	Included in 2009	5,726,835	Included in 2009	5,726,835	-	-	Included in 2009	69,853
2009	569,543	510,468	510,468	502,106	502,106	-	-	8,362	59,076
<i>Total Estancia Municipal Schools</i>	<u>6,366,231</u>	<u>510,468</u>	<u>6,237,303</u>	<u>502,106</u>	<u>6,228,941</u>	<u>-</u>	<u>-</u>	<u>8,362</u>	<u>128,929</u>
<b>Moriarty-Edgewood Municipal Schools:</b>									
2000-2008	10,200,465	Included in 2009	9,963,963	Included in 2009	9,963,963	-	-	Included in 2009	236,503
2009	1,591,789	1,362,589	1,362,589	1,326,146	1,326,146	-	-	36,443	229,200
<i>Total Moriarty-Edgewood Municipal Schools</i>	<u>11,792,254</u>	<u>1,362,589</u>	<u>11,326,551</u>	<u>1,326,146</u>	<u>11,290,108</u>	<u>-</u>	<u>-</u>	<u>36,443</u>	<u>465,703</u>
<b>Mountainair Public Schools:</b>									
2000-2008	2,148,497	Included in 2009	2,127,766	Included in 2009	2,127,766	-	-	Included in 2009	20,731
2009	360,944	340,000	340,000	335,897	335,897	-	-	4,103	20,944
<i>Total Mountainair Public Schools</i>	<u>2,509,441</u>	<u>340,000</u>	<u>2,467,766</u>	<u>335,897</u>	<u>2,463,663</u>	<u>-</u>	<u>-</u>	<u>4,103</u>	<u>41,675</u>



STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
PROPERTY TAX SCHEDULE - 10 YEAR (CONTINUED)  
June 30, 2010

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Current Amount Uncollectible	To-Date Amount Uncollectible	Undistributed at Year-End	County Receivable at Year-End
<b>Encino/Vaughn Schools:</b>									
2000-2008	\$ 1,039,697	Included in 2009	1,037,393	Included in 2009	1,037,393	-	-	Included in 2009	2,304
2009	144,691	142,640	142,640	142,575	142,575	-	-	65	2,051
<b>Total Encino/Vaughn Schools</b>	<b>1,184,389</b>	<b>142,640</b>	<b>1,180,033</b>	<b>142,575</b>	<b>1,179,968</b>	<b>-</b>	<b>-</b>	<b>65</b>	<b>4,356</b>
<b>Corona Public Schools:</b>									
2000-2008	156,752	Included in 2009	156,159	Included in 2009	156,159	-	-	Included in 2009	593
2009	29,063	27,366	27,366	27,301	27,301	-	-	65	1,698
<b>Total Corona Public Schools</b>	<b>185,815</b>	<b>27,366</b>	<b>183,525</b>	<b>27,301</b>	<b>183,460</b>	<b>-</b>	<b>-</b>	<b>65</b>	<b>2,290</b>
<b>Total School Districts</b>	<b>\$ 22,038,131</b>	<b>2,383,062</b>	<b>21,395,178</b>	<b>2,334,024</b>	<b>21,346,140</b>	<b>-</b>	<b>-</b>	<b>49,039</b>	<b>642,953</b>
<b>Soil &amp; Water Conservation Districts</b>									
<b>East Torrance:</b>									
2000-2008	\$ 549,495	Included in 2009	541,264	Included in 2009	541,264	-	-	Included in 2009	8,231
2009	93,735	85,790	85,790	84,711	84,711	-	-	1,079	7,946
<b>Total East Torrance</b>	<b>643,231</b>	<b>85,790</b>	<b>627,053</b>	<b>84,711</b>	<b>625,974</b>	<b>-</b>	<b>-</b>	<b>1,079</b>	<b>16,177</b>
<b>Edgewood:</b>									
2000-2008	565,067	Included in 2009	552,853	Included in 2009	552,853	-	-	Included in 2009	12,213
2009	66,609	56,881	56,881	55,519	55,519	-	-	1,362	9,728
<b>Total Edgewood</b>	<b>631,676</b>	<b>56,881</b>	<b>609,735</b>	<b>55,519</b>	<b>608,373</b>	<b>-</b>	<b>-</b>	<b>1,362</b>	<b>21,941</b>
<b>Claunuch/Pinto:</b>									
2000-2008	250,364	Included in 2009	248,665	Included in 2009	248,665	-	-	Included in 2009	1,699
2009	45,926	43,534	43,534	42,627	43,627	-	-	907	2,392
<b>Total Claunuch/Pinto</b>	<b>296,290</b>	<b>43,534</b>	<b>292,199</b>	<b>42,627</b>	<b>292,292</b>	<b>-</b>	<b>-</b>	<b>907</b>	<b>4,091</b>
<b>Carrizozo:</b>									
2000-2008	34	Included in 2009	34	Included in 2009	34	-	-	Included in 2009	-
2009	4	4	4	4	4	-	-	-	-
<b>Total for Carrizozo</b>	<b>38</b>	<b>4</b>	<b>38</b>	<b>4</b>	<b>38</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Conservation Districts</b>	<b>\$ 1,571,235</b>	<b>186,209</b>	<b>1,529,025</b>	<b>182,861</b>	<b>1,526,677</b>	<b>-</b>	<b>-</b>	<b>3,348</b>	<b>42,209</b>
<b>Grand Total</b>	<b>60,896,735</b>	<b>6,588,370</b>	<b>58,863,368</b>	<b>6,482,436</b>	<b>58,162,269</b>	<b>-</b>	<b>-</b>	<b>105,934</b>	<b>2,033,365</b>

Not Available - Reports did not generate the information for the County for 2000-2008  
Included in 2009 - Reports did not generate the information for 2000-2008, but was included with the 2009 report. Unable to separate out specifically 2000-2008.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2010**

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass Thru/ Grant Number	Federal Expenditures
<b>U.S. Department of Health and Human Services</b>			
Passed through New Mexico Department of Health:			
Drug-Free Communities	93.000	2H79SP011727-06	\$ 75,384
Temporary Assistance for Needy Families (TANF)	93.558	10-630-9000-0011A	23,100
Temporary Assistance for Needy Families (TANF)	93.558	10-630-9000-0011B	4,900
Passed through NM Voices for Children and NM Primary Care Association:			
Covering Kids	93.000	IMEP09-1001	<u>53,125</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>156,509</u>
<b>U.S. Department of Homeland Security</b>			
Passed through New Mexico Department of Public Safety:			
FEMA - Disaster Grant Public Assistance (Presidentially)	97.036	FEMA-1659-DR-NM	16,848
FEMA - Disaster Grant Public Assistance (Presidentially)	97.036	Big Spring	13,550
Homeland Security FY09	97.067	2009-SS-T9-000030	6,341
Emergency Management Planning	97.047	2009-empg-Torrance	<u>14,075</u>
<b>Total U.S. Department of Homeland Security</b>			<u>50,814</u>
<b>U.S Department of Housing and Urban Development</b>			
Passed through NM Department of Finance and Administration:			
Community Development Block Grant	14.228	09-C-RS-I-0-G-01	<u>396,463</u>
<b>Total U.S. Department of Housing and Urban Development</b>			<u>396,463</u>
<b>U.S Department of Transportation</b>			
Passed through NM State Highway and Transportation Department:			
Job Access and Reverse Commute (JARC)	20.516	M00859	23,100
Section 5311 Transportation Program	20.509	M00919	<u>130,842</u>
<b>Total U.S. Department of Transportation</b>			<u>153,942</u>
<b>Total Expenditures of Federal Awards</b>			<u><u>\$ 757,728</u></u>

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. 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 10, 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.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over 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.

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

We did not identify any deficiencies in internal control over financial reporting, that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies. In internal control over financial reporting. Items 08-06, 09-02, and 10-01. 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.

#### 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 a certain other matter that is 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 is described in the accompanying Schedule of Findings and Questioned Costs as Item 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 10, 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 can have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. The County's major federal 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.

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, 2010. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying Schedule of Findings and Questioned Costs as item 07-02.

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

### 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.

*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.

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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The County's response to the finding 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 it.

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 10, 2010

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2010**

**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

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, 2010**

**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 internal 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 internal produced GAAP basis financial statements.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2010**

**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 12 total transactions tested, 1 transaction in the ESWCD was not correctly billed tax rates. The difference in this billing was \$128.33 (but also included proof of exemption error in finding 10-01) and the exact amount that was not billed for ESWCD cannot be determined.

**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 tax districts that do not grant exemptions.

**RECOMMENDATION**

The County should continue working with its software representatives to ensure exemptions are properly included and excluded from respective taxing districts.

**MANAGEMENT RESPONSE**

The County has continued to work with software provider and it appears that for Property Tax year 2010, this issue has been resolved.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2010**

**B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)**

**10-01 PROPERTY TAX BILLINGS**

**CONDITION**

As part of testing the internal controls over property tax billing and collections, we noted the following:

- 1 instance in 12 tested in which the property was billed at the non-residential rate when it should have been billed at the residential rate. The error in billing totaled \$30.08
- 1 instance in 12 tested in which the business personal property tax form was not submitted and there was no follow up completed by the Assessor's Office. Since an annual form was not submitted, the taxable amount was based off prior year estimates, as opposed to current year actual value. This is a procedural error and since estimate could be correct, there's no dollar error in billing to be reported.
- 1 instance in 12 tested where the wrong taxing district was billed. The property should have been billed as "8in" and was billed the "8out" rates. The error in billing totaled \$5.82
- 1 instance in 12 tested where a veterans' exemption was granted without proof. In 2003 ownership changed and the veterans' exemption carried over to the new owner. The County has not verified, or received proof, that the new owner qualified for the veterans' exemption. For the year ended 2010, the error in the tax billing was \$128.33 (but also includes the error noted in finding 09-02).

**CRITERIA**

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

**EFFECT**

Respective taxing entities do not have the opportunity to receive the property taxes they are entitled to since billings were incorrect.

**CAUSE**

Due to the large volume related to property taxes, it is likely that errors occur in the billing system.

**RECOMMENDATION**

The County needs to implement stronger review procedures and continue to focus on correcting all billing errors in the system.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2010**

**B. FINDINGS - FINANCIAL STATEMENTS AUDIT (CONTINUED)**

**10-01 PROPERTY TAX BILLINGS - CONTINUED**

**MANAGEMENT RESPONSE**

The County will continue to work towards correcting all billing errors in the system and we will encourage stronger review procedures.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2010**

**C. FINDINGS – FEDERAL AWARD FINDINGS**

**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 was unable to submit the Data Collection Form for the year ended June 30, 2009 in a timely manner due to the late submission of the audit. Since the June 30, 2010 audit report is submitted timely, we will be able to submit the Data Collection Form on time.

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
Year Ended June 30, 2010**

	<b>Current Status</b>
02-04 County Treasurer's Property Tax Schedule	Resolved
03-03 Grants Management	Resolved
05-01 Negative Fund Balances In Funds	Resolved
07-01 Late Audit Report	Resolved
07-02 Filing of Data Collection Form	Updated and included
08-01 No proof of property tax exemption	Updated and included with 10-01
08-03 Suspension and debarment	Resolved
08-04 Reporting	Resolved
08-06 Internal control over financial reporting	Updated and included
09-01 Cash Reconciliation	Resolved
09-02 Soil and Water Property Tax Incorrectly Billed	Updated and included

**STATE OF NEW MEXICO  
COUNTY OF TORRANCE  
EXIT CONFERENCE  
Year Ended June 30, 2010**

An exit conference was held on November 10, 2010, and attended by the following:

**County Personnel**

Jim Frost, County Commissioner  
Dorothy Sandoval, Treasurer  
Joy Ansley, County Manager  
Tracy Sedillo, Controller  
Janice Barela, Deputy Treasurer

**Ricci & Company LLC Personnel**

Herman Chavez, Manager

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