



ricci&company llc

Certified Public Accountants

**STATE OF NEW MEXICO
COUNTY OF TORRANCE**

FINANCIAL STATEMENTS

JUNE 30, 2012

**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, 2012

COUNTY COMMISSION

Vanessa Chavez-Gutierrez	Chairman
Leanna Tapia	Commissioner
Lonnie Freyburger	Commissioner

ELECTED OFFICIALS

Linda Kayser	County Clerk
Dorothy Sandoval	County Treasurer
Betty Cabber	County Assessor
Heath White	Sheriff
Jim Summers	Probate Judge

ADMINISTRATIVE OFFICIALS

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

Independent Auditor's 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 for the general fund and major special revenue fund of the State of Mexico, County of Torrance (County), as of and for the year ended June 30, 2012, 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 non-major 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, 2012, 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, 2012, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each non-major governmental fund of the County as of June 30, 2012, and the respective changes in financial position and the respective budgetary comparisons for the non-major 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 13, 2012 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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 financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Ricci & Company LLC

Albuquerque, New Mexico
November 13, 2012

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

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, 2012 were \$14,613,880, which is an increase of \$248,050 over FY2011 when taking into account the restatement or \$519,997 over the FY2011 reported balance.
- As of the close of the fiscal year 2012, the County's government wide financial statements showed current assets of \$5,438,071 and net capital assets of \$13,622,404.

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, 2012**

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, 2012**

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 and 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 12-18 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 19 to 49 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 55 to 136 of this report.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

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 \$14,613,880 at the close of the most recent fiscal year. Comparative net assets are shown below:

	Governmental Activities June 30, 2012	Governmental Activities June 30, 2011, as restated
Assets:		
Current assets:		
Cash and investments	\$ 3,396,926	3,518,138
Other current assets	<u>2,041,109</u>	<u>1,926,380</u>
Total current assets	5,438,035	5,444,518
Capital assets, net	<u>13,622,404</u>	<u>13,834,288</u>
Total assets	<u>19,060,475</u>	<u>19,278,806</u>
Liabilities:		
Current liabilities	1,405,048	1,312,268
Non-current liabilities	<u>3,041,547</u>	<u>3,600,708</u>
Total liabilities	<u>4,446,595</u>	<u>4,912,976</u>
Net assets:		
Invested in capital assets net of related debt	10,032,210	9,713,933
Restricted for debt service	389,746	307,719
Restricted for capital projects	-	90,237
Special projects	1,748,813	2,022,567
Unrestricted	<u>2,443,111</u>	<u>2,231,374</u>
Total net assets	<u>\$ 14,613,880</u>	<u>14,365,830</u>

The increase of \$248,050 from the previous year is primarily related to:

- An increase in property tax receivables as it related to the restatement.
- A decrease in overall long term debt.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

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

	Governmental Activities June 30, 2012	Governmental Activities June 30, 2011, as restated
Program revenues		
Charges for services	\$ 373,097	290,386
Operating grants	3,401,725	2,634,718
Capital grants	541,473	1,154,711
General revenues		
Property taxes	3,757,658	3,692,175
Local and State share taxes	2,294,823	2,791,098
IRB payment in lieu of taxes	325,000	325,000
Investment	5,121	4,519
Other Miscellaneous Revenues	4,620	485
Loss on disposal of capital assets	-	(1,721)
Total revenues	<u>10,703,517</u>	<u>10,891,371</u>
Expenses		
General Government	3,834,549	3,555,099
Public safety	4,010,468	3,738,341
Highways and streets	1,262,567	1,344,345
Health and Welfare	935,467	881,360
Culture and recreation	277,566	231,777
Interest on long-term debt	134,850	183,107
Total expenses	<u>10,455,467</u>	<u>9,734,029</u>
Change in net assets	248,050	1,157,342
Beginning net assets, July 1	14,365,830	13,180,554
Restatement (see note below)	-	27,484
Ending net assets, June 30	<u>\$ 14,613,880</u>	<u>14,365,380</u>

Note: this restatement is related to fix asset additions that were made in 2010 and never capitalized on the County's fixed asset listing.

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.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

At June 30, 2012, the County had no deficit fund balances. This is the third consecutive year the County accomplished this goal.

General Fund Budgetary Highlights

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

- There were changes between the original and final amended budgeted revenues and expenses for all of the County's major funds. In addition, budget adjustments were made to various non-major special revenue and capital project funds that were related to changes in grant funding, changes in legislative appropriations, and the creation of new funds.
- The General fund received approximately 104% of budgeted revenues. Actual property tax revenues exceeded budgeted revenues by approximately 5%, but revenues related to the shared taxes were under the budgeted revenues by approximately 3.5%. It expended 96% of all expenditures. General government and Public safety expenditures in the General Fund were both approximately 96% of the budgeted amount.
- The Road Fund actual revenues exceeded budgeted revenues by approximately 3%. It also expended approximately 91% of its budgeted expenditures.

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

During the year ended June 30, 2012, net capital assets decreased by approximately \$184,000 since depreciation expense exceeded current year capital asset acquisitions. Total current year acquisitions were \$870,138 and depreciation expense was \$1,082,022, taking into account the restatement.

The County's long term liabilities also decreased during the year. The County made all scheduled debt payments and did not incur and new debt during the year ended June 30, 2012.

Economic Factors and Next Years Budgets

The County implements an across the board 3% increase in property values. This in turn generally results in an increase in property tax revenues for the County. The increase has been reflected in the June 30, 2012 budgets in all funds, and line items, affected 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 this report or any request for additional financial information should be addressed to Joy Ansley, County Manager, PO Box 48, Estancia, NM 87016.

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
COUNTY OF TORRANCE
GOVERNMENT-WIDE STATEMENT OF NET ASSETS
June 30, 2012

	Governmental Activities
ASSETS	
Current assets:	
Cash and investments	\$ 3,396,962
Intergovernmental receivable	753,039
Taxes receivable	1,193,829
Prepays	94,241
Total current assets	<u>5,438,071</u>
Noncurrent assets:	
Capital assets	21,666,727
Less accumulated depreciation	<u>(8,044,323)</u>
Total noncurrent assets	<u>13,622,404</u>
Total assets	<u>19,060,475</u>
LIABILITIES	
Current liabilities:	
Due to other governmental units	176,810
Accounts payable	379,163
Accrued payroll and taxes	148,275
Current portion of long-term obligations	700,800
Total current liabilities	<u>1,405,048</u>
Noncurrent liabilities	
Noncurrent portion of long-term obligations	<u>3,041,547</u>
Total noncurrent liabilities	<u>3,041,547</u>
Total liabilities	<u>4,446,595</u>
NET ASSETS	
Investment in capital assets, net of related debt	10,032,210
Restricted for:	
Debt service	389,746
Capital projects	-
Special projects	1,748,813
Unrestricted	<u>2,443,111</u>
Total net assets	<u><u>\$ 14,613,880</u></u>

The Notes to the Financial Statements are an integral part of this statement.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
Year Ended June 30, 2012**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Expenses					
Governmental activities					
General government	\$ (3,834,549)	274,418	912,367	35,586	\$ (2,612,178)
Public safety	(4,010,468)	97,479	1,840,610	499,931	(1,572,448)
Highways and streets	(1,262,567)	-	196,571	-	(1,065,996)
Health and welfare	(935,467)	1,200	339,629	5,956	(588,682)
Culture and recreation	(277,566)	-	112,548	-	(165,018)
Interest on long-term debt	(134,850)	-	-	-	(134,850)
Total governmental activities	\$ (10,455,467)	373,097	3,401,725	541,473	(6,139,172)

General Revenues	
Property taxes	3,757,658
IRB payment in lieu of taxes	325,000
Federal payment in lieu of taxes	-
Local and state shared taxes	2,294,823
Investment income	5,121
Other miscellaneous revenues	4,620
Loss on disposal of capital assets	-
Total general revenues and transfers	6,387,222
Change in net assets	248,050
Net assets, beginning	14,093,883
Restatement	271,947
Beginning net assets, as restated	14,365,830
Net assets, ending	\$ 14,613,880

The Notes to the Financial Statements are an integral part of this statement.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINED BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2012

	Major Funds		Non-Major Funds	Total
	401 General Fund	402 Road Fund		
ASSETS				
Cash and investments	\$ 3,396,962	-	-	3,396,962
Due from other funds - pooled cash	211,791	206,786	1,902,594	2,321,171
Prepaid expenses	94,241	-	-	94,241
Intergovernmental receivable	68,712	77,502	606,825	753,039
Property tax receivable	1,193,829	-	-	1,193,829
Total assets	\$ 4,965,535	284,288	2,509,419	7,759,242
LIABILITIES AND FUND BALANCES				
Liabilities				
Due to other funds - pooled cash	\$ 2,109,380	-	211,791	2,321,171
Due to other governmental units	176,810	-	-	176,810
Accounts payable	64,052	27,812	287,299	379,163
Accrued payroll and taxes	92,862	23,384	32,029	148,275
Deferred revenue - grants	-	-	-	-
Deferred revenue - taxes	1,092,063	17,885	54,948	1,164,896
Total liabilities	3,535,167	69,081	586,067	4,190,315
Fund Balances				
Nonspendable				
Prepaid expenses	94,241	-	-	94,241
Restricted				
Subsequent year's expenditures	966,040	120,791	-	1,086,831
Special projects	-	-	339,930	339,930
Road maintainence	-	22,114	-	22,114
Capital projects	-	-	-	-
Debt service	-	-	378,346	378,346
Committed				
Special projects	-	-	168	168
Assigned				
Subsequent year's expenditures	334,199	72,302	1,204,659	1,611,160
Special projects	-	-	249	249
Unassigned	35,888	-	-	35,888
Total fund balances	1,430,368	215,207	1,923,352	3,568,927
Total liabilities and fund balances	\$ 4,965,535	284,288	2,509,419	7,759,242

The Notes to the Financial Statements are an integral part of this statement.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES
June 30, 2012**

Total fund balances - Governmental Funds
(Balance Sheet - Governmental Funds) \$ 3,568,927

Amounts reported for governmental activities in the Statement
of Net Assets are different at June 30, 2012 because:

Delinquent property taxes receivable are not considered
available financial resources and therefore are reported
as deferred revenue in the fund financial statements 1,164,896

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	\$ 21,666,727	
Less accumulated depreciation	(8,044,323)	
Related debt	<u>(3,590,194)</u>	
Total capital assets, net of related debt and depreciation		10,032,210

Some liabilities are not due and payable in the current period
and therefore are not reported in the fund:

Compensated absences	<u>(152,153)</u>	
Total other liabilities		<u>(152,153)</u>

Net assets of governmental activities
(Statement of Net Assets) \$ 14,613,880

The Notes to the Financial Statements are an integral part of this statement.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS
Year Ended June 30, 2012

	Major Funds		Non-Major Funds	Total
	401 General Fund	402 Road Fund		
Revenues				
Intergovernmental sources - federal	\$ 270,768	83,867	475,785	830,420
Intergovernmental sources - state	268,250	416,913	2,079,287	2,764,450
Local and state shared taxes	629,870	615,978	1,203,829	2,449,677
Property taxes	3,352,766	-	404,892	3,757,658
PILT from Industrial Revenue Bonds	-	-	325,000	325,000
Charges for services	145,731	7,842	223,350	376,923
Interest and other	3,376	3,010	3,357	9,743
Total revenues	4,670,761	1,127,610	4,715,500	10,513,871
Expenditures				
Current:				
General government	2,374,356	-	1,124,053	3,498,409
Public safety	1,018,693	-	2,495,422	3,514,115
Highways and streets	-	1,151,790	8,631	1,160,421
Health and welfare	169,619	-	627,978	797,597
Culture and recreation	-	-	274,594	274,594
Capital outlay	12,823	347,051	510,264	870,138
Debt service - principal	2,184	-	527,977	530,161
Debt service - interest	-	-	134,850	134,850
Total expenditures	3,577,675	1,498,841	5,703,769	10,780,285
Excess (deficiency) of revenues over expenditures before other financing sources (uses)	1,093,086	(371,231)	(988,269)	(266,414)
Other Financing Sources (Uses)				
Operating transfers in	10,000	302,712	977,966	1,290,678
Operating transfers out	(1,188,712)	-	(101,966)	(1,290,678)
Total other financing sources (uses)	(1,178,712)	302,712	876,000	-
Net change in fund balances	(85,626)	(68,519)	(112,269)	(266,414)
Fund balances, beginning of year	1,306,613	307,443	2,113,080	3,727,136
Restatement	209,381	(23,717)	(77,459)	108,205
Beginning fund balance, as restated	1,515,994	283,726	2,035,621	3,835,341
Fund balances, end of year	\$ 1,430,368	215,207	1,923,352	3,568,927

The Notes to the Financial Statements are an integral part of this statement.

**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, 2012**

Amounts reported for governmental activities in the Statement of Activities
are different at June 30, 2012 because:

Net change in fund balances - total governmental funds \$ (266,414)

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	\$ (1,082,022)	
Capital outlay	870,138	
Loss on disposal	-	
Excess of depreciation expense over capital outlay		(211,884)

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	-	
Payment on long-term debt	530,161	530,161

Deferred revenues in the Statement of Activities that do not provide current
financial resources are not reported as revenues in the funds. 189,646

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		6,541
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Change in net assets of governmental activities \$ 248,050

The Notes to the Financial Statements are an integral part of this statement.

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, 2012

	401			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Property taxes	\$ 3,399,282	3,399,282	3,567,814	168,532
Local and state shared taxes	654,000	654,000	632,126	(21,874)
Intergovernmental revenue	493,982	493,982	539,018	45,036
Interest	2,800	2,800	3,376	576
Charges for services	137,649	137,649	145,831	8,182
Total revenues	4,687,713	4,687,713	4,888,165	200,452
Expenditures				
General government	2,483,145	2,483,145	2,381,332	101,813
Public safety	1,051,759	1,051,759	1,015,237	36,522
Highways and streets	-	-	-	-
Health and welfare	185,721	185,721	169,538	16,183
Culture and recreation	-	-	-	-
Total expenditures	3,720,625	3,720,625	3,566,107	154,518
Excess of revenues over expenditures	967,088	967,088	1,322,058	354,970
Other Financing Sources (Uses)				
Operating transfers in	10,000	10,000	10,000	-
Operating transfers out	(1,188,712)	(1,188,712)	(1,188,712)	-
Total other financing sources (uses)	(1,178,712)	(1,178,712)	(1,178,712)	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	(211,624)	(211,624)	143,346	354,970
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	\$ (211,624)	(211,624)	143,346	354,970
Prior year cash balance to balance the budget	\$ 211,624	211,624		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 4,888,165	
Intergovernmental receivable			(21,581)	
Property tax receivable (net of restatement)			266,629	
Deferred revenue (net of restatement)			<u>(462,452)</u>	
GAAP revenues			<u>\$ 4,670,761</u>	
Budgetary Expenses			\$ 3,566,107	
Prepaid expenses			(6,619)	
Accounts payable			23,828	
Accrued payroll			<u>(5,641)</u>	
GAAP expenses			<u>\$ 3,577,675</u>	

The Notes to the Financial Statements are an integral part of this statement.

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, 2012

	402			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Local and state shared taxes	\$ 624,889	624,889	629,046	4,157
Intergovernmental revenue	481,730	481,730	500,780	19,050
Interest	496	496	3,010	2,514
Charges for services	3,986	3,986	7,842	3,856
Total revenues	<u>1,111,101</u>	<u>1,111,101</u>	<u>1,140,678</u>	<u>29,577</u>
Expenditures				
General government	972,939	972,939	900,532	72,407
Public works	476,219	476,219	399,588	76,631
Capital outlay	189,000	189,000	189,000	-
Total expenditures	<u>1,638,158</u>	<u>1,638,158</u>	<u>1,489,120</u>	<u>149,038</u>
Excess (deficiency) of revenues over expenditures	<u>(527,057)</u>	<u>(527,057)</u>	<u>(348,442)</u>	<u>178,615</u>
Other Financing Sources (Uses)				
Operating transfers in	302,712	302,712	302,712	-
Total other financing sources (uses)	<u>302,712</u>	<u>302,712</u>	<u>302,712</u>	<u>-</u>
Net change in fund balance	<u>\$ (224,345)</u>	<u>(224,345)</u>	<u>(45,730)</u>	<u>178,615</u>
Prior year cash balance to balance the budget	\$ 224,345	224,345		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 1,140,678	
Intergovernmental receivable			(18,900)	
Deferred revenues (net of restatement)			5,832	
GAAP revenues			<u>\$ 1,127,610</u>	
Budgetary Expenses			\$ 1,489,120	
Accounts payable			10,450	
Accrued payroll			(729)	
GAAP expenses			<u>\$ 1,498,841</u>	

The Notes to the Financial Statements are an integral part of this statement.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUNDS
Year Ended June 30, 2012**

ASSETS

Property tax receivable	\$ 1,648,621
Due from other governmental units	<u>176,810</u>

Total assets	\$ <u>1,825,431</u>
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LIABILITIES

Due to other governmental units	\$ 1,648,621
Deposits held for others	<u>176,810</u>

Total liabilities	\$ <u>1,825,431</u>
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The Notes to the Financial Statements are an integral part of this statement.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

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, 2012**

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, 2012.

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. Non-major funds (by category) are summarized into a single column.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

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, 2012 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, 2012

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.

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, 2012. *Agency funds* are used to account for assets that government holds for others in an agency capacity.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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 into banks. In the accompanying financial statements, monies held for other than County entities are presented as agency fund monies.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Property Taxes (Continued)

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

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

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

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 state-wide 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.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Property Taxes (Continued)

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 2011 property tax year was 10.495 mils for residential property and 10.835 mils for nonresidential property. The debt service tax rate was 1.290 mils for both types of property.

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;

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgetary Information (Continued)

- 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;
 - 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;

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgetary Information (Continued)

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.

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, 2012, 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.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Fund Equity (Continued)

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.

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.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Fund Equity (Continued)

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.

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. *Government-Wide Financial Statements Net Assets*

The governmental activities and business-type activities in the government-wide financial statements utilize a net assets presentation. Net assets are categorized as follows:

Invested in Capital Assets, Net of Related Debt: Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted Net Assets: Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net assets are restricted for “debt service or capital projects.”

Unrestricted Net Assets: All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Fund Equity (Continued)

7. *Government-Wide Financial Statements Net Assets (Continued)*

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

8. *Fund Financial Statements Fund Balance*

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement is intended to enhance the usefulness of fund balance information by providing clearer fund balance classifications and clarifying the existing fund balance definitions. GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories list below:

- A. *Nonspendable* - includes amounts that cannot be spent because (1) they are either not in spendable form or (2) they are legally or contractually required to be maintained intact.
- B. *Restricted* - fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- C. *Committed* - fund balance classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government's highest level of decision-making authority removes or changes the specified use by taking the same action it employed to previously commit those amounts.
- D. *Assigned* - fund balance classification intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.
- E. *Unassigned* - fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

The County would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

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, 2012

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	\$ 958,156
Deposit in transit	188
Less outstanding checks and other	(207,832)
Total investments, Local Government Investment Pool (see Note 2D)	2,646,150
Petty cash	<u>300</u>
Total cash and investments	<u>\$ 3,396,962</u>

Per financial statements:

Cash and investments	<u>\$ 3,396,962</u>
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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	\$ 3,396,962
Due from other funds	211,791
Due to other funds	(2,109,380)
Due to other governmental units	<u>(176,810)</u>
Cash and investments, General Fund	<u>\$ 1,322,563</u>

B. Pledged Collateral

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

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

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, 2012, the funds of the County on deposit are classified as follows:

Insured	\$ 958,156
Uninsured but collateralized, held by the pledging bank's trust department in the County's name	<u> -</u>
Total deposits	<u>\$ 958,156</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, 2012	\$ 2,646,150
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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, 2012

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 the WAM(R) was 60 days and the WAM(F) was 83 days interest risk using a weighted average maturity (WAM).

NOTE 3. RECEIVABLES

Receivables at June 30, 2012 are comprised of the following:

	General	Road	Other Governmental Funds
State shared taxes	\$ 68,712	77,502	238,107
Grants receivable	-	-	368,718
Property taxes	1,193,829	-	-
Total	<u>\$ 1,262,541</u>	<u>77,502</u>	<u>606,825</u>

All amounts shown are considered collectible.

STATE OF NEW MEXICO
 COUNTY OF TORRANCE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2012

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	\$ 211,791	2,109,380
Road	206,786	-
Non-major:		
Other governmental funds	<u>1,902,594</u>	<u>211,791</u>
Total	<u>\$ 2,321,171</u>	<u>2,321,171</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	\$ -	176,810
Agency funds	176,810	-

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 5. CAPITAL ASSETS

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

	Balance, June 30, 2011	Additions	Deletions	Restatement	Balance, June 30, 2012
Assets not depreciated:					
Land and right-of-way	\$ 442,400	-	-	-	442,400
Artwork and antiques	372,500	-	-	-	372,500
Construction in progress	189,116	141,641	(330,757)	-	-
Total not depreciated	<u>1,004,016</u>	<u>141,641</u>	<u>(330,757)</u>	<u>-</u>	<u>814,900</u>
Assets being depreciated:					
Building and improvements	10,617,700	330,757	-	29,446	10,977,903
Furniture, fixtures and equipment	1,422,811	171,101	-	-	1,593,912
Vehicles	4,601,145	210,345	-	-	4,811,490
Infrastructure (roads)	3,121,471	347,051	-	-	3,468,522
Total depreciated	<u>19,763,127</u>	<u>1,059,254</u>	<u>-</u>	<u>29,446</u>	<u>20,851,827</u>
Less accumulated depreciation:					
Buildings and improvements	(3,048,901)	(280,634)	-	(1,962)	(3,331,497)
Furniture, fixtures and equipment	(858,148)	(123,602)	-	-	(981,750)
Vehicles	(2,054,657)	(348,340)	-	-	(2,402,997)
Infrastructure (roads)	(998,633)	(329,446)	-	-	(1,328,079)
Total depreciated	<u>(6,960,339)</u>	<u>(1,082,022)</u>	<u>-</u>	<u>(1,962)</u>	<u>(8,044,323)</u>
Net depreciated assets	<u>12,802,788</u>	<u>(22,768)</u>	<u>-</u>	<u>27,484</u>	<u>12,807,504</u>
Net capital assets	<u>\$ 13,806,804</u>	<u>118,873</u>	<u>(330,757)</u>	<u>27,484</u>	<u>13,622,404</u>

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

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	\$ 342,680
Public safety	496,354
Highways and streets	102,146
Health and welfare	137,870
Culture and recreation	<u>2,972</u>
Total depreciation expense	<u>\$ 1,082,022</u>

NOTE 6. LONG-TERM DEBT

During the fiscal year ended June 30, 2012, the following changes occurred in long-term debt:

	Balance, June 30, 2011	Additions	Deletions	Balance, June 30, 2012	Due Within One Year
General obligation bond payable	\$ 1,775,000	-	(250,000)	1,525,000	275,000
Notes payable	2,342,077	-	(277,977)	2,064,100	277,977
Capital leases payable	3,278	-	(2,184)	1,094	1,094
Compensated absences payable	<u>158,694</u>	152,153	(158,694)	152,153	<u>146,729</u>
	<u>\$ 4,279,049</u>	152,153	(688,855)	<u>3,742,347</u>	700,800
			Amount considered long-term		<u>3,041,547</u>
			Total		<u>\$ 3,742,347</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

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
2013	\$ 275,000	65,425	340,425
2014	300,000	52,263	352,263
2015	300,000	38,163	338,163
2016	325,000	23,318	348,318
2017	325,000	7,800	332,800
Totals	<u>\$ 1,525,000</u>	<u>186,969</u>	<u>1,711,969</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. The balance as of June 30, 2012 is \$32,000 and matures on August 1, 2015.
2. 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. The balance as of June 30, 2012 is \$465,761 and matures on May 1, 2027.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

NOTE 6. LONG-TERM DEBT (CONTINUED)

3. 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. The balance as of June 30, 2012 is \$127,888 and matures on May 1, 2023.
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 \$50,000, .25% 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. The balance as of June 30, 2012 is \$40,200 and matures on November 1, 2028.
5. 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. The balance as of June 30, 2012 is \$24,972 and matures on May 1, 2013.
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 \$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. The balance as of June 30, 2012 is \$45,520 and matures on May 1, 2013.
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 \$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. The balance as of June 30, 2012 is \$24,053 and matures on May 1, 2023.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 6. LONG-TERM DEBT (CONTINUED)

8. 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. The balance as of June 30, 2012 is \$440,354 and matures on May 1, 2029.
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 \$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. The balance as of June 30, 2012 is \$281,690 and matures on May 1, 2019.
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, 2.726% 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. The balance as of June 30, 2012 is \$312,183 and matures on May 1, 2020.
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 \$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. The balance as of June 30, 2012 is \$61,179 and matures on April 30, 2030.
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 \$86,275, 2.767% 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. The balance as of June 30, 2012 is \$78,300 and matures on April 29, 2029.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

NOTE 6. LONG-TERM DEBT (CONTINUED)

13. During the year ended June 30, 2010, the County received approval for a loan from the New Mexico Board of Finance in the amount of \$260,000, with no interest, for emergency roof repairs. The loan is secured by High Lonesome PILT revenues. The balance as of June 30, 2012 is \$130,000 and matures on June 1, 2014.

Debt service requirements for all notes is as follows:

Year Ended June 30,	Principal	Interest	Total
2013	\$ 282,442	55,900	338,342
2014	215,727	50,695	266,422
2015	153,952	47,116	201,068
2016	158,507	43,467	201,974
2017	153,376	39,193	192,569
2018-2022	608,301	133,317	741,618
2023-2027	396,599	60,379	456,978
2028-2030	95,196	6,564	101,760
Totals	<u>\$ 2,064,100</u>	<u>436,631</u>	<u>2,500,731</u>

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

NOTE 6. LONG-TERM DEBT (CONTINUED)

C. Capital Leases

At June 30, 2012, 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, 2012
Marlin Equipment - Microfilm reader/printer	June 2008	-	\$ 10,992	1,094

The assets acquired through capital leases are as follows:

Asset:

Furniture, fixtures, and equipment	\$ 10,992
Less: Accumulated depreciation furniture, fixtures, and equipment	<u>(10,992)</u>
Total	<u>\$ -</u>

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

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

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012

NOTE 6. LONG-TERM DEBT (CONTINUED)

D. Accrued Compensated Absences

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

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

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

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

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

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 noteholder 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	\$ 2,207,619
Changes to tax roll:	
Taxes charged to Treasurer for fiscal year	7,524,013
Adjustments:	
Prior period adjustment	507,183
Net adjustments	80,130
Uncollected taxes for 1997 tax year	<u>(7,934)</u>
Total receivables prior to collections	10,311,011
 Collections for fiscal year ended June 30, 2012	 <u>(7,468,561)</u>
 Property taxes receivable, end of year	 <u>\$ 2,842,450</u>
 Property taxes receivable by years:	
2002 - 2010	\$ 2,037,684
2011	<u>804,766</u>
 Total taxes receivable	 <u>\$ 2,842,450</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 9. COMMITMENTS, CONTINGENT LIABILITIES AND LITIGATION

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

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

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

NOTE 10. PERA PENSION PLAN

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

Funding Policy. Plan members are required to contribute 9.15% of their gross salary for regular County employees and 7.0% for law enforcement personnel. The County is required to contribute 9.15% of the gross covered salary for regular employees and 10.0% for law enforcement personnel. The contribution requirements of plan members and the County are established under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the Legislature. The County's contributions to PERA for the years ended 2012, 2011, 2010 were \$245,455, \$248,257, and \$239,397, 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, 2012**

NOTE 11. POST-EMPLOYMENT BENEFITS

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

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

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute requires each participating employer to contribute 1.834% of each participating employee's annual salary; each participating employee is required to contribute .917% of their salary.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
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NOTE 11. POST-EMPLOYMENT BENEFITS (CONTINUED)

In the fiscal year ending 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>
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, 2012, 2011, and 2010 were \$53,320, \$46,477, and \$33,478, 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
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June 30, 2012**

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 2012. The minimum lease payments are as follows:

Year Ended June 30	Total Payments
2013	\$ 94,500

NOTE 14. TRANSFERS

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

Fund	To	Amount
Major Fund:		
General Fund	Road	\$ 302,712
General Fund	Non-major governmental funds	886,000
Non-Major:		
Other governmental funds	General Fund	10,000
Other governmental funds	Other Governmental Funds	91,966

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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, 2012, 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.

NOTE 16. RESTATEMENTS

The County had the following restatements to the financial statements:

Effects Fund and Entity Wide Statements	Amount
Property Tax Receivables – due to errors in reports used to calculate the Property Tax Roll, the ending receivable was understated	\$ 244,463
Effects on Fund Statements only	
Deferred Revenues – the estimate of delinquent gross receipt taxes were not received in 60 days and therefore should have been recorded to deferred revenues instead of revenues	<u>(136,258)</u>
Net effect on Fund Statements	<u>\$ 108,205</u>
Effect on Entity Wide Statements	
Building Improvements – improvements were made to a fire Station using grant funds that were never capitalized, net of depreciation	\$ 27,484
Property Tax Receivables	<u>244,463</u>
Total effect on Entity Wide Statements	<u>\$ 271,947</u>
Effects Agency Fund Statements	
Property Tax Receivables – due to errors in reports used to calculate the Property Tax Roll, the ending receivable was understated	<u>\$ 262,720</u>

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.

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 all revenue associated with the Torrance 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.

Jail Fund – To account for resources used to pay for the housing and care of Torrance County inmates. Funding is provided by charges to local municipalities, the New Mexico Department of Corrections, local gross receipts tax option, and transfers from the Torrance County General Fund. This fund also accounts for the Community Monitoring Program. Authority is the County Commission.

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.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

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 State Fire Marshal's Office.

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 Department of Finance and Administration for D.W.I. detection and prevention pursuant to Chapter 65, New Mexico Laws of 1993. Authority is Section 6-5-8, NMSA 1978.

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 ensure 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.

Clerk's Equipment Fund – To account for an additional \$7.00 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 State of New Mexico Department of Health.

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

Community Development Block Grant – To account for a grant from the U.S. Department of Housing and Urban Development for capital improvements. Authority is the NM Department of Finance and Administration and 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 State of New Mexico Department of Health.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Safety Net – To account for donations to the Torrance County Project Office. Funds to be used for assisting clients in conjunction with the grants for community health and safety. Authority is the County Commission.

Recycling & Illegal Dumping Grant – To account for a grant from the State of New Mexico Environment Department, to clean up illegal tire dumps within Torrance County. Authority is the State of New Mexico Environment 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.

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.

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.

Juvenile Justice Grant – To account for a grant received from the State of New Mexico Children Youth and Families Department to be used for the support and defense of juveniles. The Authority is the State of New Mexico Children Youth and Families Department.

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 local option gross receipts tax to be used to mark rural addresses for use by emergency personnel. Authority is Section 67-3-28.2 NMSA 1978.

NM Forest Re-Leaf Fund – To account for a grant from the State of New Mexico Energy, Minerals and Natural Resources Department, to install an irrigation system for plantings at the Mountainair Senior Center and to plant trees, shrubs and perennial plants at that center. Authority is the State of New Mexico Energy, Minerals and Natural Resources Department.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

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

Domestic Violence Fund – To account for a grant from the 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.

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.

NM Recycling Coalition – To account for grant funding received from the State of New Mexico Recycling Coalition for the purpose of the development of recycling infrastructure as part of the ARRA Energy Efficiency and Conservation Block Grant Program. The Authority is the U.S. Department of Energy.

Methamphetamine Initiative Fund – To account for a grant under the Department of Justice for the purpose of establishing and enhancing problem solving strategies providing support to law enforcement agencies as they combat the use and distribution of methamphetamine. Authority is the U.S. Department of Justice.

US Marshal Fund – To account for funds allocated to reimburse Torrance County for overtime incurred in association with the Joint Law Enforcement Operations task force. Authority is the U.S. Marshals.

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 seatbelt 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.

NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)

DOJ ARRA Justice Assistance Grant (JAG) – To account for a grant from the Department of Justice to provide the county with support for law enforcement, prosecution and courts, crime prevention and education, corrections and community corrections, drug treatment, and enforcement, program planning, evaluation, and technology improvement, and crime victim and witness initiatives. Authority is the US 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.

Drug Free Communities – To account for a grant from US Department of Health and 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 US Department of Health.

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 NM Primary Care Association..

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

Emergency 911 Fund – To account for local option gross receipts tax proceeds and a training grant from the State of New Mexico Department of Finance and Administration. The training 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.

NON-MAJOR DEBT SERVICE FUND

Debt Service Fund – This fund accounts for gross receipts and state allotment revenues collected to pay the current year’s debt service on New Mexico Finance Authority Loans. It also accounts for property tax revenues collected to pay off the current year’s debt service on the 2001 general obligation bonds of the County.

NON-MAJOR CAPITAL PROJECTS FUNDS

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

Loan Proceeds – To account for funds from the Board of Finance for the purpose of emergency repairs to the roofs of various Torrance County buildings.

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
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Special Revenue				
	403	405	406	407	408
	Farm and Range	N.E. Torrance Fire District	Fire District No. II	Duran Fire District	McIntosh Fire District
ASSETS					
Due from other funds - cash	\$ 119	45,916	30,420	176,204	118,787
Intergovernmental receivable	-	1,492	6,001	3,273	2,441
Total assets	\$ 119	47,408	36,421	179,477	121,228
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds - cash	\$ -	-	-	-	-
Accounts payable	-	4,146	629	225	81,529
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	-	344	1,385	755	563
Total liabilities	-	4,490	2,014	980	82,092
Fund Balances					
Restricted:					
Special projects	-	-	3,988	3,144	-
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Committed					
Special projects	-	-	-	-	-
Capital projects	-	-	-	-	-
Assigned					
Subsequent year's expenditures	119	42,918	30,419	175,353	39,136
Special projects	-	-	-	-	-
Capital projects	-	-	-	-	-
Total fund balances	119	42,918	34,407	178,497	39,136
Total liabilities and fund balances	\$ 119	47,408	36,421	179,477	121,228

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue

409	410	411	412	413	414	415
Torreon-Tajique Fire District	Law Enforcement Protection	Fire Pool 1/4% Tax	County Fair Board	Fire Dept. Admin	Indigent	Emergency Medical Services
101,502	329	13,800	9,255	25,393	48,763	65,260
3,273	-	2,727	-	-	41,227	4,557
104,775	329	16,527	9,255	25,393	89,990	69,817
-	-	-	-	-	-	-
9,821	-	-	6,448	3,583	23,961	1,538
-	-	-	-	-	-	-
755	-	629	-	-	9,514	1,052
10,576	-	629	6,448	3,583	33,475	2,590
-	1	2,099	-	(3,582)	7,752	3,125
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
94,199	328	13,799	2,807	25,392	48,763	64,102
-	-	-	-	-	-	-
-	-	-	-	-	-	-
94,199	329	15,898	2,807	21,810	56,515	67,227
104,775	329	16,527	9,255	25,393	89,990	69,817

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2012

	Special Revenue				
	420	423	427	430	600
	Jail Fund	Environmental Gross Receipts Tax	WIPP Funding	Animal Shelter	Safety Program
ASSETS					
Due from other funds	\$ 123,403	-	7,013	1,127	4,313
Intergovernmental receivable	50,029	13,779	-	-	-
Total assets	\$ 173,432	13,779	7,013	1,127	4,313
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	-	-	-	-
Accounts payable	85,987	-	-	-	-
Accrued payroll and taxes	-	-	-	-	-
Deferred revenue - grants	10,556	3,180	-	-	-
Total liabilities	96,543	3,180	-	-	-
Fund Balances					
Restricted:					
Special projects	(45,948)	10,599	-	-	-
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Committed					
Special projects	-	-	-	-	-
Capital projects	-	-	-	-	-
Assigned					
Subsequent year's expenditures	122,837	-	7,013	1,127	4,313
Special projects	-	-	-	-	-
Capital projects	-	-	-	-	-
Total fund balances	76,889	10,599	7,013	1,127	4,313
Total liabilities and fund balances	\$ 173,432	13,779	7,013	1,127	4,313

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue

604	605	609	610	612	616	620
Civil Defense	DWI Program	Treasurer's Fee	Reappraisal	Clerk's Equipment	RPHCA Grant	County Infrastructure GRT
-	-	30,213	143,832	8,310	-	62,910
109,642	24,773	-	-	-	8,500	3,220
109,642	24,773	30,213	143,832	8,310	8,500	66,130
39,718	4,377	-	-	-	-	-
1,711	493	73	1,419	427	8,500	20,464
1,460	3,684	-	-	-	-	-
1,472	-	-	-	-	-	743
44,361	8,554	73	1,419	427	8,500	21,207
65,281	16,219	1,818	44,065	(417)	-	(17,827)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	28,322	98,348	8,300	-	62,750
-	-	-	-	-	-	-
-	-	-	-	-	-	-
65,281	16,219	30,140	142,413	7,883	-	44,923
109,642	24,773	30,213	143,832	8,310	8,500	66,130

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2012

	Special Revenue				
	622	626	627	628	629
	Community Development Block Grant	Adolescent Pregnancy Prevention	Safety Net	Recycling & Illegal Dumping Grant	Home Visiting Grant
ASSETS					
Due from other funds	\$ -	-	400	-	-
Intergovernmental receivable	-	6,072	-	15,555	19,972
Total assets	\$ -	6,072	400	15,555	19,972
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	4,701	-	15,555	17,128
Accounts payable	-	1,099	-	-	59
Accrued payroll and taxes	-	-	-	-	2,785
Deferred revenue - grants	-	-	-	-	-
Total liabilities	-	5,800	-	15,555	19,972
Fund Balances					
Restricted:					
Special projects	-	272	-	-	-
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Committed					
Special projects	-	-	-	-	-
Capital projects	-	-	-	-	-
Assigned					
Subsequent year's expenditures	-	-	400	-	-
Special projects	-	-	-	-	-
Capital projects	-	-	-	-	-
Total fund balances	-	272	400	-	-
Total liabilities and fund balances	\$ -	6,072	400	15,555	19,972

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue

630	631	634	635	641	650	675
Esperanza Clinic	Senior Citizens Program	Court Forfeiture	Juvenile Justice Grant	High Lonesome Wind Pilt	Estancia Basin Water Study	Rural Addressing
5,968	-	8,170	-	70,870	9,489	34,670
-	-	-	42,742	-	-	4,557
5,968	-	8,170	42,742	70,870	9,489	39,227
-	-	-	26,765	-	-	-
-	-	-	15,977	-	486	174
-	-	-	-	-	-	-
-	-	-	-	-	-	1,052
-	-	-	42,742	-	486	1,226
-	-	8,170	-	1,645	-	7,389
-	-	-	-	-	-	-
-	-	-	-	-	-	-
168	-	-	-	-	-	-
-	-	-	-	-	-	-
5,800	-	-	-	69,225	9,003	30,612
-	-	-	-	-	-	-
-	-	-	-	-	-	-
5,968	-	8,170	-	70,870	9,003	38,001
5,968	-	8,170	42,742	70,870	9,489	39,227

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2012

	Special Revenue				
	680	685	690	691	692
	NM Forest Re-Leaf	Planning & Zoning Court Fees	Domestic Violence	DV Victim Restitution	Domestic Violence Court Fees
ASSETS					
Due from other funds	\$ -	10,828	-	7,638	3,649
Intergovernmental receivable	5,527	-	12,353	-	-
Total assets	\$ 5,527	10,828	12,353	7,638	3,649
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ 5,527	-	9,762	-	-
Accounts payable	-	137	92	-	-
Accrued payroll and taxes	-	-	2,499	-	-
Deferred revenue - grants	-	-	-	-	-
Total liabilities	5,527	137	12,353	-	-
Fund Balances					
Restricted:					
Special projects	-	5,816	-	3,238	-
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Committed					
Special projects	-	-	-	-	-
Capital projects	-	-	-	-	-
Assigned					
Subsequent year's expenditures	-	4,875	-	4,400	3,400
Special projects	-	-	-	-	249
Capital projects	-	-	-	-	-
Total fund balances	-	10,691	-	7,638	3,649
Total liabilities and fund balances	\$ 5,527	10,828	12,353	7,638	3,649

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue

693	800	801	802	804	805	808
Title III Forest Reserve	NM Recycling Coalition	Meth Initiative 2010	US Marshal	Drug Education Program	Traffic Safety	Forest Service Patrol
110,148	-	-	-	34,750	-	-
-	-	16,574	3,924	-	2,887	9,497
110,148	-	16,574	3,924	34,750	2,887	9,497
-	-	16,574	2,872	-	1,829	3,406
-	-	-	-	20	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	16,574	2,872	20	1,829	3,406
21	-	-	1,052	830	1,058	6,091
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
110,127	-	-	-	33,900	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
110,148	-	-	1,052	34,730	1,058	6,091
110,148	-	16,574	3,924	34,750	2,887	9,497

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2012

	Special Revenue			
	810	811	817	819
	DOJ ARRA JAG	Underage Drinking Grant	Drug Free Communities	NM Primary Care Association
ASSETS				
Due from other funds	\$ -	531	15,316	-
Intergovernmental receivable	22,056	-	14,433	18,176
Total assets	\$ 22,056	531	29,749	18,176
LIABILITIES AND FUND BALANCES				
Liabilities				
Due to other funds	\$ 22,056	-	-	16,319
Accounts payable	-	-	2,166	-
Accrued payroll and taxes	-	-	-	1,857
Deferred revenue - grants	-	-	-	-
Total liabilities	22,056	-	2,166	18,176
Fund Balances				
Restricted:				
Special projects	-	-	12,268	-
Capital projects	-	-	-	-
Debt service	-	-	-	-
Committed				
Special projects	-	-	-	-
Capital projects	-	-	-	-
Assigned				
Subsequent year's expenditures	-	531	15,315	-
Special projects	-	-	-	-
Capital projects	-	-	-	-
Total fund balances	-	531	27,583	-
Total liabilities and fund balances	\$ 22,056	531	29,749	18,176

The Notes to the Financial Statements are an integral part of this statement.

820	911	
FM Radio Station	Emergency 911	Special Revenue Total
8,673	193,184	1,531,153
-	75,644	544,903
8,673	268,828	2,076,056
-	-	186,589
-	3,212	274,376
-	19,744	32,029
-	17,456	49,456
-	40,412	542,450
8,673	193,090	339,930
-	-	-
-	-	-
-	-	-
-	-	168
-	-	-
-	-	-
-	35,326	1,193,259
-	-	249
-	-	-
8,673	228,416	1,533,606
8,673	268,828	2,076,056

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2012

	Debt Service	Capital Projects			
	562	633	803		
	Debt Service	Loan Proceeds	Legislative Appropriations	Capital Projects Total	Total Non-Major Governmental Funds
ASSETS					
Due from other funds	\$ 371,441	-	-	-	1,902,594
Intergovernmental receivable	23,797	-	38,125	38,125	606,825
Total assets	\$ 395,238	-	38,125	38,125	2,509,419
LIABILITIES AND FUND BALANCES					
Liabilities					
Due to other funds	\$ -	-	25,202	25,202	211,791
Accounts payable	-	-	12,923	12,923	287,299
Accrued payroll and taxes	-	-	-	-	32,029
Deferred revenue - grants	5,492	-	-	-	54,948
Total liabilities	5,492	-	38,125	38,125	586,067
Fund Balances					
Restricted:					
Special projects	-	-	-	-	339,930
Capital projects	-	-	-	-	-
Debt service	378,346	-	-	-	378,346
Committed					
Special projects	-	-	-	-	168
Capital projects	-	-	-	-	-
Assigned					
Subsequent year's expenditures	11,400	-	-	-	1,204,659
Special projects	-	-	-	-	249
Capital projects	-	-	-	-	-
Total fund balances	389,746	-	-	-	1,923,352
Total liabilities and fund balances	\$ 395,238	-	38,125	38,125	2,509,419

The Notes to the Financial Statements are an integral part of this statement.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2012

	Special Revenue			
	403	405	406	407
	Farm and Range	N.E. Torrance Fire District	Fire District No. II	Duran Fire District
Revenues				
Intergovernmental sources - federal	\$ 1,519	-	-	-
Intergovernmental sources - state	-	119,486	55,714	49,326
Local and state shared taxes	-	10,371	31,179	17,034
Property taxes	-	-	-	-
PILT from Industrial Revenue Bonds	-	-	-	-
Charges for services	-	-	-	-
Interest and other	-	78	94	252
Total revenues	1,519	129,935	86,987	66,612
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	104,195	58,844	25,264
Highways and streets	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	27,000	-	-	-
Capital outlay	-	-	12,905	-
Debt service - principal	-	-	-	-
Debt service - interest	-	-	-	-
Total expenditures	27,000	104,195	71,749	25,264
Excess (deficiency) of revenues over expenditures	(25,481)	25,740	15,238	41,348
Other Financing Sources (Uses)				
Transfers in	25,600	-	-	-
Transfers out	-	-	(44,976)	-
Total other financing sources (uses)	25,600	-	(44,976)	-
Net change in fund balances	119	25,740	(29,738)	41,348
Fund balances, beginning of year	-	18,577	66,585	138,480
Restatement	-	(1,399)	(2,440)	(1,331)
Fund balances, end of year	\$ 119	42,918	34,407	178,497

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue							
408	409	410	411	412	413	414	415
McIntosh Fire District	Torreon- Tajique Fire District	Law Enforcement Protection	Fire Pool 1/4% Tax	County Fair Board	Fire Dept. Admin	Indigent	Emergency Medical Services
-	-	-	-	-	-	-	-
130,806	49,326	26,600	5,662	112,548	66,198	-	23,758
14,751	17,510	-	14,173	-	-	187,536	20,753
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
222	139	-	-	-	-	1,835	-
145,779	66,975	26,600	19,835	112,548	66,198	189,371	44,511
-	-	-	-	141,316	-	-	-
181,048	32,031	23,166	1,262	-	59,798	-	64,652
-	-	-	-	-	-	-	-
-	-	-	-	-	-	236,852	-
4,829	6,300	3,720	-	-	20,746	-	-
7,000	-	-	-	-	-	-	-
2,237	-	-	-	-	-	-	-
195,114	38,331	26,886	1,262	141,316	80,544	236,852	64,652
(49,335)	28,644	(286)	18,573	(28,768)	(14,346)	(47,481)	(20,141)
-	-	-	-	19,000	-	-	-
-	-	-	(16,000)	-	-	-	-
-	-	-	(16,000)	19,000	-	-	-
(49,335)	28,644	(286)	2,573	(9,768)	(14,346)	(47,481)	(20,141)
90,089	66,886	615	14,434	12,575	36,156	115,644	88,659
(1,618)	(1,331)	-	(1,109)	-	-	(11,648)	(1,291)
39,136	94,199	329	15,898	2,807	21,810	56,515	67,227

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2012

	Special Revenue			
	420	423	427	430
	Jail Fund	Environmental Gross Receipts Tax	WIPP Funding	Animal Shelter
Revenues				
Intergovernmental sources - federal	\$ -	-	-	-
Intergovernmental sources - state	184,342	-	7,000	-
Local and state shared taxes	207,837	61,802	-	-
Property taxes	-	-	-	-
PILT from Industrial Revenue Bonds	-	-	-	-
Charges for services	76,118	-	-	-
Interest and other	-	-	-	-
Total revenues	468,297	61,802	7,000	-
Expenditures				
Current:				
General government	-	-	12,751	-
Public safety	990,790	-	-	-
Highways and streets	-	-	-	-
Health and welfare	-	65,049	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service - principal	-	-	-	-
Debt service - interest	-	-	-	-
Total expenditures	990,790	65,049	12,751	-
Excess (deficiency) of revenues over expenditures	(522,493)	(3,247)	(5,751)	-
Other Financing Sources (Uses)				
Transfers in	450,000	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	450,000	-	-	-
Net change in fund balances	(72,493)	(3,247)	(5,751)	-
Fund balances, beginning of year	162,299	19,394	12,764	1,127
Restatement	(12,917)	(5,548)	-	-
Fund balances, end of year	\$ 76,889	10,599	7,013	1,127

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue

600	604	605	609	610	612	616	620
Safety Program	Civil Defense	DWI Program	Treasurer's Fee	Reappraisal	Clerk's Equipment	RPHCA Grant	County Infrastructure GRT
-	39,784	-	-	-	-	-	-
-	4,135	170,971	-	-	-	102,000	-
-	127,410	-	-	-	-	-	23,251
-	-	-	-	-	-	-	-
12,859	-	3,826	10,238	82,323	24,498	-	-
12,859	171,329	174,797	10,238	82,323	24,498	102,000	23,251
-	151,158	271	2,540	72,964	20,581	-	40,974
-	-	173,956	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	102,000	-
9,299	-	-	-	-	-	-	-
-	5,450	-	-	1,489	-	-	63,475
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
9,299	156,608	174,227	2,540	74,453	20,581	102,000	104,449
3,560	14,721	570	7,698	7,870	3,917	-	(81,198)
-	18,987	-	-	36,413	-	-	-
-	-	-	-	-	-	(10,000)	-
-	18,987	-	-	36,413	-	(10,000)	-
3,560	33,708	570	7,698	44,283	3,917	(10,000)	(81,198)
753	33,380	15,649	22,442	101,752	3,966	10,000	129,287
-	(1,807)	-	-	(3,622)	-	-	(3,166)
4,313	65,281	16,219	30,140	142,413	7,883	-	44,923

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2012

	Special Revenue				
	622	626	627	628	629
	Community Development Block Grant	Adolescent Pregnancy Prevention	Safety Net	Recycling & Illegal Dumping Grant	Home Visiting Grant
Revenues					
Intergovernmental sources - federal	\$ -	23,465	-	-	-
Intergovernmental sources - state	-	-	-	108,629	85,764
Local and state shared taxes	-	-	-	-	-
Property taxes	-	-	-	-	-
PILT from Industrial Revenue Bonds	-	-	-	-	-
Charges for services	-	-	-	-	-
Interest and other	-	-	400	-	-
Total revenues	-	23,465	400	108,629	85,764
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	23,465	-	108,629	80,764
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	5,000
Debt service - principal	-	-	-	-	-
Debt service - interest	-	-	-	-	-
Total expenditures	-	23,465	-	108,629	85,764
Excess (deficiency) of revenues over expenditures	-	-	400	-	-
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balances	-	-	400	-	-
Fund balances, beginning of year	-	272	-	-	-
Restatement	-	-	-	-	-
Fund balances, end of year	\$ -	272	400	-	-

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue

630	631	634	635	641	650	675
Esperanza Clinic	Senior Citizens Program	Court Forfeiture	Juvenile Justice Grant	High Lonesome Wind Pilot	Estancia Basin Water Study	Rural Addressing
-	-	-	-	-	-	-
-	-	-	72,612	-	-	-
-	-	-	-	-	-	20,753
-	-	-	-	-	-	-
1,200	-	-	-	325,000	-	-
-	-	-	-	-	-	4,712
-	-	-	-	337	-	-
1,200	-	-	72,612	325,337	-	25,465
-	280	-	72,648	161,234	21,806	61,283
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,443	-	-	-	-	-	-
-	-	-	-	93,461	-	1,350
-	-	-	-	65,000	-	-
-	-	-	-	-	-	-
1,443	280	-	72,648	319,695	21,806	62,633
(243)	(280)	-	(36)	5,642	(21,806)	(37,168)
-	-	-	-	65,000	-	24,000
-	-	-	-	-	-	-
-	-	-	-	65,000	-	24,000
(243)	(280)	-	(36)	70,642	(21,806)	(13,168)
6,211	280	8,170	36	228	30,809	52,460
-	-	-	-	-	-	(1,291)
5,968	-	8,170	-	70,870	9,003	38,001

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2012

	Special Revenue			
	680	685	690	691
	NM Forest Re-Leaf	Planning & Zoning Court Fees	Domestic Violence	DV Victim Restitution
Revenues				
Intergovernmental sources - federal	\$ -	-	19,498	-
Intergovernmental sources - state	5,527	-	72,940	5,379
Local and state shared taxes	-	-	-	-
Property taxes	-	-	-	-
PILT from Industrial Revenue Bonds	-	-	-	-
Charges for services	-	6,916	-	-
Interest and other	-	-	-	-
Total revenues	5,527	6,916	92,438	5,379
Expenditures				
Current:				
General government	5,527	4,482	-	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Health and welfare	-	-	92,438	160
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service - principal	-	-	-	-
Debt service - interest	-	-	-	-
Total expenditures	5,527	4,482	92,438	160
Excess (deficiency) of revenues over expenditures	-	2,434	-	5,219
Other Financing Sources (Uses)				
Transfers in	-	7,000	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	7,000	-	-
Net change in fund balances	-	9,434	-	5,219
Fund balances, beginning of year	-	1,257	-	2,419
Restatement	-	-	-	-
Fund balances, end of year	\$ -	10,691	-	7,638

The Notes to the Financial Statements are an integral part of this statement.

Special Revenue

692	693	800	801	802	804	805	808
Domestic Violence Court Fees	Title III Forest Reserve	NM Recycling Coalition	Meth Initiative 2010	US Marshal	Drug Education Program	Traffic Safety	Forest Service Patrol
-	-	-	245,173	6,546	-	8,552	21,056
-	19,733	257,800	-	1,882	6,154	1,137	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
660	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
660	19,733	257,800	245,173	8,428	6,154	9,689	21,056
22,923	-	276,790	-	-	-	-	-
-	-	-	78,641	7,481	-	-	18,032
-	-	-	-	-	-	8,631	-
-	-	-	-	-	7,768	-	-
-	-	-	-	-	-	-	-
-	-	-	166,532	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
22,923	-	276,790	245,173	7,481	7,768	8,631	18,032
(22,263)	19,733	(18,990)	-	947	(1,614)	1,058	3,024
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(22,263)	19,733	(18,990)	-	947	(1,614)	1,058	3,024
25,912	90,415	18,990	-	105	36,344	-	3,067
-	-	-	-	-	-	-	-
3,649	110,148	-	-	1,052	34,730	1,058	6,091

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2012

	Special Revenue			
	810	811	817	819
	DOJ ARRA JAG	Underage Drinking Grant	Drug Free Communities	NM Primary Care Association
Revenues				
Intergovernmental sources - federal	\$ 15,205	-	43,131	51,856
Intergovernmental sources - state	-	45	45,748	-
Local and state shared taxes	-	-	-	-
Property taxes	-	-	-	-
PILT from Industrial Revenue Bonds	-	-	-	-
Charges for services	-	-	-	-
Interest and other	-	-	-	-
Total revenues	15,205	45	88,879	51,856
Expenditures				
Current:				
General government	-	-	-	-
Public safety	16,565	-	-	-
Highways and streets	-	-	-	-
Health and welfare	-	-	96,805	50,900
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	956
Debt service - principal	-	-	-	-
Debt service - interest	-	-	-	-
Total expenditures	16,565	-	96,805	51,856
Excess (deficiency) of revenues over expenditures	(1,360)	45	(7,926)	-
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(1,360)	45	(7,926)	-
Fund balances, beginning of year	1,360	486	35,509	-
Restatement	-	-	-	-
Fund balances, end of year	\$ -	531	27,583	-

The Notes to the Financial Statements are an integral part of this statement.

820	911	
FM Radio Station	Emergency E-911	Special Revenue Total
-	-	475,785
-	156,818	1,948,040
-	344,502	1,098,862
-	-	-
-	-	325,000
-	-	223,350
-	-	3,357
-	501,320	4,074,394
-	29,112	1,098,640
-	659,697	2,495,422
-	-	8,631
-	-	627,978
-	-	274,594
-	2,286	388,499
-	-	72,000
-	-	2,237
-	691,095	4,968,001
-	(189,775)	(893,607)
-	240,000	886,000
-	(30,990)	(101,966)
-	209,010	784,034
-	19,235	(109,573)
8,673	230,608	1,715,124
-	(21,427)	(71,945)
8,673	228,416	1,533,606

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
Year Ended June 30, 2012

	Debt Service	Capital Projects		Capital Projects Total	Total Non-Major Governmental Funds
	562	633	803		
	Debt Service	Loan Proceeds	Legislative Appropriations		
Revenues					
Intergovernmental sources - federal	\$ -	-	-	-	475,785
Intergovernmental sources - state	74,306	-	56,941	56,941	2,079,287
Local and state shared taxes	104,967	-	-	-	1,203,829
Property taxes	404,892	-	-	-	404,892
PILT from Industrial Revenue Bonds	-	-	-	-	325,000
Charges for services	-	-	-	-	223,350
Interest and other	-	-	-	-	3,357
Total revenues	584,165	-	56,941	56,941	4,715,500
Expenditures					
Current:					
General government	-	-	25,413	25,413	1,124,053
Public safety	-	-	-	-	2,495,422
Highways and streets	-	-	-	-	8,631
Health and welfare	-	-	-	-	627,978
Culture and recreation	-	-	-	-	274,594
Capital outlay	-	86,179	35,586	121,765	510,264
Debt service - principal	455,977	-	-	-	527,977
Debt service - interest	132,613	-	-	-	134,850
Total expenditures	588,590	86,179	60,999	147,178	5,703,769
Excess (deficiency) of revenues over expenditures	(4,425)	(86,179)	(4,058)	(90,237)	(988,269)
Other Financing Sources (Uses)					
Transfers in	91,966	-	-	-	977,966
Transfers out	-	-	-	-	(101,966)
Total other financing sources (uses)	91,966	-	-	-	876,000
Net change in fund balances	87,541	(86,179)	(4,058)	(90,237)	(112,269)
Fund balances, beginning of year	307,719	86,179	4,058	90,237	2,113,080
Restatement	(5,514)	-	-	-	(77,459)
Fund balances, end of year	\$ 389,746	-	-	-	1,923,352

The Notes to the Financial Statements are an integral part of this statement.

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, 2012

	403			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,400	1,400	1,519	119
Total revenues	1,400	1,400	1,519	119
Expenditures				
Health and welfare	27,000	27,000	27,000	-
Total expenditures	27,000	27,000	27,000	-
Excess (deficiency) of revenues over expenditures	(25,600)	(25,600)	(25,481)	119
Other Financing Sources (Uses)				
Operating transfers in	25,600	25,600	25,600	-
Total other financing sources (uses)	25,600	25,600	25,600	-
Net change in fund balance	\$ -	-	119	119
Prior year cash 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, 2012

405				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 40,000	40,000	11,846	(28,154)
Intergovernmental revenue	119,486	119,486	119,486	-
Interest	-	-	78	78
Total revenues	<u>159,486</u>	<u>159,486</u>	<u>131,410</u>	<u>(28,076)</u>
Expenditures				
Public safety	181,818	181,818	108,306	73,512
Total expenditures	<u>181,818</u>	<u>181,818</u>	<u>108,306</u>	<u>73,512</u>
Excess (deficiency) of revenues over expenditures	<u>(22,332)</u>	<u>(22,332)</u>	<u>23,104</u>	<u>45,436</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ (22,332)</u>	<u>(22,332)</u>	<u>23,104</u>	<u>45,436</u>
Prior year cash balance to balance the budget	<u>\$ 22,332</u>	<u>22,332</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 131,410	
Intergovernmental receivable			(2,530)	
Deferred revenues (net of restatement)			<u>1,055</u>	
GAAP revenues			<u>\$ 129,935</u>	
Budgetary Expenses			\$ 108,306	
Accounts payable			<u>(4,111)</u>	
GAAP expenses			<u>\$ 104,195</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, 2012

	406			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state shared taxes	\$ 40,000	40,000	32,654	(7,346)
Intergovernmental revenue	55,714	55,714	55,714	-
Interest	-	-	94	94
Total revenues	95,714	95,714	88,462	(7,252)
Expenditures				
Public safety	152,784	152,784	115,113	37,671
Total expenditures	152,784	152,784	115,113	37,671
Excess (deficiency) of revenues over expenditures	(57,070)	(57,070)	(26,651)	30,419
Other Financing Sources (Uses)				
Operating transfers out	(44,976)	(44,976)	(44,976)	-
Total other financing sources (uses)	(44,976)	(44,976)	(44,976)	-
Net change in fund balance	\$ (102,046)	(102,046)	(71,627)	30,419
Prior year cash balance to balance the budget	\$ 102,046	102,046		
	\$ -	-		
Budgetary Revenues			\$ 88,462	
Intergovernmental receivable			(2,530)	
Deferred revenues (net of restatement)			1,055	
GAAP revenues			\$ 86,987	
Budgetary Expenses			\$ 115,113	
Accounts payable			(43,364)	
GAAP expenses			\$ 71,749	

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, 2012

	407			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state-shared taxes	\$ 23,000	23,000	17,839	(5,161)
Intergovernmental revenue	49,326	49,326	49,326	-
Interest	-	-	252	252
Total revenues	<u>72,326</u>	<u>72,326</u>	<u>67,417</u>	<u>(4,909)</u>
Expenditures				
Public safety	212,575	212,575	31,465	181,110
Total expenditures	<u>212,575</u>	<u>212,575</u>	<u>31,465</u>	<u>181,110</u>
Excess (deficiency) of revenues over expenditures	<u>(140,249)</u>	<u>(140,249)</u>	<u>35,951</u>	<u>176,200</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ (140,249)</u>	<u>(140,249)</u>	<u>35,951</u>	<u>176,200</u>
Prior year cash balance to balance the budget	\$ 140,249	140,249		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 67,417	
Intergovernmental receivable			(1,381)	
Deferred revenues (net of restatement)			<u>576</u>	
GAAP revenues			<u>\$ 66,612</u>	
Budgetary Expenses			\$ 31,465	
Accounts payable			<u>(6,201)</u>	
GAAP expenses			<u>\$ 25,264</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE MCINTOSH FIRE DISTRICT
Year Ended June 30, 2012

408				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 29,000	29,000	16,226	(12,774)
Intergovernmental revenue	130,806	130,806	130,806	-
Interest	-	-	222	222
Total revenues	159,806	159,806	147,254	(12,552)
Expenditures				
Public safety	266,151	266,151	134,813	131,338
Total expenditures	266,151	266,151	134,813	131,338
Excess (deficiency) of revenues over expenditures	(106,345)	(106,345)	12,441	118,786
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (106,345)	(106,345)	12,441	118,786
Prior year cash balance to balance the budget	\$ 106,345	106,345		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 147,254	
Intergovernmental receivable			(2,530)	
Deferred revenues (net of restatement)			<u>1,055</u>	
GAAP revenues			<u>\$ 145,779</u>	
Budgetary Expenses			\$ 134,813	
Accounts payable			<u>60,301</u>	
GAAP expenses			<u>\$ 195,114</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE TORREON-TAJIQUE FIRE DISTRICT
Year Ended June 30, 2012

	409			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 23,000	23,000	18,315	(4,685)
Intergovernmental revenue	49,326	49,326	49,326	-
Interest	-	-	139	139
Total revenues	72,326	72,326	67,780	(4,546)
Expenditures				
Public safety	136,426	136,426	30,379	106,047
Total expenditures	136,426	136,426	30,379	106,047
Excess (deficiency) of revenues over expenditures	(64,100)	(64,100)	37,401	101,501
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (64,100)	(64,100)	37,401	101,501
Prior year cash balance to balance the budget	\$ 64,100	64,100		
	\$ -	-		
Budgetary Revenues			\$ 67,780	
Intergovernmental receivable			(1,381)	
Deferred Revenues (net of restatement)			576	
GAAP revenues			\$ 66,975	
Budgetary Expenses			\$ 30,379	
Accounts payable			7,952	
GAAP expenses			\$ 38,331	

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, 2012

	410			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 26,000	26,000	26,600	600
Total revenues	<u>26,000</u>	<u>26,000</u>	<u>26,600</u>	<u>600</u>
Expenditures				
Public safety	26,615	27,215	26,886	329
Total expenditures	<u>26,615</u>	<u>27,215</u>	<u>26,886</u>	<u>329</u>
Excess (deficiency) of revenues over expenditures	<u>(615)</u>	<u>(1,215)</u>	<u>(286)</u>	<u>929</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ (615)</u>	<u>(1,215)</u>	<u>(286)</u>	<u>929</u>
Prior year cash balance to balance the budget	<u>\$ 615</u>	<u>1,215</u>		
	<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 FIRE POOL 1/4% TAX
Year Ended June 30, 2012

411

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 19,000	24,662	20,505	(4,157)
Total revenues	19,000	24,662	20,505	(4,157)
Expenditures				
Public safety	13,557	19,219	1,262	17,957
Total expenditures	13,557	19,219	1,262	17,957
Excess (deficiency) of revenues over expenditures	5,443	5,443	19,243	13,800
Other Financing Sources (Uses)				
Operating transfers out	(16,000)	(16,000)	(16,000)	-
Total other financing sources (uses)	(16,000)	(16,000)	(16,000)	-
Net change in fund balance	\$ (10,557)	(10,557)	3,243	13,800
Prior year cash balance to balance the budget	\$ 10,557	10,557		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 20,505	
Intergovernmental receivable			(1,150)	
Deferred revenues (net of restatement)			480	
GAAP revenues			<u>\$ 19,835</u>	
Budgetary Expenses			\$ 1,262	
Accounts payable			-	
GAAP expenses			<u>\$ 1,262</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, 2012

	412			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 121,800	121,800	112,548	(9,252)
Total revenues	121,800	121,800	112,548	(9,252)
Expenditures				
General government	156,900	156,900	138,484	18,416
Total expenditures	156,900	156,900	138,484	18,416
Excess (deficiency) of revenues over expenditures	(35,100)	(35,100)	(25,936)	9,164
Other Financing Sources (Uses)				
Operating transfers in	19,000	19,000	19,000	-
Total other financing sources (uses)	19,000	19,000	19,000	-
Net change in fund balance	\$ (16,100)	(16,100)	(6,936)	9,164
Prior year cash balance to balance the budget	\$ 16,100	16,100		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 112,548	
Accounts receivable			<u>-</u>	
GAAP expenses			<u>\$ 112,548</u>	
Budgetary Expenses			\$ 138,484	
Accounts payable			<u>2,832</u>	
GAAP expenses			<u>\$ 141,316</u>	

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, 2012

	413			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 66,198	66,198	66,198	-
Total revenues	66,198	66,198	66,198	-
Expenditures				
Public safety	108,096	108,096	82,703	25,393
Total expenditures	108,096	108,096	82,703	25,393
Excess (deficiency) of revenues over expenditures	(41,898)	(41,898)	(16,505)	25,393
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (41,898)	(41,898)	(16,505)	25,393
Prior year cash balance to balance the budget	\$ 41,898	41,898		
	\$ -	-		
Budgetary Expenses			\$ 82,703	
Accounts payable			(2,159)	
GAAP expenses			\$ 80,544	

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, 2012

414

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 290,360	290,360	194,612	(95,748)
Intergovernmental revenue	1,800	1,800	1,835	35
Total revenues	292,160	292,160	196,447	(95,713)
Expenditures				
Health and welfare	361,523	361,523	217,047	144,476
Total expenditures	361,523	361,523	217,047	144,476
Excess (deficiency) of revenues over expenditures	(69,363)	(69,363)	(20,600)	48,763
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing source (uses)	-	-	-	-
Net change in fund balance	\$ (69,363)	(69,363)	(20,600)	48,763
Prior year cash balance to balance the budget	\$ 69,363	69,363		
	\$ -	-		
Budgetary Revenues			\$ 196,447	
Intergovernmental receivable			(9,210)	
Deferred revenues (net of restatement)			2,134	
GAAP revenues			\$ 189,371	
Budgetary Expenses			\$ 217,047	
Accounts payable			19,805	
GAAP expenses			\$ 236,852	

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, 2012

	415			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Favorable (Unfavorable)
Revenues				
Local and state shared taxes	\$ 20,800	20,800	21,481	681
Intergovernmental revenue	23,749	20,235	23,758	3,523
Total revenues	44,549	41,035	45,239	4,204
Expenditures				
Public safety	127,682	127,682	63,114	64,568
Total expenditures	127,682	127,682	63,114	64,568
Excess (deficiency) of revenues over expenditures	(83,133)	(86,647)	(17,875)	68,772
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (83,133)	(86,647)	(17,875)	68,772
Prior year cash balance to balance the budget	\$ 83,133	86,647		
	\$ -	-		
Budgetary Revenues			\$ 45,239	
Intergovernmental receivable			(967)	
Deferred revenues (net of restatement)			239	
GAAP revenues			\$ 44,511	
Budgetary Expenses			\$ 63,114	
Accounts payable			1,538	
GAAP expenses			\$ 64,652	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE JAIL FUND
Year Ended June 30, 2012

420

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 207,000	207,000	214,994	7,994
Charges for services	42,000	42,000	75,400	33,400
Intergovernmental revenue	195,500	195,500	184,342	(11,158)
Total revenues	444,500	444,500	474,736	30,236
Expenditures				
Public safety	1,055,598	1,055,598	962,505	93,093
Total expenditures	1,055,598	1,055,598	962,505	93,093
Excess (deficiency) of revenues over expenditures	(611,098)	(611,098)	(487,769)	123,329
Other Financing Sources (Uses)				
Operating transfers in	450,000	450,000	450,000	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	450,000	450,000	450,000	-
Net change in fund balance	\$ (161,098)	(161,098)	(37,769)	123,329
Prior year cash balance to balance the budget	\$ 161,098	161,098		
	\$ -	-		
Budgetary Revenues			\$ 474,736	
Intergovernmental receivable			(8,800)	
Deferred revenues (net of restatement)			2,361	
GAAP revenues			\$ 468,297	
Budgetary Expenses			\$ 962,505	
Accounts payable			28,285	
GAAP expenses			\$ 990,790	

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, 2012

	423			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 110,000	110,000	65,049	(44,951)
Total revenues	110,000	110,000	65,049	(44,951)
Expenditures				
Health and welfare	110,000	110,000	65,049	44,951
Total expenditures	110,000	110,000	65,049	44,951
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	-	-
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 65,049	
Intergovernmental receivable			(5,615)	
Deferred revenues (net of restatement)			2,368	
GAAP revenues			\$ 61,802	

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, 2012

	427			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 7,000	7,000	7,000	-
Total revenues	7,000	7,000	7,000	-
Expenditures				
General government	19,764	19,764	12,751	7,013
Total expenditures	19,764	19,764	12,751	7,013
Excess (deficiency) of revenues over expenditures	(12,764)	(12,764)	(5,751)	7,013
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (12,764)	(12,764)	(5,751)	7,013
Prior year cash balance to balance the budget	\$ 12,764	12,764		
	\$ -	-		

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, 2012

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

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, 2012

	600			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 12,362	12,362	13,083	721
Total revenues	12,362	12,362	13,083	721
Expenditures				
Health and welfare	13,190	13,190	9,599	3,591
Total expenditures	13,190	13,190	9,599	3,591
Excess (deficiency) of revenues over expenditures	(828)	(828)	3,484	4,312
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (828)	(828)	3,484	4,312
Prior year cash balance to balance the budget	\$ 828	828		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 13,083	
Accounts receivable			<u>(224)</u>	
GAAP expenses			<u>\$ 12,859</u>	
Budgetary Expenses			\$ 9,599	
Accounts payable			<u>(300)</u>	
GAAP expenses			<u>\$ 9,299</u>	

TORRANCE COUNTY, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE CIVIL DEFENSE
Year Ended June 30, 2012

604

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 28,000	28,000	30,073	2,073
Intergovernmental revenue	155,282	225,431	44,120	(181,311)
Total revenues	<u>183,282</u>	<u>253,431</u>	<u>74,193</u>	<u>(179,238)</u>
Expenditures				
Health and welfare	249,840	319,989	180,470	139,519
Total expenditures	<u>249,840</u>	<u>319,989</u>	<u>180,470</u>	<u>139,519</u>
Excess (deficiency) of revenues over expenditures	<u>(66,558)</u>	<u>(66,558)</u>	<u>(106,277)</u>	<u>(39,719)</u>
Other Financing Sources (Uses)				
Operating transfers in	18,987	18,987	18,987	-
Total other financing sources (uses)	<u>18,987</u>	<u>18,987</u>	<u>18,987</u>	<u>-</u>
Net change in fund balance	<u>\$ (47,571)</u>	<u>(47,571)</u>	<u>(87,290)</u>	<u>(39,719)</u>
Prior year cash balance to balance the budget	\$ 47,571	47,571		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 74,193	
Intergovernmental receivable			96,801	
Deferred revenues (net of restatement)			<u>335</u>	
GAAP revenues			<u>\$ 171,329</u>	
Budgetary Expenses			\$ 180,470	
Accounts payable			(23,864)	
Accrued payroll			<u>2</u>	
GAAP expenses			<u>\$ 156,608</u>	

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, 2012

	605			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 190,772	203,572	166,224	(37,348)
Charges for Services	800	800	3,826	3,026
Total revenues	191,572	204,372	170,050	(34,322)
Expenditures				
Public safety	191,028	203,828	173,943	29,885
Total expenditures	191,028	203,828	173,943	29,885
Excess (deficiency) of revenues over expenditures	544	544	(3,893)	(4,437)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 544	544	(3,893)	(4,437)
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 170,050	
Accounts receivable			4,747	
GAAP revenues			\$ 174,797	
Budgetary Expenses			\$ 173,943	
Accounts payable			151	
Accrued payroll			133	
GAAP expenses			\$ 174,227	

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, 2012

	609			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 6,400	6,400	10,238	3,838
Total revenues	6,400	6,400	10,238	3,838
Expenditures				
General government	28,522	28,522	2,467	26,055
Total expenditures	28,522	28,522	2,467	26,055
Excess (deficiency) of revenues over expenditures	(22,122)	(22,122)	7,771	29,893
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (22,122)	(22,122)	7,771	29,893
Prior year cash balance to balance the budget	\$ 22,122	22,122		
	\$ -	-		
Budgetary Expenses			\$ 2,467	
Accounts payable			73	
GAAP expenses			\$ 2,540	

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, 2012

	610			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 51,000	51,000	83,557	32,557
Total revenues	51,000	51,000	83,557	32,557
Expenditures				
General government	186,732	186,732	75,744	110,988
Total expenditures	186,732	186,732	75,744	110,988
Excess (deficiency) of revenues over expenditures	(135,732)	(135,732)	7,813	143,545
Other Financing Sources (Uses)				
Operating transfers in	37,272	37,272	36,413	(859)
Total other financing sources (uses)	36,413	36,413	36,413	(859)
Net change in fund balance	\$ (99,319)	(99,319)	44,226	142,686
Prior year cash balance to balance the budget	\$ 99,319	99,319		
	\$ -	-		
Budgetary Revenues			\$ 83,557	
Accounts receivable			(4,856)	
Deferred revenues (net of restatement)			3,622	
GAAP revenues			\$ 82,323	
Budgetary Expenses			\$ 75,744	
Accounts payable			(1,291)	
GAAP expenses			\$ 74,453	

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, 2012

	612			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 18,000	18,000	24,498	6,498
Total revenues	18,000	18,000	24,498	6,498
Expenditures				
General government	22,000	22,000	20,550	1,450
Total expenditures	22,000	22,000	20,550	1,450
Excess (deficiency) of revenues over expenditures	(4,000)	(4,000)	3,948	7,948
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (4,000)	(4,000)	3,948	7,948
Prior year cash balance to balance the budget	\$ 4,000	4,000		
	\$ -	-		
Budgetary Expenses			\$ 20,550	
Accounts payable			31	
GAAP expenses			\$ 20,581	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE RPHCA GRANT
Year Ended June 30, 2012

616

	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
	Revenues			
Intergovernmental revenue	\$ 111,100	111,100	102,600	(8,500)
Total revenues	<u>111,100</u>	<u>111,100</u>	<u>102,600</u>	<u>(8,500)</u>
Expenditures				
General government	111,100	111,100	102,600	8,500
Total expenditures	<u>111,100</u>	<u>111,100</u>	<u>102,600</u>	<u>8,500</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	10,000	10,000	(10,000)	(20,000)
Total other financing sources (uses)	<u>10,000</u>	<u>10,000</u>	<u>(10,000)</u>	<u>(20,000)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	10,000	10,000	(10,000)	(20,000)
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	<u>\$ 10,000</u>	<u>10,000</u>	<u>(10,000)</u>	<u>(20,000)</u>
Prior year cash balance to balance the budget	\$ -	-		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 102,600	
Accounts receivable			<u>(600)</u>	
GAAP revenues			<u>\$ 102,000</u>	
Budgetary Expenses			\$ 102,600	
Accounts payable			<u>(600)</u>	
GAAP revenues			<u>\$ 102,000</u>	

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, 2012

	620			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 34,100	34,100	25,917	(8,183)
Total revenues	34,100	34,100	25,917	(8,183)
Expenditures				
General government	155,750	155,750	84,720	71,030
Total expenditures	155,750	155,750	84,720	71,030
Excess (deficiency) of revenues over expenditures	(121,650)	(121,650)	(58,803)	62,847
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (121,650)	(121,650)	(58,803)	62,847
Prior year cash balance to balance the budget	\$ 121,650	121,650		
	\$ -	-		
Budgetary Revenues			\$ 25,917	
Intergovernmental receivable			(5,089)	
Deferred revenues (net of restatement)			2,423	
GAAP revenues			\$ 23,251	
Budgetary Expenses			\$ 84,720	
Accounts payable			19,729	
GAAP revenues			\$ 104,449	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE COMMUNITY DEVELOPMENT BLOCK GRANT
Year Ended June 30, 2012

	622			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 375,000	375,000	-	(375,000)
Total revenues	<u>375,000</u>	<u>375,000</u>	-	<u>(375,000)</u>
Expenditures				
General government	78,537	78,537	-	78,537
Total expenditures	<u>78,537</u>	<u>78,537</u>	-	<u>78,537</u>
Excess of revenues over expenditures	<u>296,463</u>	<u>296,463</u>	-	<u>(296,463)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	296,463	296,463	-	(296,463)
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	<u>\$ 296,463</u>	<u>296,463</u>	-	<u>(296,463)</u>
Prior year cash balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary revenues			\$ -	
Accounts receivable			<u>-</u>	
GAAP expenses			<u>\$ -</u>	
Budgetary expenses			\$ -	
Accounts payable			<u>-</u>	
GAAP expenses			<u>\$ -</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ADOLESCENT PREGNANCY PREVENTION
Year Ended June 30, 2012

	626			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 29,454	29,454	22,118	(7,336)
Total revenues	<u>29,454</u>	<u>29,454</u>	<u>22,118</u>	<u>(7,336)</u>
Expenditures				
Health and welfare	25,000	25,000	22,366	2,634
Total expenditures	<u>25,000</u>	<u>25,000</u>	<u>22,366</u>	<u>2,634</u>
Excess of revenues over expenditures	<u>4,454</u>	<u>4,454</u>	<u>(248)</u>	<u>(4,702)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	4,454	4,454	(248)	(4,702)
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	<u>\$ 4,454</u>	<u>4,454</u>	<u>(248)</u>	<u>(4,702)</u>
Prior year cash balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 22,118	
Accounts receivable			<u>1,347</u>	
GAAP revenues			<u>\$ 23,465</u>	
Budgetary Expenses			\$ 22,366	
Accounts payable			<u>1,099</u>	
GAAP expenses			<u>\$ 23,465</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE SAFETY NET
Year Ended June 30, 2012

627

	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 2,000	2,000	400	(1,600)
Total revenues	<u>2,000</u>	<u>2,000</u>	<u>400</u>	<u>(1,600)</u>
Expenditures				
Health and welfare	2,000	2,000	-	2,000
Total expenditures	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>400</u>	<u>400</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	400	400
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>400</u>	<u>400</u>
Prior year cash balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<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 RECYCLING & ILLEGAL DUMPING GRANT
Year Ended June 30, 2012

	628			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	108,629	93,074	(15,555)
Total revenues	-	108,629	93,074	(15,555)
Expenditures				
Health and welfare	108,629	108,629	108,629	-
Total expenditures	108,629	108,629	108,629	-
Excess of revenues over expenditures	(108,629)	-	(15,555)	(15,555)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	(108,629)	-	(15,555)	(15,555)
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	\$ (108,629)	-	(15,555)	(15,555)
Prior year cash balance to balance the budget	\$ 108,629	-		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 93,074	
Accounts receivable			15,555	
GAAP revenues			<u>\$ 108,629</u>	

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, 2012

	629			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 86,532	86,532	69,324	(17,208)
Total revenues	86,532	86,532	69,324	(17,208)
Expenditures				
Health and welfare	83,000	83,000	82,920	80
Total expenditures	83,000	83,000	82,920	80
Excess (deficiency) of revenues over expenditures	3,532	3,532	(13,596)	(17,128)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 3,532	3,532	(13,596)	(17,128)
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 69,324	
Accounts receivable			16,440	
GAAP revenues			\$ 85,764	
Budgetary Expenses			82,920	
Accounts payable			59	
Accrued liabilities			2,785	
GAAP expenses			\$ 85,764	

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, 2012

	630			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 1,200	1,200	1,200	-
Total revenues	1,200	1,200	1,200	-
Expenditures				
Health and welfare	7,624	7,624	1,657	5,967
Total expenditures	7,624	7,624	1,657	5,967
Excess (deficiency) of revenues over expenditures	(6,424)	(6,424)	(457)	5,967
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (6,424)	(6,424)	(457)	5,967
Prior year cash balance to balance the budget	\$ 6,424	6,424		
	\$ -	-		
Budgetary Expenses			1,657	
Accounts payable			(214)	
GAAP expenses			\$ 1,443	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE SENIOR CITIZENS PROGRAM
Year Ended June 30, 2012

	631			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
General government	280	280	280	-
Total expenditures	280	280	280	-
Excess of revenues over expenditures	(280)	(280)	(280)	-
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	(280)	(280)	(280)	-
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	\$ (280)	(280)	(280)	-
Prior year cash balance to balance the budget	\$ 280	280		
	\$ -	-		

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, 2012

	634			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
Public safety	8,170	8,170	-	8,170
Total expenditures	8,170	8,170	-	8,170
Excess (deficiency) of revenues over expenditures	(8,170)	(8,170)	-	8,170
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (8,170)	(8,170)	-	8,170
Prior year cash balance to balance the budget	\$ 8,170	8,170		
	<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 JUVENILE JUSTICE GRANT
Year Ended June 30, 2012

	635			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 49,067	49,067	78,937	29,870
Total revenues	49,067	49,067	78,937	29,870
Expenditures				
General government	65,700	65,700	56,671	9,029
Total expenditures	65,700	65,700	56,671	9,029
Excess (deficiency) of revenues over expenditures	(16,633)	(16,633)	22,266	38,899
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (16,633)	(16,633)	22,266	38,899
Prior year cash balance to balance the budget	\$ 16,633	16,633		
	\$ -	-		
Budgetary Revenues			\$ 78,937	
Accounts receivable			(6,325)	
GAAP revenues			\$ 72,612	
Budgetary Expenses			\$ 56,671	
Accounts payable			15,977	
GAAP expenses			\$ 72,648	

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, 2012

	641			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 325,500	325,500	325,337	(163)
Total revenues	325,500	325,500	325,337	(163)
Expenditures				
General governmental	390,227	390,227	319,695	70,532
Total expenditures	390,227	390,227	319,695	70,532
Excess (deficiency) of revenues over expenditures	(64,727)	(64,727)	5,642	70,369
Other Financing Sources (Uses)				
Operating transfers in	65,000	65,000	65,000	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	65,000	65,000	-	-
Net change in fund balance	\$ 273	273	5,642	70,369
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE ESTANCIA BASIN WATER STUDY
Year Ended June 30, 2012

	650			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
General governmental	30,808	30,808	21,320	9,488
Total expenditures	30,808	30,808	21,320	9,488
Excess (deficiency) of revenues over expenditures	(30,808)	(30,808)	(21,320)	9,488
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (30,808)	(30,808)	(21,320)	9,488
Prior year cash balance to balance the budget	\$ 30,808	30,808		
	\$ -	-		
Budgetary Expenses			\$ 21,320	
Accounts payable			486	
GAAP expenses			\$ 21,806	

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, 2012

	675			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Local and state shared taxes	18,000	18,000	21,481	3,481
Charges for services	\$ 1,000	1,000	4,712	3,712
Total revenues	<u>19,000</u>	<u>19,000</u>	<u>26,193</u>	<u>7,193</u>
Expenditures				
General government	91,889	91,889	64,503	27,386
Total expenditures	<u>91,889</u>	<u>91,889</u>	<u>64,503</u>	<u>27,386</u>
Excess (deficiency) of revenues over expenditures	<u>(72,889)</u>	<u>(72,889)</u>	<u>(38,310)</u>	<u>34,579</u>
Other Financing Sources (Uses)				
Operating transfers in	24,000	24,000	24,000	-
Total other financing sources (uses)	<u>24,000</u>	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Net change in fund balance	<u>\$ (48,889)</u>	<u>(48,889)</u>	<u>(14,310)</u>	<u>34,579</u>
Prior year cash balance to balance the budget	\$ 48,889	48,889		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 26,193	
Intergovernmental receivable			(967)	
Deferred revenues (net of restatement)			<u>239</u>	
GAAP revenues			<u>\$ 25,465</u>	
Budgetary Expenses			\$ 64,503	
Accounts payable			<u>(1,870)</u>	
GAAP expenses			<u>\$ 62,633</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE NM FOREST RE-LEAF
Year Ended June 30, 2012

	680			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	5,527	-	(5,527)
Total revenues	-	5,527	-	(5,527)
Expenditures				
General government	-	5,527	5,527	-
Total expenditures	-	5,527	5,527	-
Excess (deficiency) of revenues over expenditures	-	-	(5,527)	(5,527)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	(5,527)	(5,527)
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ -	
Accounts receivable			5,527	
GAAP revenues			\$ 5,527	

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, 2012

	685			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Charges for services	\$ 2,300	2,300	6,916	4,616
Total revenues	2,300	2,300	6,916	4,616
Expenditures				
General government	10,875	10,875	4,705	6,170
Total expenditures	10,875	10,875	4,705	6,170
Excess (deficiency) of revenues over expenditures	(8,575)	(8,575)	2,211	10,786
Other Financing Sources (Uses)				
Operating transfers in	7,000	7,000	7,000	-
Total other financing sources (uses)	7,000	7,000	7,000	-
Net change in fund balance	\$ (1,575)	(1,575)	9,211	10,786
Prior year cash balance to balance the budget	\$ 1,575	1,575		
	\$ -	-		
Budgetary Expenses			\$ 4,705	
Accounts payable			(223)	
GAAP expenses			\$ 4,482	

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, 2012

	690			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 84,516	84,516	73,070	(11,446)
Charges for services	11,900	11,900	13,054	1,154
Total revenues	96,416	96,416	86,124	(10,292)
Expenditures				
General government	93,239	93,239	92,779	460
Total expenditures	93,239	93,239	92,779	460
Excess (deficiency) of revenues over expenditures	3,177	3,177	(6,655)	(9,832)
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 3,177	3,177	(6,655)	(9,832)
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 86,124	
Intergovernmental receivable			6,314	
GAAP revenues			\$ 92,438	
Budgetary Expenses			\$ 92,779	
Accounts payable			(1,068)	
Accrued payroll			727	
GAAP expenses			\$ 92,438	

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 DV VICTIM RESTITUTION
Year Ended June 30, 2012

	691			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ 2,800	2,800	5,379	2,579
Total revenues	<u>2,800</u>	<u>2,800</u>	<u>5,379</u>	<u>2,579</u>
Expenditures				
Health and welfare	5,789	5,789	731	5,058
Total expenditures	<u>5,789</u>	<u>5,789</u>	<u>731</u>	<u>5,058</u>
Excess of revenues over expenditures	<u>(2,989)</u>	<u>(2,989)</u>	<u>4,648</u>	<u>7,637</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(2,989)	(2,989)	4,648	7,637
Fund balance, beginning of year	-	-	-	-
Net change in fund balance	<u>\$ (2,989)</u>	<u>(2,989)</u>	<u>4,648</u>	<u>7,637</u>
Prior year cash balance to balance the budget	<u>\$ 2,989</u>	<u>2,989</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Expenses			\$ 731	
Accounts payable			<u>(571)</u>	
GAAP expenses			<u>\$ 160</u>	

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, 2012

	692			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services	\$ -	-	660	660
Total revenues	-	-	660	660
Expenditures				
General government	25,877	25,877	22,923	2,954
Total expenditures	25,877	25,877	22,923	2,954
Excess (deficiency) of revenues over expenditures	(25,877)	(25,877)	(22,263)	3,614
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (25,877)	(25,877)	(22,263)	3,614
Prior year cash balance to balance the budget	\$ 25,877	25,877		
	\$ -	-		

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, 2012

	693			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 19,734	19,734	19,733	(1)
Total revenues	19,734	19,734	19,733	(1)
Expenditures				
General government	110,000	110,000	-	110,000
Total expenditures	110,000	110,000	-	110,000
Excess (deficiency) of revenues over expenditures	(90,266)	(90,266)	19,733	109,999
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing source (uses)	-	-	-	-
Net change in fund balance	\$ (90,266)	(90,266)	19,733	109,999
Prior year cash balance to balance the budget	\$ 90,266	90,266		
	<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 NM RECYCLING COALITION
Year Ended June 30, 2012

	800			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 287,809	287,809	287,809	-
Total revenues	287,809	287,809	287,809	-
Expenditures				
General government	287,809	287,809	287,809	-
Total expenditures	287,809	287,809	287,809	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	-	-
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 287,809	
Intergovernmental receivable			(30,009)	
GAAP revenues			\$ 257,800	
Budgetary Expenses			\$ 287,809	
Accounts payable			(11,019)	
GAAP expenses			\$ 276,790	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE METH INITIATIVE 2010
Year Ended June 30, 2012

	801			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Favorable (Unfavorable)
Revenues				
Intergovernmental sources	\$ 400,000	400,000	234,869	(165,131)
Total revenues	400,000	400,000	234,869	(165,131)
Expenditures				
General government	396,856	396,856	248,300	148,556
Total expenditures	396,856	396,856	248,300	148,556
Excess (deficiency) of revenues over expenditures	3,144	3,144	(13,431)	(16,575)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 3,144	3,144	(13,431)	(16,575)
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 234,869	
Intergovernmental receivable			10,304	
GAAP revenues			\$ 245,173	
Budgetary Expenses			\$ 248,300	
Accounts payable			(3,127)	
GAAP expenses			\$ 245,173	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE US MARSHAL
Year Ended June 30, 2012

	802			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Favorable (Unfavorable)
Revenues				
Intergovernmental sources	\$ 2,341	2,341	4,949	2,608
Total revenues	2,341	2,341	4,949	2,608
Expenditures				
General government	2,000	12,000	7,481	4,519
Total expenditures	2,000	12,000	7,481	4,519
Excess (deficiency) of revenues over expenditures	341	(9,659)	(2,532)	7,127
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 341	(9,659)	(2,532)	7,127
Prior year cash balance to balance the budget	\$ -	9,659		
	\$ -	-		
Budgetary Revenues			\$ 4,949	
Intergovernmental receivable			3,479	
GAAP revenues			\$ 8,428	

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, 2012

	804			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 2,000	2,000	6,154	4,154
Total revenues	2,000	2,000	6,154	4,154
Expenditures				
Health and welfare	40,000	40,000	9,920	30,080
Total expenditures	40,000	40,000	9,920	30,080
Excess (deficiency) of revenues over expenditures	(38,000)	(38,000)	(3,766)	34,234
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (38,000)	(38,000)	(3,766)	34,234
Prior year cash balance to balance the budget	\$ 38,000	38,000		
	\$ -	-		
Budgetary Expenses			\$ 9,920	
Accounts payable			(2,152)	
GAAP expenses			\$ 7,768	

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, 2012

	805			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 8,171	18,764	8,552	(10,212)
Total revenues	8,171	18,764	8,552	(10,212)
Expenditures				
Public safety	6,420	17,013	8,631	8,382
Total expenditures	6,420	17,013	8,631	8,382
Excess (deficiency) of revenues over expenditures	1,751	1,751	(79)	(1,830)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 1,751	1,751	(79)	(1,830)
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ 8,552	
Intergovernmental receivable			1,137	
GAAP revenues			\$ 9,689	

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, 2012

	808			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 12,536	26,536	13,000	(13,536)
Total revenues	12,536	26,536	13,000	(13,536)
Expenditures				
Public safety	14,136	28,136	18,032	10,104
Total expenditures	14,136	28,136	18,032	10,104
Excess (deficiency) of revenues over expenditures	(1,600)	(1,600)	(5,032)	(3,432)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (1,600)	(1,600)	(5,032)	(3,432)
Prior year cash balance to balance the budget	\$ 1,600	1,600		
	\$ -	-		
Budgetary Revenues			\$ 13,000	
Intergovernmental receivable			8,056	
GAAP revenues			\$ 21,056	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DOJ ARRA JAG
Year Ended June 30, 2012

810				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental sources	\$ 22,056	22,056	-	(22,056)
Total revenues	22,056	22,056	-	(22,056)
Expenditures				
Health and welfare	16,565	16,565	16,565	-
Total expenditures	16,565	16,565	16,565	-
Excess (deficiency) of revenues over expenditures	5,491	5,491	(16,565)	(22,056)
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 5,491	5,491	(16,565)	(22,056)
Prior year cash balance to balance the budget	\$ -	-		
	\$ -	-		
Budgetary Revenues			\$ -	
Intergovernmental receivable			15,205	
GAAP revenues			\$ 15,205	

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, 2012

	811			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ -	-	45	45
Total revenues	-	-	45	45
Expenditures				
Health and welfare	485	485	-	485
Total expenditures	485	485	-	485
Excess (deficiency) of revenues over expenditures	(485)	(485)	45	530
Other Financing Sources (Uses)				
Operating transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (485)	(485)	45	530
Prior year cash balance to balance the budget	\$ 485	485		
	\$ -	-		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE DRUG FREE COMMUNITIES
Year Ended June 30, 2012

	817			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 21,537	120,820	87,085	(33,735)
Total revenues	<u>21,537</u>	<u>120,820</u>	<u>87,085</u>	<u>(33,735)</u>
Expenditures				
Health and welfare	45,257	144,540	95,668	48,872
Total expenditures	<u>45,257</u>	<u>144,540</u>	<u>95,668</u>	<u>48,872</u>
Excess of revenues over expenditures	<u>(23,720)</u>	<u>(23,720)</u>	<u>(8,583)</u>	<u>15,137</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(23,720)	(23,720)	(8,583)	15,137
Fund balance, beginning of year				-
Net change in fund balance	<u>\$ (23,720)</u>	<u>(23,720)</u>	<u>(8,583)</u>	<u>15,137</u>
Prior year cash balance to balance the budget	<u>\$ 23,720</u>	<u>23,720</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 87,085	
Intergovernmental receivable			<u>1,794</u>	
GAAP revenues			<u>\$ 88,879</u>	
Budgetary Expenses			\$ 95,668	
Accounts payable			<u>1,137</u>	
GAAP expenses			<u>\$ 96,805</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE NM PRIMARY CARE ASSOCIATION
Year Ended June 30, 2012

	819			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Charges for services	\$ 66,455	66,455	50,135	(16,320)
Total revenues	<u>66,455</u>	<u>66,455</u>	<u>50,135</u>	<u>(16,320)</u>
Expenditures				
Health and welfare	49,999	49,999	49,999	-
Total expenditures	<u>49,999</u>	<u>49,999</u>	<u>49,999</u>	<u>-</u>
Excess of revenues over expenditures	<u>16,456</u>	<u>16,456</u>	<u>136</u>	<u>(16,320)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	16,456	16,456	136	(16,320)
Fund balance, beginning of year				-
Net change in fund balance	<u>\$ 16,456</u>	<u>16,456</u>	<u>136</u>	<u>(16,320)</u>
Prior year cash balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 50,135	
Intergovernmental receivable			<u>1,721</u>	
GAAP revenues			<u>\$ 51,856</u>	
Budgetary Expenses			\$ 49,999	
Accounts payable			<u>1,857</u>	
GAAP expenses			<u>\$ 51,856</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE FM RADIO STATION
Year Ended June 30, 2012

	820			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amount	
	Original	Final		
Revenues				
Charges for services	\$ -	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
General government	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	-	-
Fund balance, beginning of year				-
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior year cash balance to balance the budget	<u>\$ -</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		
Budgetary Expenses			\$ -	
Accounts payable			<u>-</u>	
GAAP expenses			<u>\$ -</u>	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL REVENUE EMERGENCY 911
Year Ended June 30, 2012

	911			
	Budgeted Amounts		Actual Amount	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Local and state shared taxes	\$ 300,000	300,000	356,579	56,579
Intergovernmental revenue	111,835	139,776	135,240	(4,536)
Charges for services	20,000	20,000	23,615	3,615
Total revenues	431,835	459,776	515,434	55,658
Expenditures				
Public safety	791,059	819,000	660,251	158,749
General Government	6,000	33,941	29,112	4,829
Total expenditures	797,059	852,941	689,363	163,578
Excess of revenues over expenditures	(365,224)	(393,165)	(173,929)	219,236
Other Financing Sources (Uses)				
Operating transfers in	240,000	240,000	240,000	-
Operating transfers out	(38,949)	(38,949)	(30,990)	7,959
Loan reimbursement	20,000	20,000	-	(20,000)
Total other financing sources (uses)	221,051	221,051	209,010	(20,000)
Net change in fund balance	\$ (144,173)	(172,114)	35,081	199,236
Prior year cash balance to balance the budget	\$ 144,173	172,114		
	\$ -	-		
Budgetary Revenues			\$ 515,434	
Intergovernmental receivable			(18,085)	
Deferred revenues (net of restatement)			3,971	
GAAP revenues			\$ 501,320	
Budgetary Expenses			\$ 689,363	
Accounts payable			1,366	
Accrued payroll			366	
GAAP expenses			\$ 691,095	

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, 2012

	562			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 68,375	68,375	74,306	5,931
Local and state shared taxes	109,841	109,841	102,823	(7,018)
Property taxes	337,203	337,203	404,892	67,689
Total revenues	515,419	515,419	582,021	66,602
Expenditures				
Debt service Loans	275,019	275,019	261,478	13,541
Debt service Bonds	327,113	327,113	327,112	1
Total expenditures	602,132	602,132	588,590	13,542
Excess of revenues over expenditures	(86,713)	(86,713)	(6,569)	80,144
Other Financing Sources (Uses)				
Operating transfers in	91,966	91,966	91,966	-
Net change in fund balance	\$ (86,713)	(86,713)	85,397	80,144
Prior year cash balance to balance the budget	\$ 86,713	86,713		
	<u>\$ -</u>	<u>-</u>		
Budgetary Revenues			\$ 582,021	
Intergovernmental receivable			2,122	
Deferred revenues (net of restatement)			22	
GAAP revenues			\$ 584,165	

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
CAPITAL PROJECTS LOAN PROCEEDS
Year Ended June 30, 2012

	633			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Favorable (Unfavorable)
Revenues				
Intergovernmental sources	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures				
General government	-	-	-	-
Capital outlay	86,179	86,179	86,179	-
Total expenditures	86,179	86,179	86,179	-
Excess (deficiency) of revenues over expenditures	(86,179)	(86,179)	(86,179)	-
Other Financing Sources (Uses)				
Loan proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (86,179)	(86,179)	(86,179)	-
Prior year cash balance to balance the budget	\$ 86,179	86,179		
	<u>\$ -</u>	<u>-</u>		

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL
CAPITAL PROJECTS LEGISLATIVE APPROPRIATIONS
Year Ended June 30, 2012

	803			Variance with Final Budget - Favorable (Unfavorable)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues				
Intergovernmental sources	\$ 81,835	101,535	18,816	(82,719)
Total revenues	81,835	101,535	18,816	(82,719)
Expenditures				
General government	-	-	-	-
Capital outlay	85,835	105,535	48,076	57,459
Total expenditures	85,835	105,535	48,076	57,459
Excess (deficiency) of revenues over expenditures	(4,000)	(4,000)	(29,260)	(25,260)
Other Financing Sources (Uses)				
Operating transfers in	3,741	3,741	-	(3,741)
Total other financing sources (uses)	3,741	3,741	-	(3,741)
Net change in fund balance	\$ (259)	(259)	(29,260)	(29,001)
Prior year cash balance to balance the budget				
	\$ 259	259		
	\$ -	-		
Budgetary Revenues				
Accounts receivable			\$ 18,816	
			38,125	
GAAP revenues			\$ 56,941	
Budgetary Expenses				
Accounts payable			\$ 48,076	
			12,923	
GAAP expenses			\$ 60,999	

AGENCY FUNDS

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

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

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

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

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

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

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING SCHEDULE OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS
Year Ended June 30, 2012**

	Balance July 1, 2011	Additions	Deletions	Restatement	Balance June 30, 2012
CHILDREN'S TRUST FUND					
Assets					
Due from other governmental units	\$ 150	1,395	1,270	-	275
Liabilities					
Deposits held in trust for others	\$ 150	1,395	1,270	-	275
UNDISTRIBUTED TAXES					
Assets					
Property tax receivable	\$ 1,280,419	4,437,247	4,331,765	262,720	1,648,621
Due from other governmental units	27,764	3,563,927	3,579,011	-	12,680
	\$ 1,308,183	8,001,174	7,910,776	262,720	1,661,301
Liabilities					
Due to other governmental units	\$ 1,280,419	4,437,247	4,331,765	262,720	1,648,621
Deposits held in trust for others	27,764	3,563,927	3,579,011	-	12,680
	\$ 1,308,183	8,001,174	7,910,776	262,720	1,661,301
OVERPAYMENT OF TAXES					
Assets					
Due from other governmental units	\$ 160,485	16,693	16,726	-	160,452
Liabilities					
Deposits held in trust for others	\$ 160,485	16,693	16,726	-	160,452
TAXES PAID IN ADVANCE					
Assets					
Due from other governmental units	\$ 15,585	-	4,819	-	10,766
Liabilities					
Deposits held in trust for others	\$ 15,585	-	4,819	-	10,766

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING SCHEDULE OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS (CONTINUED)
Year Ended June 30, 2012**

	Balance July 1, 2011	Additions	Deletions	Restatement	Balance June 30, 2012
PENALTY AND INTEREST					
Assets					
Due from other governmental units	\$ 7,893	89,991	105,247	-	(7,363)
Liabilities					
Deposits held for others	\$ 7,893	89,991	105,247	-	(7,363)
<u>TOTAL - ALL AGENCY FUNDS</u>					
Assets					
Property tax receivable	\$ 1,280,419	4,437,247	4,331,765	262,720	1,648,621
Due from other governmental unit	211,877	3,672,006	3,707,073	-	176,810
Total assets	\$ 1,492,296	8,109,253	8,038,838	262,720	1,825,431
Liabilities					
Due to other governmental units	\$ 1,280,419	4,437,247	4,331,765	262,720	1,648,621
Deposits held for others	211,877	3,672,006	3,707,073	-	176,810
Total liabilities	\$ 1,492,296	8,109,253	8,038,838	262,720	1,825,431

SUPPLEMENTARY INFORMATION - SUPPORTING SCHEDULES

**COUNTY OF TORRANCE
 SCHEDULE OF JOINT POWERS AGREEMENTS
 Year Ended June 30, 2012**

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	\$ 65,049	Estancia Valley Solid Waste Authority	N/A
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 Villiage of Willard and Torrance County	Torrance County	Provide 911 dispatch services for municipalities	Jul-11 Jun-12	Unknown	\$ 596,579	County of Torrance	County of Torrance

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF DEPOSIT ACCOUNTS
June 30, 2012

<u>Depository</u>	<u>Account Name</u>	<u>Type</u>	Depository Balance	Reconciled Balance
Wells Fargo Bank	Checking	Checking	\$ 958,156	750,512
Petty cash			300	300
Total deposit accounts			<u>958,456</u>	<u>750,812</u>
New Mexico Treasury	Investment	Investment	<u>2,646,150</u>	<u>2,646,150</u>
Total investment accounts			<u>2,646,150</u>	<u>2,646,150</u>
Total deposit and investment accounts			<u>\$ 3,604,606</u>	<u>3,396,962</u>

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF PLEDGED COLLATERAL
June 30, 2012**

The following is a description of cash on deposit by financial institution and related pledged collateral at June 30, 2012.

	<u>Wells Fargo Bank</u>
Deposits at June 30, 2012	\$ 958,156
Less: FDIC coverage	<u>958,156</u>
Uninsured and uncollateralized	<u>\$ -</u>
50% pledged collateral requirement per statute	<u>\$ -</u>

Note 1. Each Public Funds customer is separately insured in the interim for up to \$250,000 in the aggregate for all time and savings deposits and unlimited protection for the aggregate of all non-interest bearing deposit transaction accounts until December 31, 2012. The County maintains their funds in non-interest bearing accounts.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
LEGISLATIVE APPROPRIATIONS
June 30, 2012

<u>Project Title</u>	<u>Award</u>	<u>Balance June 30, 2012</u>	<u>Term</u>	<u>Expenditures FY 12</u>
Improve/Equip Moriarty Senior Center 2009-4920	25,000	-	7/09-06/12	15,866
Improve/Equip Senior Centers 2010-3062	32,260	28,946	7/10-6/13	2,262
Equip/Furnish Senior Centers 2009-4923	18,000	1,559	7/09-06/12	6,360
Improve/Equip Moriarty Senior Center 2009-4921	3,500	-	7/09-06/12	3,500
Improve/Equip Mountainair Senior Center 2009-4922	35,000	21,353	7/09-06/12	395
Moriarty Senior Center Emergency Funds 2012-004	19,700	7	4/12-6/12	19,693

STATE OF NEW MEXICO
COUNTY OF TORRANCE
PROPERTY TAX SCHEDULE - 10 YEAR
June 30, 2012

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
<i>Torrance County</i>									
General Advalorem:									
2002-2010	29,397,055	355,054	28,379,938	248,341	28,715,003	0	0	13,341	1,017,117
2011	3,931,581	3,512,407	3,512,407	3,444,855	3,444,855	0	0	67,552	419,174
Total General Advalorem	33,328,636	3,867,461	31,892,344	3,693,195	32,159,858	0	0	80,893	1,436,291
Re-appraisal Program									
2002-2010	39,690	558	38,424	534	38,400	0	0	23	1,266
2011	5,288	4,578	4,578	4,492	4,492	0	0	86	710
Total Re-appraisal Program	44,978	5,136	43,002	5,026	42,892	0	0	110	1,976
Non-remission Fees									
2002-2010	9,810	0	9,785	0	9,785	0	0	0	25
2011	0	0	0	0	0	0	0	0	0
Total Non-remission Fees	9,810	0	9,785	0	9,785	0	0	0	25
Total Torrance County	33,383,424	3,872,597	31,945,132	3,698,222	32,212,535	0	0	81,003	1,438,292
<i>State of New Mexico</i>									
NM Debt Service/Levy:									
2002-2010	3,035,174	40,366	2,925,283	38,818	2,923,735	0	0	1,548	109,892
2011	447,449	399,604	399,604	391,900	391,900	0	0	7,704	47,845
Total NM Debt Service	3,482,623	439,970	3,324,887	430,719	3,315,635	0	0	9,251	157,737
NM Operation:									
2002-2010 (2003)	350,646	0	348,444	0	0	0	0	0	2,202
2011	0	0	0	0	0	0	0	0	0
Total NM Operation	350,646	0	348,444	0	0	0	0	0	2,202
Livestock:									
2002-2010	241,417	1,305	277,906	1,305	277,906	0	0	Included in 2011	-36,489
2011	37,184	35,082	35,082	24,297	24,297	0	0	10,785	2,103
Total Livestock	278,601	36,387	312,987	25,602	302,203	0	0	10,785	-34,386
Total State of New Mexico	4,111,870	476,357	3,986,318	456,321	3,617,838	0	0	20,036	125,553
<i>Municipalities</i>									
Village of Willard:									
2002-2010	45,023	750	43,832	968	43,832	0	0	0	1,192
2011	5,817	4,618	4,618	4,618	4,618	0	0	0	1,199
Total Village of Willard	50,840	5,368	48,449	5,585	48,449	0	0	0	2,391
Town of Estancia:									
2002-2010	168,219	1,201	162,751	1,677	162,751	0	0	0	5,469
2011	15,803	14,266	14,266	14,266	14,266	0	0	0	1,538
Total Town of Estancia	184,023	15,466	177,016	15,942	177,016	0	0	0	7,007
City of Moriarty:									
2002-2010	565,299	11,004	537,608	13,910	537,416	0	0	192	27,690
2011	60,349	52,588	52,588	51,752	51,752	0	0	836	7,760
Total City of Moriarty	625,647	63,592	590,197	65,662	589,168	0	0	1,029	35,451
Town of Mountainair:									
2002-2010	418,003	6,093	399,263	6,994	399,239	0	0	24	18,739
2011	46,498	39,131	39,131	38,018	38,018	0	0	1,113	7,366
Total Town of Mountainair	464,500	45,224	438,394	45,012	437,258	0	0	1,137	26,106
Village of Encino:									
2002-2010	13,317	45	12,984	164	12,983	0	0	1	333
2011	1,432	1,355	1,355	1,343	1,343	0	0	12	77
Total Village of Encino	14,749	1,400	14,339	1,507	14,326	0	0	13	410
Total Municipalities	1,339,759	131,051	1,268,395	133,709	1,266,217	0	0	2,178	71,364

STATE OF NEW MEXICO
COUNTY OF TORRANCE
PROPERTY TAX SCHEDULE - 10 YEAR
June 30, 2012

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
School Districts									
Estancia Municipal Schools:									
2002-2010	5,731,126	47,855	5,509,608	61,116	5,509,608	0	0	Included in 2011	221,519
2011	397,777	361,843	361,843	354,104	354,104	0	0	7,739	35,934
Total Estancia Municipal Schools	6,128,904	409,698	5,871,451	415,220	5,863,712	0	0	7,739	257,453
Schools:									
2002-2010	12,293,546	215,775	11,808,894	266,713	11,808,894	0	0	Included in 2011	484,652
2011	1,747,597	1,506,803	1,506,803	1,469,166	1,469,166	0	0	37,637	240,794
Total Moriarty-Edgewood Municipal Schools	14,041,144	1,722,578	13,315,697	1,735,879	13,278,060	0	0	37,637	725,446
Mountainair Public Schools:									
2002-2010	2,674,960	20,085	2,615,331	26,038	2,615,331	0	0	Included in 2011	59,629
2011	418,779	384,028	384,028	371,896	371,896	0	0	12,132	34,751
Total Mountainair Public Schools	3,093,739	404,113	2,999,359	397,934	2,987,227	0	0	12,132	94,381
Encino/Vaughn Schools:									
2002-2010	1,219,183	3,698	1,200,005	4,895	1,200,005	0	0	Included in 2011	19,179
2011	159,548	156,091	156,091	155,315	155,315	0	0	776	3,457
Total Encino/Vaughn Schools	1,378,731	159,789	1,356,096	160,210	1,355,320	0	0	776	22,635
Corona Public Schools:									
2002-2010	212,791	1,226	207,934	1,919	207,931	0	0	Included in 2011	4,857
2011	35,868	34,055	34,055	33,432	33,432	0	0	663	1,813
Total Corona Public Schools	248,659	35,281	241,989	35,351	241,363	0	0	663	6,670
Total School Districts	24,891,177	2,731,459	23,784,592	2,744,594	23,725,682	0	0	58,947	1,106,585
Soil & Water Conservation Districts									
East Torrance:									
2002-2010	673,273	7,247	641,075	9,132	641,075	0	0	Included in 2011	32,198
2011	115,018	105,228	105,228	103,564	103,564	0	0	1,663	9,790
Total East Torrance	788,291	112,475	746,302	112,696	744,639	0	0	1,663	41,989
Edgewood:									
2002-2010	606,359	9,001	586,730	10,881	586,730	0	0	Included in 2011	19,629
2011	91,872	80,943	80,943	78,661	78,661	0	0	2,282	10,930
Total Edgewood	698,231	89,944	667,673	89,541	665,391	0	0	2,282	30,558
Claunch/Pinto:									
2002-2010	332,519	1,592	307,714	2,326	307,714	0	0	Included in 2011	24,806
2011	56,374	53,082	53,082	51,716	51,716	0	0	1,366	3,292
Total Claunch/Pinto	388,894	54,674	360,796	54,042	359,430	0	0	1,366	28,098
Carrizozo:									
2002-2010	46	0	34	0	34	0	0	0	11
2011	4	4	4	4	4	0	0	0	0
Total for Carrizozo	50	4	39	4	39	0	0	0	11
Total Conservation Districts	1,875,466	257,097	1,774,809	256,284	1,769,498	0	0	5,312	100,656
Grand Total	65,601,696	7,468,561	62,759,246	7,289,130	62,591,771	0	0	167,476	2,842,450

Included in 2011 -

Reports did not generate the information for 2002-2010, but was included with the 2011 report. Unable to separate out specifically 2002-2010.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012**

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass Thru/ Grant Number	Award Amount	Federal Expenditures
U.S Department of Energy				
American Recovery Act of 2009				
Passed through NM Recycling Coalition Rural Recycling Development Grant - ARRA	81.128	2011-02	\$ 309,820	276,790
Total U.S. Department of Energy			309,820	276,790
U.S Department of Justice				
Methamphetamine Initiative Grant	16.710	2010CKWX0457	400,000	245,173
Recovery Act - Justice Assistance Grant	16.804	2009-SB-B9-3309	22,056	16,565
Passed through NM Children, Youth and Families Juvenile Justice Grant	16.523	11-690-12594-3	65,700	56,671
Total U.S. Department of Justice			487,756	318,409
U.S. Department of Health and Human Services				
Drug-Free Communities	93.276	5H79SP011727-07	99,283	42,925
Drug-Free Communities	93.276	5H79SP011727-08	99,283	51,714
Passed through NM Department of Health & NM Primary Care Association: NMPCA - Integrated Medicaid Enrollment	93.778	IMEP 11-1201	50,000	51,856
Passed through NM Children, Youth & Families Domestic Violence Grant Family Violence Prevention & Services Act	93.671	09-690-7700-4	19,000	19,000
Adolescent Pregnancy Prevention Grant	93.994	13523	25,000	22,366
Total U.S. Department of Health and Human Services			292,566	187,861
U. S. Department of Homeland Security				
Homeland Security FY10	97.067	2010-SS-T9-000030	131,800	101,410
Homeland Security FY11	97.067	2011-SS-T9-000030	66,140	-
Emergency Management Performance Grant	97.042	2012-EMPG-TORR	23,000	17,526
Total U.S. Department of Homeland Security			243,940	118,936
U.S Department of Housing and Urban Development				
Passed through NM Department of Finance and Administration: Community Development Block Grant	14.228	11-C-RS-I-03-G-27	375,000	-
Total U.S. Department of Housing and Urban Development			375,000	-

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass Thru/ Grant Number	Award Amount	Federal Expenditures
U.S. Department of the Interior				
Passed through NM Department of Finance and Administration:				
Taylor Grazing Act	15.227	None	1,519	1,519
Total U.S. Department of Interior			1,519	1,519
U.S. Department of Transportation				
Passed through NM Department of Transportation:				
Operation DWI	20.608	12-AL-164-103	\$ 9,390	2,556
Operation DWI	20.608	11-AL-64-103	9,856	5,221
Operation Buckledown	20.608	12-OP-RF-103	1,203	854
Total U.S. Department of Transportation			20,449	8,631
Total Expenditures of Federal Awards			\$ 1,731,050	912,146

NOTE 1. BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards is prepared on the same basis of accounting as the County's financial statements. The County used the accrual basis of accounting. Expenditures represent only the federally funded portions of the program. County records should be consulted to determine amounts expended or matched from non-federal sources.

NOTE 2. NON-CASH AWARDS

The County did not receive any non-cash awards.

OTHER REPORTS

Ricci & Company LLC

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

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

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 13, 2012. 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

Management of the County is responsible for establishing and maintaining effective 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness is* a deficiency, or a combination of significant deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness. Finding number 12-01.

A significant deficiency is a deficiency, or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. Finding numbers 08-06, 12-02, 12-03, and 12-04.

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 did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 13, 2012

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 Internal Control Over Compliance in Accordance With OMB Circular A-133

Mr. Hector H. Balderas, State Auditor
and

To the Honorable Members of the Board of County Commissioners
County of Torrance
Estancia, New Mexico

Compliance

We have audited the compliance of the State of New Mexico, County of Torrance (County) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2012. 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 Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 12-05 and 12-06.

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

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the 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 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 the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

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

This report is intended solely for the information and use of management, others within the County, Office of the State Auditor, the New Mexico Legislature, and federal awarding agencies 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 13, 2012

**STATE OF NEW MEXICO
TORRANCE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2012**

08-06	Internal Control Over Financial Reporting	Updated and Included
11-01	County Treasurer's Property Tax Schedule	Resolved

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

A. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued Unqualified

Internal control over financial reporting:

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

Non-compliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes X No
- Significant deficiency(s) identified that are not considered to be material weakness(es) Yes X 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 501(a) of Circular A-133? X Yes No

Identification of major programs tested

#16.710	Public Safety Partnership and Community Policing (Methamphetamine Initiative Grant)
#81.128	Energy Efficiency and Conservation Block Grant Program (Recycling Grant)

Dollar threshold used to distinguish between Type A and Type B programs \$ 300,000

Auditee qualified as low-risk auditee? Yes X No

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

**08-06 INTERNAL CONTROL OVER FINANCIAL REPORTING -
SIGNIFICANT DEFICIENCY**

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. However, as part of the June 30, 2012 audit, the County developed a plan to begin internally preparing the financial report and has taken responsibility for preparing parts of the 2012 report.

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, 2012**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

**12-01 UNAUTHORIZED GRANTS AND BANK ACCOUNTS –
MATERIAL WEAKNESS**

CONDITION

During the year ended June 30, 2012, it was determined that a fire district made improvements to a fire station that were funded by a non-federal grant. These funds meet the definition of public funds. The funds were expended from May 13, 2009 through October 10, 2011 and the total amount of the contracts awarded was \$29,446.05. The following concerns were noted:

- The fire district never reported the grants or the improvements to the County's finance department. The improvements were noted upon a visit to the station.
- The fire district opened and utilized a separate bank account to administer the grant. The County was not listed as an owner of the funds. Because of this account, the County Treasurer was not used to receipt the funds.
- Also since a separate bank account utilized, the finance department was not used to make disbursements. Because of this, there is no documentation as to proper payment.
- It does not appear that the procurement documentation is adequate. The low bidder for the services was not utilized and the file that was subsequently turned over to the finance department by the fire district does not contain documentation as to why the low bidder was not utilized or why the awarded contractor was the best option.

CRITERIA

The County requires that all grant awards be submitted to the finance department. The finance department assists with grant compliance, compliance with County procurement requirements, and that only authorized disbursements are made. In addition, the County requires all receipts be deposited with the Treasurer's office and the Treasurer be the custodian of all County funds.

EFFECT

The fire district was not in compliance with County policies and procedures. Because of this the fire district was at increased risk for theft of funds and non-compliance with state statutes.

CAUSE

Since the fire district is comprised mostly with volunteers, and the volunteers secured the funding for the project, the fire district believed that the funding was not public funds and therefore they were exempt from County policies and procedures. Because of this, they followed what the fire district believed to be most effect way to administer the grant.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

**12-01 UNAUTHORIZED GRANTS AND BANK ACCOUNTS –
MATERIAL WEAKNESS (Continued)**

RECOMMENDATION

The County needs to re-train applicable employees as to the requirements for securing County funding. This training should emphasize the importance and benefits of the policies and procedures as well as placing an emphasis that all funding received are public funds and therefore, must be treated like all other County funds.

MANAGEMENT RESPONSE

The County will work diligently to ensure this doesn't happen again. Volunteers will be trained, as well as made aware of the policy that all funds must be deposited with the County Treasurer.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

12-02 ADJUSTMENTS TO PROPERTY TAX ROLL – SIGNIFICANT DEFICIENCY

CONDITION

During the process of preparing and reconciling the “10-year Property Tax Schedule,” it was determined that there were errors in the previous year’s tax maintenance schedules. The errors are related to property tax year 2010 in the amount of \$49,435 and 2009 in the amount of \$556,618. The Treasurer’s Office noted the error that the original reports used to prepare the maintenance schedule were produced in error.

CRITERIA

The New Mexico Property Tax Code (Sections 7-35-1 to 7-38-93 NMSA 1978) require a County Treasurer to track delinquent property taxes. In the absence of an accurate tax roll and maintenance schedules, the County Treasurer will not be able to be in compliance with all Property Tax Code requirements.

EFFECT

The error in the reports led to an error in the tax roll disclosures and the calculations of the property taxes receivable.

CAUSE

When the original reports were produced, there were errors in generating the reports. These errors were not caught until the “10-year Property Tax Schedule” was reconciled for fiscal year 2012.

RECOMMENDATION

The County should continue to reconcile all property tax schedules on a monthly basis. In addition, a procedures checklist should be developed to help ensure the consistent preparation of all property tax schedules and reports.

MANAGEMENT RESPONSE

The County will continue to reconcile all property tax schedules on a monthly basis. We will also develop a procedures checklist to help ensure the consistent preparation of the schedules and reports.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

12-03 TRACKING FUEL COSTS- SIGNIFICANT DEFICIENCY

CONDITION

As part of testing fuel costs, it was noted that there is no consistency of how fuel costs are tracked. The County requires that individual logs be kept and this is not being consistently completed.

CRITERIA

In order to adequately track fuel costs and to assist in vehicle maintenance, a fuel log should be utilized for each vehicle. In addition, controls should be in place to deter and detect the theft of fuel.

EFFECT

The County does not have adequate controls in place to track fuel costs. Nor are there controls in place that would allow the County to detect the theft of fuel in a timely manner.

CAUSE

There is not a County wide initiative for the consistent tracking of fuel costs. Emphasis has not been placed on the importance of tracking fuel costs on a per vehicle basis.

RECOMMENDATION

The County should enforce a single method of tracking fuel. This method should be on an individual vehicle basis (a fuel log for each vehicle) and include the date fuel was purchased, how many gallons were purchased and the odometer reading of the vehicle.

MANAGEMENT RESPONSE

As per the recommendation, the County will develop a fuel log for each vehicle. The log will include the date of purchase, the gallons purchased and the odometer reading of the vehicle.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

12-04 OVERPAYMENT OF INVOICES – SIGNIFICANT DEFICIENCY

CONDITION

As part of our review of legal invoices, we noted that the County was not billed as the agreed upon contract rate of \$45 an hour for paralegal services. The County was billed \$85 for 6.62 hours and \$60 for 3.5 hours. The total discrepancy based on our review of the invoices was \$323.80. Upon additional reviews completed by the contractor, they issued the County a credit of \$358.09.

CRITERIA

Sound accounting requires that the County only pay agreed upon rates in contracts.

EFFECT

The County has overpaid for legal services.

CAUSE

As part of approving legal invoices for payment, although the total hours to be paid were reviewed, the hourly rates charged for paralegals were not reviewed.

RECOMMENDATION

For all invoices in which the County has an agreed upon contract rate, invoices should be reviewed at a level detailed enough to ensure only the correct amount for services are paid.

MANAGEMENT RESPONSE

This was an oversight on the part of the County & contractor. As soon as it was pointed out by the auditors, the County & contractor corrected the billing error. We will be more diligent about reviewing all invoices.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

C. FINDINGS - COMPLIANCE

12-05 CASH MANAGEMENT – COMPLIANCE

**CFDA #16.710 Public Safety Partnership
& Community Policing Grant (Meth Grant)**

Questioned Costs - None

CONDITION

The County completed a drawdown request for \$100,000 on October 19, 2011 and took longer than 10 days to expend the funds that were drawn down.

CRITERIA

The grant requires that all advances be spend within 10 business days of receiving any advance of funds.

EFFECT

The County is not in compliance with cash management requirements for the grant. However, the County did receive a statement from the awarding agency that stated that the County will not have to repay any funds.

CAUSE

The grant administrators were unaware of the requirement to expend funds within 10 days of the advance of funds.

RECOMMENDATION

The County needs to develop a procedure that monitors grant advances to help ensure all grant requirements are met when advances are drawn down.

MANAGEMENT RESPONSE

In Torrance County, most department heads administer their own grants. We will work towards developing a procedure that monitors grant advances and ensures grant requirements are met.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

C. FINDINGS - COMPLIANCE

12-06 REPORTING – COMPLIANCE

**CFDA #16.710 Public Safety Partnership
& Community Policing Grant (Meth Grant)**

Questioned Costs - None

CONDITION

The grant requires that the quarterly SF-425 reports be filed within 30 days of the end of each quarter the grant is active. The SF-425 report for the quarter ending June 30, 2011 was not completed until September 26, 2011.

CRITERIA

The SF-425 report for the quarter ending June 30, 2011 was required to be filed by July 30, 2011.

EFFECT

The County is not in compliance with the grant's reporting requirements.

CAUSE

Due to the turnover in the Sherriff's department the initial grant award was delayed. As funds were drawn down, they were not subsequently spent in a timely manner. This led to untimely filing of form SF-425.

RECOMMENDATION

The County should develop a method of tracking all grant reporting requirements to help ensure required reports are filed in a timely manner. This should also include review procedures to ensure reports are accurately prepared.

MANAGEMENT RESPONSE

The County has developed a database that tracks grant reporting requirements. However, the position hasn't been filled in several years, so it hasn't been kept up to date with new and current grants. We will work towards reenacting this database and ensuring reports are accurately prepared.

**STATE OF NEW MEXICO
COUNTY OF TORRANCE
EXIT CONFERENCE
Year Ended June 30, 2012**

An exit conference was held on November 7, 2012 during a closed session of a Commissioner meeting and attended by the following:

County Personnel

Vanessa Chavez-Gutierrez, Chairperson, County Commission
Leanna Tapia, Commissioner
Lonnie Freyburger, Commissioner
Dorothy Sandoval, Treasurer
Joy Ansley, County Manager
Annette Ortiz, Deputy County Manager
Tracy Sedillo, Comptroller
Janice Barela, Deputy Treasurer

Ricci & Company LLC Personnel

Herman Chavez, Manager

Note: Management is responsible for the context of the report, even though the financial statements were prepared by the independent auditor.