

STATE OF NEW MEXICO
VALENCIA COUNTY

Annual Financial Report

June 30, 2016



AXIOM

*Certified Public Accountants
and Business Advisors LLC*

INTRODUCTORY SECTION

STATE OF NEW MEXICO

Valencia County
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STATE OF NEW MEXICO

Valencia County

Official Roster

June 30, 2016

BOARD OF COUNTY COMMISSIONERS

Charles D. Eaton	Chairman – District 4
Alicia Aguilar	Vice Chair – District 2
Helen Y. Cole	Member – District 1
David Hyder	Member – District 3
Jhonathan Aragon	Member - District 5

ELECTED OFFICIALS

Peggy Carabajal	County Clerk
Dorothy Lovato	County Treasurer
Michelle Milam	County Assessor
Louis Burkhard	County Sherriff
Jamie Goldberg	County Probate Judge

ADMINISTRATIVE OFFICIALS

Danny Monette	County Manager
Christina Card	Finance Director

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Mr. Timothy Keller
New Mexico State Auditor
To the Board of Valencia County Commissioners
Los Lunas, NM

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Valencia County (the "County") as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds, fiduciary funds, and the budgetary comparisons for all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4-14, Schedule of the County's Proportionate Share of the Net Pension Liability, and Schedule of County Contributions on pages 48 through 51, 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 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 any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The other schedules required by Section 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other schedules required by Section 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

The logo for Axiom, featuring the word "Axiom" in a blue, cursive script font.

Albuquerque, New Mexico
October 31, 2016

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Introduction

The Valencia County Finance Department is committed to adhering to requirements set forth by the Governmental Accounting Standards Board, and specifically the requirements of Statement No. 34. This management discussion and analysis is presented to the readers of Valencia County's financial statements in accordance with GASB 34 requirements. The management discussion and analysis is designed to provide an overview and analysis of the financial activities of Valencia County for the fiscal year ended June 30, 2016. Financial activities include; significant changes in funds, significant budget variances, capital asset and long term debt activity, comparisons of the current year to prior year, and any currently known facts, decisions, or conditions that are expected to have a significant impact on the financial position of Valencia County. Readers are encouraged to consider the information presented here in conjunction with the annual audit report prepared by Axiom CPA's and Business Advisors. This is the first MD&A that has been prepared by Valencia County and we hope that this document continues to be an essential part of the annual financial reporting process.

Financial Highlights

Overview of the Financial Statements

This section of the discussion and analysis will introduce Valencia County's basic financial statements. Valencia County's basic financial statements include a) government-wide financial statements, b) fund financial statements, c) notes to the financial statements.

Government Wide Financial Statements

This discussion and analysis is intended to serve as an introduction to Valencia County's basic financial statements. Valencia 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.

The Statement of Net Position presents Valencia County's assets and liabilities. The assets and liabilities are divided by current and non-current portions and a total of both sections. The difference between total assets and total liabilities is reported as Valencia County's net position. The net position can, over time, be a useful indicator of whether or not financial position of Valencia County is improving or deteriorating.

The Statement of Activities presents the change in net position throughout the year. This statement reflects all accrued revenues and expenditures therefore, revenue and expenses are reported in this statement for some items that will only result in future fiscal period cash flows. (e.g., uncollected taxes and earned but unused vacation leave).

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

The government-wide financial statements distinguish functions of Valencia County that are principally supported by taxes and intergovernmental revenues(governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Valencia County include general government, public safety, public works, health and welfare, culture and recreation, and environmental. Valencia County has no business-type activity at this time.

The government-wide financial statements can be found on pages 15-17 of the annual audit report.

Fund Financial Statements

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. Valencia County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of Valencia County's funds can be divided into three categories; Governmental Funds, Proprietary Funds and Fiduciary Funds.

Governmental Funds

Governmental funds are used to account for tax-supported activities. There are five different types of governmental funds; the general fund, special revenue funds, debt service funds, capital projects funds, and permanent funds. Governmental fund financial statements focus on near-term inflows and outflow of spendable resources as well as fiscal year end spendable balances. This information may be found useful in evaluating a government's near term financing requirements.

Because of the narrow focus of governmental fund financial statements it is useful to compare the information for governmental activities presented in the government wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Valencia County maintains 73 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the: General Fund, Road Fund, County Indigent Claims fund, Fire Protection Funds (8), and the Adult Detention Center Fund, all of which are considered to be major funds. Governmental fund balances are classified as non-spendable, restricted, committed or unassigned.

Data for the other 61 governmental funds are combined into a single, aggregated presentation, titled as Other Governmental Funds. Individual fund data for each of these non-major funds is provided in the form combining statements later in this report.

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Valencia 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 18-19 and 21-22 of the annual audit report.

Proprietary Funds

Proprietary funds focus on the determination of operating income, changes in net assets, financial position, and cash flows. There are two types of proprietary funds: enterprise funds and internal services funds.

Enterprise funds are used to report an activity for which a fee is charged to external users for goods or services. Valencia County currently has no enterprise funds.

Internal Service funds are used to report activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units, or to other governments, on a cost-reimbursement basis. Valencia County currently has no Internal Service funds.

Fiduciary Funds

Fiduciary Funds are used to account for assets held in a trustee or agency capacity for others therefore cannot be used to support the government's own programs. There are four regular types of fiduciary funds: pension trust funds, investment trust funds, private purpose trust funds, and agency funds.

Valencia County maintains 4 fiduciary funds. These funds are used to account for the collection and payment of gross receipts taxes and special fees to other governmental agencies, inmate funds for the Valencia County Detention Center, and to track and account for levied taxes for Valencia County Hospital.

The Statement of Fiduciary Assets and Liabilities can be found on page 24 of the annual audit report.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to readers to fully understand the data provided in the government wide and fund financial statements. The notes to the financial statements can be found on pages 25-59 of the annual audit report.

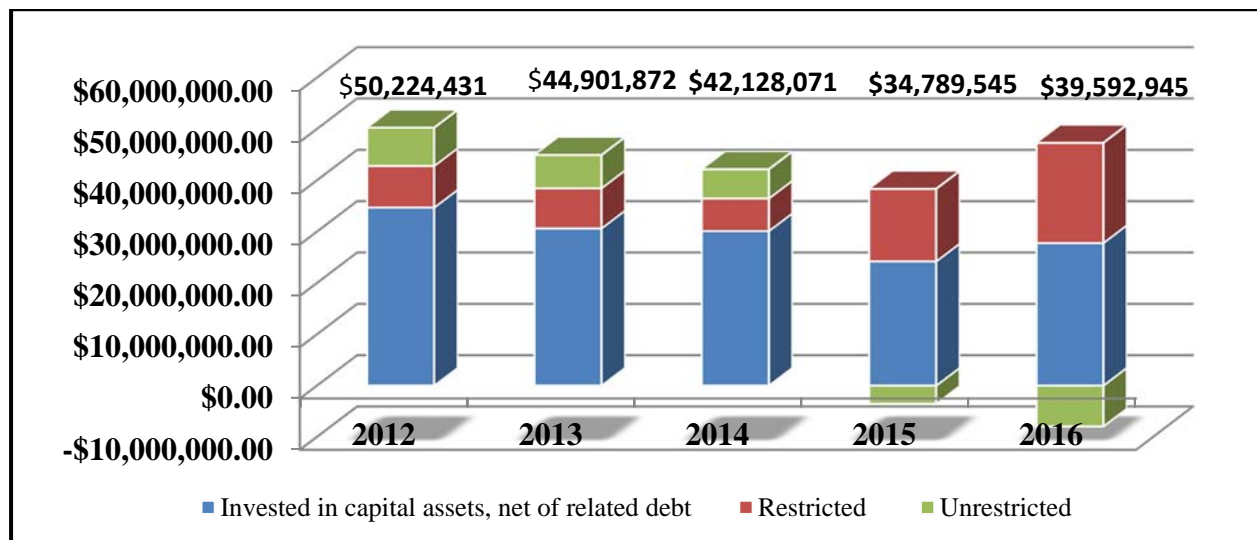
**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules that further support the information provided in the financial statements.

Government Wide Financial Analysis

As previously noted, net position can, over time, be a useful indicator of whether or not financial position of Valencia County is improving or deteriorating. Valencia County shows assets exceeding liabilities by \$39,592,945 at the close of the most current fiscal year. Below is a chart indicating the net position of Valencia County over the last five years. It is important to note the decrease in “Invested in Capital Assets, net of related debt,” is due to an adjustment in accounting policies that follow GASB 34 requirements which were never completed prior to FY 2013 and the application of GASB 68 in FY 15 that resulted in the unrestricted funds to have a negative balance.



**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Valencia County's Net Position

	Governmental Activities	
	FY 2016	FY 2015
Current and other assets	\$ 25,147,683	\$ 23,974,066
Capital Assets	38,755,090	36,286,224
Total Assets	<u>63,902,773</u>	<u>60,260,290</u>
Deferred Outflows	1,731,736	1,156,193
Current Liabilities	\$ 4,711,429	\$ 3,504,309
Long-Term Liabilities	20,750,987	19,741,483
Total Liabilities	<u>25,462,416</u>	<u>23,245,792</u>
Deferred Inflows	579,148	3,381,146
Net Position		
Net Investment in Capital Assets		
Restricted	\$ 27,755,513	\$ 24,189,406
Unrestricted	11,976,136	14,122,169
Total Net Position	<u>(138,704)</u>	<u>(3,522,030)</u>
Total Net Position	\$ <u>39,592,945</u>	\$ <u>34,789,545</u>

In 2016 71% of Valencia County's net position reflects its investment in capital assets (e.g. land, buildings, machinery, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding,

Valencia County uses these assets to provide services to citizens and these assets are not available for future spending. Although Valencia County's investment in its capital assets is reported net of related debt, it should be noted that the resources required to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to fulfill the obligations of the liabilities.

A portion of Valencia County's total net position, 50% is represented by restricted resources. The remaining unrestricted balance (20%) may be used to meet Valencia County's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Valencia County is able to report positive balances in two of the three categories of net position for governmental activities. The same situation as presented in the prior fiscal year.

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Total net position increased by \$4,534,191 a 13% increase from the prior fiscal year.

Governmental Activities

The table below provides a summary of Valencia County's operations for the year ended June 30, 2016.

	Governmental Activities	
	FY 2016	FY 2015
Revenues		
Program Revenues		
Charges for Services	\$ 1,625,024	\$ 1,678,157
Operating Grants and Contributions	4,504,340	3,042,675
Capital grants and Contributions	369,549	619,642
General Revenues		
Property Taxes	12,283,478	12,446,132
Gross Receipts Taxes	11,929,972	10,616,738
Gasoline and Motor Vehicle Taxes	984,146	697,167
Investment Income	2,234	(5,982)
Miscellaneous Income	1,108,392	707,498
Total Revenues	<u>32,807,135</u>	<u>29,802,027</u>
Expenses		
General Government	2,430,946	4,690,137
Public safety	13,868,480	12,027,581
Public works	2,683,600	2,170,291
Culture and recreation	3,483,650	3,261,497
Health and Welfare	4,546,336	2,980,681
Interest on long-term debt	430,643	241,176
Loss on disposal of assets	560,080	767,907
Total Expenses	<u>28,003,735</u>	<u>26,139,270</u>
Change in net position	<u>4,803,400</u>	<u>3,662,757</u>
Net position beginning	34,789,545	42,128,071
Prior period adjustment		(11,001,283)
Net position ending	<u>\$ 39,592,945</u>	<u>\$ 34,789,545</u>

Net position increases by \$4,534,191 due to governmental activities. Significant elements of this increase are as follows:

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Revenues:

Gross receipts taxes increased 12%, gasoline and motor vehicle taxes increased 41%, and we realized minimal investment income opposed to an investment loss and miscellaneous receipts increased 57%. Overall, revenues increased 10%.

Expenses:

General government expenses decreased 48% and the loss on disposal of assets decreased 27%. Overall expenses increased 8% slightly less than the increase in revenues.

Financial Analysis of the Governments Funds

As previously mentioned Valencia County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The emphasis on Valencia County's governmental funds is to provide short term inflows, outflows and fund balances of spendable resources. The information on short term spendable resources are useful for assessing Valencia County's financing requirements. Unrestricted fund balance consists of committed, assigned and unassigned balances, and is a measurement of Valencia County's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Valencia County's government funds reported combined ending fund balances of \$19,516,545. This is a 2.5% increase when comparing the prior fiscal year's fund balances. A reported 29% of the total combined ending fund balances represent unrestricted fund balance (consisting of \$5,196,452 unassigned) which is available for spending at the governments discretion. Additionally, \$1,811,045 is classified as non-spendable and includes inventories and prepaid expenditures. The remainder of the fund balance of (\$12,509,048) is restricted and is not available for new spending because it has already been restricted for; general county operations, maintenance of roads, fire departments, older American programs, public safety and, capital improvements and acquisitions. A detailed listing of governmental fund balances by classification in accordance with GASB 54 can be found in Note 1 section of the Summary of Significant Accounting Policies.

The General Fund is the chief operating fund for Valencia County. At the end of fiscal year 2016, unrestricted fund balance of the General Fund was \$5,276,244. To measure liquidity of the General Fund, it would be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 48% of the total General Fund expenditures, and total fund balance represents 59% of the same amount.

The fund balance of the General Fund increased by \$1,692,902 or 110% throughout the fiscal year. Overall the General Fund's FY 16 revenues were \$17,258,923.

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Major Funds

Other major governmental-type funds include the Road Fund, County Indigent Claims Fund, Fire Protection Fund, and the Adult Detention Center Fund.

The Road Fund accounts for all revenues and expenditures related to Public Works including, road maintenance and improvements, buildings and park maintenance and improvements, and County fleet maintenance.

County Indigent Claims fund accounts for the 1/8% GRT revenues for indigent care and the Indigent Care related expenses.

Fire Protection Fund accounts for the revenue, provided by the State Fire Marshall's Office allotment, and expenditures for the county's 8 fire districts.

The Adult Detention Center Fund accounts for operations of the Valencia County Adult Detention Center. Revenues are collected through a daily housing fee charged to municipalities for prisoners that are housed at the County Detention Center as well as state corrections distributions and a 1/8% Correction facility GRT.

General Fund Budgetary Highlights

Throughout the fiscal year, the County Commission approved adjustments to the County's budget. The major adjustments were made during the mid-year and end of year budget adjustment processes. The General Fund's final amended revenue estimates were \$101,708 less than original estimates and the expenditure budget was \$91,756 more than the original expenditure budget. The aggregate adjustments are summarized as follows:

- Current Property Tax revenue increased \$750,000, grant receipt revenue increased \$49,293, and County Equalization distribution decreased \$17,066, increased GRT revenue.
- Transfers out decreased \$45,002.
- Major general fund expenditure decreases included: \$194,821 premium savings in unemployment, significant (combined) reductions to salaries and benefits, various operational expense reductions.

During the fiscal year total revenues were received as anticipated with a 6% variation. The total variance in received revenue compared to final anticipated revenue was (\$1,013,058). The variance was mostly caused by property tax receipts and associated fees. Total general fund expenditures were spent as anticipated with a 5% variance. The primary savings are reflected in the finance and administration budgets (\$96,073) and public safety (\$163,917).

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Capital Asset and Debt Administration

Capital Assets

Investments in capital assets for governmental activities as of June 30, 2016 amount to \$ 38,755,090 (net accumulated depreciation) as compared to \$ 26,286,224 in the prior fiscal year. These investments include land, buildings and improvements, machinery and equipment, roads, bridges and construction in progress.

Major capital asset events during the current fiscal year included the following:

- 15 Public Safety vehicles totaling \$539,433.
- Brush Chipper totaling \$35,295
- Laptops for Sheriffs Deputies totaling \$151,906
- Security system upgrade at Judicial Complex totaling \$77,860
- IT server upgrade totaling \$182,216
- Road Equipment totaling \$98,425

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

Valencia County's Capital Assets

(net of depreciation)

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
CAPITAL ASSETS				
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 2,732,226	2,450		2,734,676
Construction in Progress		232,932		232,932
Total Capital Assets not being depreciated	<u>2,732,226</u>			<u>2,732,226</u>
Capital assets being depreciated				
Buildings & Improvements	23,916,244	584,022	378,091	24,122,175
Equipment	1,513,417	86,156	60,512	1,539,061
Vehicles	10,693,06	2,404,645	1,352,854	11,744,867
Infrastructure	15,376,556	1,813,490		17,190,046
Total capital assets being depreciated	<u>51,499,293</u>	<u>4,888,313</u>	<u>1,791,457</u>	<u>54,596,149</u>
Less: Accumulated Depreciation				
Buildings & Improvements	6,719,171	464,536	108,217	7,075,490
Equipment	429,899	255,044	2,422	682,521
Vehicles	6,422,105	904,210	1,120,738	6,205,577
Infrastructure	4,374,119	470,959		4,845,078
Total accumulated depreciation	<u>17,945,294</u>	<u>2,094,749</u>	<u>1,231,377</u>	<u>18,808,666</u>
Total capital assets, net of depreciation	<u>\$ 36,286,225</u>	<u>2,793,564</u>	<u>560,080</u>	<u>38,519,709</u>

Long-term debt

At the end of the current fiscal year Valencia County had total debt outstanding \$10,999,577. \$2,945,000 of the outstanding debt is secured by property tax levies, \$661,437 of the outstanding debt is secured by state fire fund distributions and \$7,393,140 of the outstanding debt is secured by gross receipts taxes.

Per the semi-annual payment dates, Valencia County's principal and interest payments are made to NMFA. The revenue for these payments are primarily received in November and May when property tax payments are due. Annually NMFA intercepts the required annual payment for the loans pledged against that revenue source. The funds are held by NMFA where they accrue interest until payment is due. On a monthly basis NMFA intercepts equal GRT revenue from the distribution of the Fire Excise tax where the funds accumulate with NMFA until payments are due.

**VALENCIA COUNTY
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2016**

	<u>FY 2016</u>	<u>FY 2015</u>
GO Bonds	\$ 2,945,000	\$ 3,895,000
NMFA Loans	879,577	1,026,818
Revenue Bonds	<u>7,175,000</u>	<u>7,175,000</u>
Total Outstanding Debt	<u>\$ 10,999,577</u>	<u>\$ 12,096,818</u>

Debt Limitations

New Mexico state statutes limit the amount a county may issue in general obligations bonds to 4% of the assessed value of the property within the county. Valencia County's total assessed value in the tax year 2015 was \$1,340,273,903; accordingly, Valencia County's legal debt limit is \$53,610,956.

Valencia County had two general obligations bonds outstanding at the close of the current fiscal year totaling \$2,945,000 (5.49% of legal debt limit).

Economic Factors and Next Year's Budget and Tax Rates

- The implemented property tax mil rate was decreased to 7.361 mils with 6.760 mils being dedicated as operational.
- Gross receipts tax rates have remained the same with no significant activity in the unincorporated areas of Valencia County. There were no anticipated increases in gross receipts taxes budgeted in fiscal year ending 2017.

BASIC FINANCIAL STATEMENTS

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

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and cash equivalents	\$ 15,270,812
Receivables:	
Property taxes receivable	3,368,756
Due from other governments	2,812,863
Other receivables	111,063
Prepaid expenses	1,722,772
Inventory	<u>88,273</u>
Total Current Assets	<u>23,374,539</u>
Restricted cash and cash equivalents	1,773,144
Capital assets, net of depreciation	<u>38,755,090</u>
Total Assets	<u>63,902,773</u>
DEFERRED OUTFLOWS	
Pension related	<u>1,731,736</u>
Total deferred outflows	<u>1,731,736</u>

See Notes to Financial Statements.

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

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts payable	1,348,058
Accrued payroll expenses	517,823
Unearned revenue	721,521
Accrued interest	51,644
Current portion of accrued compensated absences	502,512
Current portion of bonds and notes payable	1,569,871
Total Current Liabilities	<u>4,711,429</u>
Noncurrent portion of accrued compensated balances	76,948
Landfill liability	381,500
Noncurrent portion of bonds and notes payable	9,429,706
Net pension liability	10,862,833
Total Liabilities	<u>25,462,416</u>
DEFERRED INFLOWS	
Pension related	579,148
Total deferred inflows	579,148
NET POSITION	
Net investment in capital assets	27,755,513
Restricted for:	
Debt service	1,891,767
Capital projects	19,221
Special revenue	10,065,148
Unrestricted	(138,704)
Total net position	<u>\$ 39,592,945</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
VALENCIA COUNTY
STATEMENT OF ACTIVITIES
Year ended June 30, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Primary government					
General government	\$ 2,430,946	1,099,380	2,161,381	-	829,815
Public safety	13,868,480	296,807	1,391,070	-	(12,180,603)
Public works	2,683,600	228,837	59,969	-	(2,394,794)
Culture and recreation	3,483,650	-	-	-	(3,483,650)
Health and welfare	4,546,336	-	891,920	369,549	(3,284,867)
Interest on long-term debt	430,643	-	-	-	(430,643)
Loss on disposal of assets		-	-	-	-
<i>Total governmental activities</i>	<u>\$ 27,443,655</u>	<u>1,625,024</u>	<u>4,504,340</u>	<u>369,549</u>	<u>(20,944,742)</u>
General Revenue and Special Items:					
Taxes					
Property taxes, levied for general purpose and debt service					12,283,478
Gross receipts taxes					11,929,972
Gasoline, motor vehicle and cigarette taxes					984,146
Investment income					2,234
Loss on disposal of assets					(560,080)
Miscellaneous income					<u>1,108,392</u>
Total general revenues and special items					<u>25,748,142</u>
Change in net position					4,803,400
Net position, beginning					<u>34,789,545</u>
Net position, ending					<u>\$ 39,592,945</u>

See Notes to Financial Statements.

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

	General Fund 401	Road 402	County Indigent Claims 435
Assets			
Cash and cash equivalents	\$ 4,151,288	440,996	852,258
Restricted cash	-	-	-
Property taxes receivable	3,095,971	-	-
Due from other governments	540,380	76,782	168,289
Other receivables	76,051	-	-
Prepaid expenses	1,194,207	67,970	5,597
Inventory	-	53,603	-
Due from other funds	663,528	-	-
<i>Total assets</i>	<u>\$ 9,721,425</u>	<u>639,351</u>	<u>1,026,144</u>
Liabilities, Deferred Inflows and fund balances			
<i>Liabilities</i>			
Accounts payable	\$ 162,353	135,576	80,738
Accrued payroll expenses	316,810	46,765	1,897
Unearned Revenue	-	-	-
Due to other funds	-	-	-
<i>Total liabilities</i>	<u>479,163</u>	<u>182,341</u>	<u>82,635</u>
Deferred Inflows			
Property taxes	2,771,811	-	-
<i>Total deferred inflows</i>	<u>2,771,811</u>	-	-
<i>Fund balances</i>			
Nonspendable			
Prepaid expenses	1,194,207	67,970	5,597
Inventory	-	53,603	-
Spendable			
Restricted for:			
General county operations	-	-	-
Maintenance of roads	-	335,437	-
Fire departments	-	-	-
Older American programs	-	-	937,912
Public safety	-	-	-
Healthcare	-	-	-
Recreation	-	-	-
Capital improvements and acquisitions	-	-	-
Debt service expenditures	-	-	-
Committed to:			
Minimum fund balance	-	-	-
Senior center	-	-	-
Unassigned	5,276,244	-	-
<i>Total fund balances</i>	<u>6,470,451</u>	<u>457,010</u>	<u>943,509</u>
	<u>\$ 9,721,425</u>	<u>639,351</u>	<u>1,026,144</u>

*and fund balances
 See Notes to Financial Statements.*

Fire Protection 209	Adult Detention Center 422	Other Governmental Funds	Total
694,931	80,549	9,050,790	15,270,812
-	-	1,773,144	1,773,144
-	-	272,785	3,368,756
-	234,648	1,792,764	2,812,863
-	-	35,012	111,063
18,395	380,968	55,635	1,722,772
-	-	34,670	88,273
-	-	-	663,528
713,326	696,165	13,014,800	25,811,211
52,574	72,949	843,868	1,348,058
-	99,967	52,384	517,823
686,872	-	34,649	721,521
1,729	-	661,799	663,528
741,175	172,916	1,592,700	3,250,930
-	-	271,925	3,043,736
-	-	-	3,043,736
18,395	380,968	55,635	1,722,772
-	-	34,670	88,273
-	-	3,779,437	3,779,437
-	-	4,858,340	5,193,777
-	-	379,359	379,359
-	-	162,547	1,100,459
-	142,281	2,747	145,028
-	-	-	-
-	-	-	-
-	-	19,221	19,221
-	-	1,891,767	1,891,767
-	-	-	-
-	-	-	-
(46,244)	-	(33,548)	5,196,452
(27,849)	523,249	11,150,175	19,516,545
713,326	696,165	13,014,800	25,811,211

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

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

Fund balances - total governmental funds	\$ 19,516,545
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Cost of capital assets	57,563,757
Accumulated depreciation	<u>(18,808,667)</u>
Total capital assets	38,755,090
Delinquent ad valorem assessments receivable are not available to pay current year expenditures and, therefore, are reported as deferred inflows in the fund financial statements	3,043,736
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds	1,731,736
Defined benefit pension plan deferred inflows are not financial obligations and, therefore, are not reported in the funds	(579,148)
Accrued interest is not due and payable with current financial resources and, therefore, is not reported in the funds	(51,644)
Certain liabilities, including bonds payable and current and long-term portions of accrued compensated absences, are not due and payable in the current period and therefore are not reported in the funds:	
Bonds and notes payable	(10,999,577)
Capital leases	
Net pension liability	(10,862,833)
Landfill liability	(381,500)
Compensated absences	<u>(579,460)</u>
Net position - governmental activities (Statement of Net Position)	<u>\$ 39,592,945</u>

See Notes to Financial Statements.

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

	General Fund 401	Road 402	County Indigent Claims 435
Revenues			
Taxes:			
Property	\$ 11,005,812	-	-
Gross receipts	2,434,283	206,280	1,711,632
Gasoline, motor vehicle and cigarette taxes	541,594	442,552	-
Intergovernmental:			
Federal operating grants	86,669	10,660	-
State operating grants	2,074,712	-	-
State capital grants	-	-	-
Charges for services	358,961	-	-
Licenses and fees	722,596	-	-
Investment income	1,232	-	1,002
Miscellaneous	33,064	68,567	2,027
Total revenues	17,258,923	728,059	1,714,661
Expenditures			
Current			
General government	1,904,700	-	-
Public safety	5,343,347	-	-
Public works	-	2,363,381	-
Culture and recreation	2,428,990	-	-
Health and welfare	786,836	58,530	1,463,147
Capital outlay	455,642	370,268	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Bond issuance cost	-	-	-
Total expenditures	10,919,515	2,792,179	1,463,147
Excess (deficiency) of revenues over expenditures	6,339,408	(2,064,120)	251,514
Other Financing Sources (Uses)			
Transfers in	1,016,221	2,268,490	-
Proceeds from issuance of debt	-	-	-
Transfers out, governmental funds	(5,662,727)	-	(614,965)
Transfers out, agency funds	-	-	-
Total other financing sources (uses)	(4,646,506)	2,268,490	(614,965)
Net change in fund balances	1,692,902	204,370	(363,451)
Fund balance - beginning of year	4,777,549	252,640	1,306,960
	\$ 6,470,451	457,010	943,509

See Notes to Financial Statements.

Fire Protection 209	Adult Detention Center 422	Other Governmental Funds	Total
-	-	1,335,908	12,341,720
623,578	1,008,255	5,945,944	11,929,972
-	-	-	984,146
-	-	891,920	989,249
49,309	-	1,391,070	3,515,091
-	-	369,549	369,549
-	296,807	228,837	884,605
-	-	17,823	740,419
-	-	-	2,234
-	238,726	289,764	632,148
672,887	1,543,788	10,470,815	32,389,133
-	-	423,915	2,328,615
326,906	4,047,708	3,510,115	13,228,076
-	-	186,097	2,549,478
-	-	880,553	3,309,543
-	-	2,010,414	4,318,927
154,868	-	3,666,673	4,647,451
-	-	1,097,241	1,097,241
-	-	430,643	430,643
-	-	-	-
481,774	4,047,708	12,205,651	31,909,974
191,113	(2,503,920)	(1,734,836)	479,159
-	2,732,467	1,444,728	7,461,906
-	-	-	-
(121,747)	-	(1,062,467)	(7,461,906)
-	-	-	-
(121,747)	2,732,467	382,261	-
69,366	228,547	(1,352,575)	479,159
(97,215)	294,702	12,502,750	19,037,386
(27,849)	523,249	11,150,175	19,516,545

**STATE OF NEW MEXICO
VALENCIA COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
June 30, 2016**

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

Net change in fund balances - total governmental funds	\$ 479,159
Change in net pension liability	(2,636,375)

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital assets reported as capital outlay expenditures	4,647,451
Depreciation expense	(2,094,749)
Loss on disposal of assets	(560,080)
Donated assets	476,244

Revenues that do not provide current financial resources or expenditures that are not considered current financial obligations are not reported in the governmental funds and are as follows

Property taxes	(58,242)
Deferred inflows related to pension activity	2,801,998
Deferred outflows related to pension activity	575,543

The issuance of long-term (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net 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:

Increase in accrued compensated absences	(127,340)
Decrease in lease obligation	18,462
Decrease in landfill liability	57,000
Decrease in accrued interest	127,088
Principal payments on long-term debt	<u>1,097,241</u>

Change in net position governmental activities	<u>\$ 4,803,400</u>
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See Notes to Financial Statements.

**STATE OF NEW MEXICO
VALENCIA COUNTY
GENERAL FUND (401)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ 11,714,857	11,714,857	10,865,435	(849,422)
Gross receipts	3,276,190	3,276,190	2,451,084	(825,106)
Gasoline, motor vehicle and cigarette taxes	554,163	554,163	433,335	(120,828)
Intergovernmental:				
Federal operating grants	-	-	86,669	86,669
State operating grants	1,824,820	2,029,798	2,041,620	11,822
State capital grants	-	-	-	-
Charges for services	367,507	367,507	358,961	(8,546)
Licenses and fees	223,691	223,691	681,527	457,836
Investment income	-	-	1,232	1,232
Miscellaneous	317,783	317,784	33,064	(284,720)
Total revenues	18,279,011	18,483,990	16,952,927	(1,531,063)
Expenditures				
Current:				
General government	5,678,106	5,706,908	1,809,057	3,897,851
Public safety	6,576,135	6,639,090	5,601,159	1,037,931
Public works	-	-	507	(507)
Culture and recreation	-	-	2,448,625	(2,448,625)
Health and welfare	-	-	763,408	(763,408)
Capital outlay	-	-	455,186	(455,186)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	12,254,241	12,345,998	11,077,942	1,268,056
Excess (deficiency) of revenues over expenditures	6,024,770	6,137,992	5,874,985	(263,007)
Other financing sources (uses)				
Transfers in	1,030,000	1,030,000	1,016,221	(13,779)
Proceeds from issuance of debt	-	-	-	-
Transfers out, governmental funds	(6,276,613)	(6,648,364)	(5,662,727)	985,637
Transfers out, agency funds	-	-	-	-
Total other financing sources (uses)	(5,246,613)	(5,618,364)	(4,646,506)	971,858
Net change in fund balance	\$ 778,157	519,628	1,228,479	708,851
Adjustments to revenues			305,996	
Adjustments to expenses			158,427	
Net change in fund balance (GAAP Basis)			\$ 1,692,902	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 ROAD - SPECIAL REVENUE FUND (402)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Gasoline, motor vehicle and cigarette taxes	382,982	382,982	365,624	(17,358)
Intergovernmental:				
Federal operating grants	3,800	3,800	10,660	6,860
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	89,764	89,764	59,604	(30,160)
Total revenues	476,546	476,546	435,888	(40,658)
Expenditures				
Current:				
General government	2,862,845	3,164,983	2,345,237	819,746
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	320,557	(320,557)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	2,862,845	3,164,983	2,665,794	499,189
<i>Excess (deficiency) of revenues over expenditures</i>	(2,386,299)	(2,688,437)	(2,229,906)	458,531
<i>Other financing sources (uses)</i>				
Transfers in	2,429,592	2,767,743	2,268,490	(499,253)
Transfers out	-	-	-	-
Total other financing sources (uses)	2,429,592	2,767,743	2,268,490	(499,253)
Net change in fund balance	\$ 43,293	79,306	38,584	(40,722)
Adjustments to revenue			292,171	
Adjustments to expenses			(126,385)	
Changes in accrued liabilities				
Net change in fund balance (GAAP Basis)			\$ 204,370	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 COUNTY INDIGENT CLAIMS - SPECIAL REVENUE FUND (435)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	1,030,000	1,030,000	1,543,343	513,343
Gasoline, motor vehicle and cigarette taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	1,002	1,002
Miscellaneous	532,766	532,766	2,027	(530,739)
Total revenues	1,562,766	1,562,766	1,546,372	(16,394)
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	1,509,765	1,506,765	1,462,706	44,059
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	1,509,765	1,506,765	1,462,706	44,059
<i>Excess (deficiency) of revenues over expenditures</i>	<u>53,001</u>	<u>56,001</u>	<u>83,666</u>	<u>27,665</u>
<i>Other financing sources (uses)</i>				
Transfers in	(560,439)	614,965	-	(614,965)
Transfers out	-	-	(614,965)	(614,965)
Total other financing sources (uses)	<u>(560,439)</u>	<u>614,965</u>	<u>(614,965)</u>	<u>-</u>
Net change in fund balance	\$ (507,438)	670,966	(531,299)	27,665
Adjustments to revenues			168,289	
Adjustments to expenses			<u>(441)</u>	
Net change in fund balance (GAAP Basis)			\$ (363,451)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 FIRE PROTECTION - SPECIAL REVENUE FUND (209)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	570,195	635,881	770,813	134,932
Gasoline, motor vehicle and cigarette taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	49,309	49,309
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	1,287	7,115	-	(7,115)
Total revenues	571,482	642,996	820,122	177,126
Expenditures				
Current:				
General government	-	-	-	-
Public safety	449,796	988,652	313,567	675,085
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	154,587	(154,587)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	449,796	988,652	468,154	520,498
<i>Excess (deficiency) of revenues over expenditures</i>	<u>121,686</u>	<u>(345,656)</u>	<u>351,968</u>	<u>697,624</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	(121,747)	(121,747)	(121,747)	-
Total other financing sources (uses)	<u>(121,747)</u>	<u>(121,747)</u>	<u>(121,747)</u>	<u>-</u>
Net change in fund balance	<u>\$ (61)</u>	<u>(467,403)</u>	<u>230,221</u>	<u>697,624</u>
Adjustments to revenues			(147,235)	
Adjustments to expenses			<u>(13,620)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 69,366</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
VALENCIA COUNTY
ADULT DETENTION CENTER - SPECIAL REVENUE FUND (422)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	1,030,000	1,030,000	1,005,280	(24,720)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	448,678	448,678	228,239	(220,439)
Investment income	-	-	-	-
Charges for services	405,780	405,780	-	(405,780)
Miscellaneous	5,000	5,000	2,957	(2,043)
Total revenues	1,889,458	1,889,458	1,236,476	(652,982)
Expenditures				
Current:				
General government	-	-	-	-
Public safety	4,916,101	4,916,101	4,174,097	742,004
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	4,916,101	4,916,101	4,174,097	742,004
<i>Excess (deficiency) of revenues over expenditures</i>	(3,026,643)	(3,026,643)	(2,937,621)	89,022
<i>Other financing sources (uses)</i>				
Transfers in	3,026,643	3,026,643	2,732,467	(294,176)
Transfers out	-	-	-	-
Total other financing sources (uses)	3,026,643	3,026,643	2,732,467	(294,176)
Net change in fund balance	\$ -	-	(205,154)	(205,154)
Adjustments to revenues			\$ 307,312	
Adjustments to expenses			126,389	
Net change in fund balance (GAAP Basis)			\$ 228,547	

See Notes to Financial Statements.

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

	<u>Balance</u>			<u>Balance</u>
	<u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2016</u>
<i>ASSETS</i>				
Cash and investments	\$ 26,520,831	31,339,921	30,846,346	27,014,406
Receivables - Property taxes	6,972,570	29,064,630	29,201,696	6,835,504
Receivables - Other	5,697	-	4,250	1,447
Total assets	<u>33,499,098</u>	<u>60,404,551</u>	<u>60,052,292</u>	<u>33,851,357</u>
 <i>LIABILITIES</i>				
Deposits held in trust for others	922,741	31,338,019	30,846,346	1,136,488
Deposits held in trust for hospital levy	25,598,090	575,698	297,772	25,876,016
Other liabilities	5,697	1,902	4,250	3,349
Future taxes collectible	6,972,570	27,727,641	27,864,707	6,835,504
Total liabilities	<u>\$ 33,499,098</u>	<u>59,643,260</u>	<u>59,013,075</u>	<u>33,851,357</u>

See Notes to Financial Statements.

NOTES TO FINANCIAL STATEMENTS

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Valencia County (the County) is a political subdivision of the State of New Mexico established in 1876 under the provisions of Section 4-5-1 of NMSA, 1978 Compilation and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissioners-manager form of government and provides the following services as authorized by public law: public safety (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

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

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

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Financial Reporting Entity

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

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

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the County does not have any component units required to be reported under GASB Statements No. 61, and is not a component unit of another governmental agency.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenue, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County does not have any *business-type activities*.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place, regardless of the timing of the related cash flows. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Neither fiduciary funds nor component units that are fiduciary in nature are included in the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

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

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu-of-taxes and other charges between the various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the County's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the County's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of County facilities, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources such as assistance to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

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

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

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

The County reports the following major governmental funds:

The *General Fund (401)* is the County's primary operations fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Road Special Revenue Fund (402)* was created to account for funds used to maintain roads for which the County has responsibility. Financing sources include motor vehicle registration fees and New Mexico State Highway Department Cooperative Agreement. Expenditures are restricted for the construction and maintenance of county roads. The fund was created by authority of State Statute Section 67-41-1, NMSA, 1978 Compilation.

The *County Indigent Claims Special Revenue Fund (435)* was created by Section 7-20-3, New Mexico Statutes Annotated, 1978 Compilation to account for funds reserved from a County excise tax equal to one eighth of one percent of the "county gross receipts tax" adopted through County Ordinance 86-17. Expenditures are restricted to indigent care.

The *Fire Protection Special Revenue Fund (209)* was created to account for the operation and maintenance of the County's several fire protection districts. Funding is provided by an allotment from the State Fire Marshall's Office. The Fund was created by authority of State Statute Section 59A-53-1, NMSA 1978 Compilation.

The *Adult Detention Center Special Revenue Fund (422)* is used to account for the operation of the County's Adult Detention Center. This fund was created by County Resolution No. 2005-66.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. *Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)*

Additionally, the government reports the following agency fund:

Fiduciary funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary funds are used to account for the collection and payment of property taxes and special fees to other governmental agencies. The agency fund is also used to account for collection and disbursement of inmate funds for the Valencia County Detention Center. In addition, the agency fund will track and account for items held for Valencia County hospital that has been levying taxes from taxpayers.

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

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

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

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

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

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Fund Equity (Continued)

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments by November 10th and April 10th. Property taxes uncollected after November 10th and April 10th are considered delinquent and the County may assess penalties and interest. The taxes attach as an enforceable lien on property thirty (30) days thereafter, at which time they become delinquent.

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

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

Restricted Assets: Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended. Debt service cash is restricted for future debt payments.

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

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Fund Equity (Continued)

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

Building and improvements	40-50 years
Equipment	5-20 years
Infrastructure	30-40 years

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

Deferred Revenues: There are two types of deferred revenue. Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for deferred revenue (commonly referred to as unearned revenue). The other type of deferred revenue is "unavailable revenue." Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized as revenue of the current period. It must also be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred revenue.

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Fund Equity (Continued)

Compensated Absences: Qualified employees are entitled to accumulate annual leave according to a graduated annual leave schedule. Depending on the length of service, employees may accrue 10 to 20 days per year. Annual leave may be accumulated from year to year up to a maximum of 30 days. Annual leave balances in excess of 30 days as of December 31 of any calendar year will be lost. The employee or the employee's estate will be paid for each day of the unused annual leave at the time of the employee's voluntary or involuntary termination, retirement, death, or total disability up to a maximum of 30 days plus the number of days accrued and unused during the current calendar year.

Qualified employees are entitled to accumulate sick leave at a rate of 12 days per year. There is no accrual limitation and upon separation or retirement of an employee who has served five or more years, the County shall pay the employee a sum equal to 25% of the value of the accumulated and unused sick leave, based on his/her average rate of pay for the preceding 12 months. Part-time employees accrue sick leave on a pro-rata basis. Casual and temporary employees do not accrue sick leave.

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

Long-term Obligations: In the government-wide fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are expensed as incurred. Bonds payable are reported net of the applicable bond premium or discount. There were no bond premiums or discounts at June 30, 2016. 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 another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Fund Equity (Continued)

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

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

Non-spendable Fund Balance: At June 30, 2016, the non-spendable fund balances in the funds are made up of inventory in the amount of \$88,273 and prepaid expenses in the amount of \$1,722,772 that are not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2016, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$11,976,136 for various County operations as restricted by enabling legislation. The details of these fund balance items are located on the governmental funds balance sheet on pages 7-8.

Minimum Fund Balance Policy: The County's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. At a minimum, the budget shall ensure that the County holds cash reserves of 3/12th the General Fund expenditures and cash reserve of 1/12th the Road Special Revenue Fund.

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

- a. Net investment in capital assets: Net position invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Position: Consist of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for "special revenue, debt service, and capital projects" is described on page 52-54.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Fund Equity (Continued)

- c. Unrestricted Net Position: All other net position items that do not meet the definition of “restricted” or “net investment in capital assets”

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

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

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

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

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities and Net Position or Fund Equity (Continued)

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

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

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

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

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

GASB Statement No. 77, *Tax Abatement Disclosures*

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

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

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

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

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

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

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

Since accounting principles applied for purposes of developing revenues and expenditures on the budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), a reconciliation of resultant basis, perspective, equity and timing differences in the net change in fund balances is presented for the year ended June 30, 2016. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on the individual comparison statements.

NOTE 3. DEPOSITS AND INVESTMENTS

State statute authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, the state investment pool, money market accounts, and United States Government obligations. The County is not aware of any invested funds that did not meet the State investment requirements as of June 30, 2016.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

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

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

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

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

Custodial Credit Risk – Custodial credit risk is the risk that in the event of bank failure, the County's deposits may not be returned to it. The County does not have a policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63 NMSA 1978). New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the County for at least one half of the amount on deposit with the institution. At June 30, 2016, \$ 43,155,230 of the County's deposits were exposed to custodial credit risk; this uninsured amount was collateralized by collateral held by the pledging bank's department or agent, not in the County's name.

Credit Risk – The New MexiGROW Local Government Investment Pool's (LGIP) investments are valued at fair value based on quoted market prices as of the valuation date. The LGIP is not SEC registered. The New Mexico State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10(I) through 6-10-10(P) and Sections 6-10-10.1(A) and (E), NMSA 1978. The LGIP's investments are monitored by the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per Section 6-10-10.1(F), 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 amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the LGIP is voluntary.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

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

<u>Investment Type</u>	<u>Rating</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (WAM)</u>
New MexiGROW LGIP	AAAm	\$ 31,872	60 days
NM Bank and Trust Money Market	Unrated	\$ 2,310,799	0 days
NM Bank and Trust Money Market	Unrated	\$ 19,841	0 days
Certificate of Deposit	Unrated	\$ 1,000,000	< 1 year

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

Concentration of Credit Risk – Investments. For an investment, concentration of credit risk is when any one issuer is 5% or more of the investment portfolio of the County. The County holds certificates of deposit approximating 29.74% of the investment portfolio with one financial institution. Since each institution has pledged collateral on those investments, the additional concentration is not viewed to be an additional risk by the County. The County’s policy related to concentration credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

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

A reconciliation of cash and investments for the County is on page 99.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 4. RECEIVABLES

Receivables as of June 30, 2016 consisted of the following; all receivables as of June 30, 2016 were deemed to be fully collectible.

	General Fund	Road Fund	County Indigent Claims Fund	Adult Detention Center	Other Govt. Funds	Total
Property taxes:	\$ 3,095,971	-	-	-	272,785	3,368,756
Due from other governments:	540,380	76,782	168,289	234,648	1,792,764	2,812,863
Other receivables:	76,051	-	-	-	35,012	111,063
Allowance for doubtful accounts:	-	-	-	-	-	-
Total:	\$ 3,712,402	76,782	168,289	234,648	2,100,561	6,292,682

Property taxes receivable in the amount of \$3,368,756 reported on the Statement of Net Position, at June 30, 2016, includes \$3,043,736 that is not considered a current economic resource; therefore, excluded from the Statement of Revenues, Expenditures and Changes in Fund Balances.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 5. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

<u>Governmental Funds</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,016,221	5,662,727
Debt Service Fund	-	-
Road Fund	2,268,490	-
Other Funds	-	-
Juvenile Detention	-	-
Adult Detention Center	2,732,467	-
County Indigent	-	614,965
Environmental/Solid Waste	-	-
Fire Protection	-	121,747
Non-Major Governmental Funds	1,444,728	1,062,467
	<u>\$ 7,461,906</u>	<u>7,461,906</u>

The County has interfund loans for the purpose of providing cash to grant funds that must expend funds in order to get reimbursements.

The composition of interfund balances as of June 30, 2016 is as follows:

<u>Governmental Funds</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 663,528	-
Fire Protection	-	1,729
Senior Citizens	-	-
Other Funds	-	-
Intergovernmental Grants	-	661,799
	<u>\$ 663,528</u>	<u>663,528</u>

All interfund receivables are expected to be repaid within one year.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 6. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2016 follows:

	Restated Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Governmental Activities				
Capital Assets not being depreciated				
Land	\$ 2,732,226	2,450	-	2,734,676
Construction in progress	-	232,932	-	232,932
Total capital assets not being depreciated	<u>2,732,226</u>	<u>235,382</u>	<u>-</u>	<u>2,967,608</u>
Capital assets being depreciated				
Buildings and improvements	23,916,244	584,022	378,091	24,122,175
Equipment	1,513,417	86,156	60,512	1,539,061
Vehicles	10,693,076	2,404,645	1,352,854	11,744,867
Infrastructure	15,376,556	1,813,490	-	17,190,046
Total capital assets being depreciated	<u>51,499,293</u>	<u>4,888,313</u>	<u>1,791,457</u>	<u>54,596,149</u>
Less accumulated depreciation:				
Buildings and improvements	6,719,171	464,536	108,217	7,075,490
Equipment	429,899	255,044	2,422	682,521
Vehicles	6,422,105	904,210	1,120,737	6,205,578
Infrastructure	4,374,119	470,959	-	4,845,078
Total accumulated depreciation	<u>17,945,294</u>	<u>2,094,749</u>	<u>1,231,378</u>	<u>18,808,667</u>
Total capital assets, net of depreciation	<u>\$ 36,286,224</u>	<u>3,028,946</u>	<u>560,079</u>	<u>38,755,090</u>

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

General Government	\$ 180,972
Public Safety	1,165,333
Public Works	590,217
Health and Welfare	158,227
Total depreciation expense	<u>\$ 2,094,749</u>

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 7. LONG-TERM DEBT

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

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016	Due Within One Year
Governmental Activities					
Bonds:					
GO Bonds-Series 2011-Judicial Complex	\$ 3,635,000	-	(890,000)	2,745,000	890,000
GO Bonds-Series 2011-Public Safety Bonds	260,000	-	(60,000)	200,000	65,000
Gross Receipts Tax Revenue Improvement Bonds-Series 2015	7,175,000	-	-	7,175,000	465,000
Subtotal bonds	<u>11,070,000</u>	-	<u>(950,000)</u>	<u>10,120,000</u>	<u>1,420,000</u>
NMFA loans:					
Jarales/Pueblitos Fire Dept. Truck	75,780	-	(11,870)	63,910	12,106
El Cerro Fire Department Truck	128,089	-	(17,461)	110,628	17,656
Los Chavez Fire Pumper	185,310	-	(21,896)	163,414	22,139
Manzano Vista Fire Dept. Truck	145,784	-	(19,867)	125,917	20,090
Highland Meadow Pumper	61,522	-	(14,583)	46,939	15,096
Fire/EMS Response Truck	182,833	-	(28,603)	154,230	29,192
Tome Adelino Fire Department	247,500	-	(32,961)	214,539	33,592
Subtotal NMFA loans	<u>1,026,818</u>		<u>(147,241)</u>	<u>879,577</u>	<u>149,871</u>
Total bonds and NMFA Loans	<u>12,096,818</u>		<u>(1,097,241)</u>	<u>10,999,577</u>	<u>1,569,871</u>
Capital Lease Obligation	<u>18,463</u>	-	<u>(18,463)</u>	-	-
Accrued compensated absences	<u>452,120</u>	<u>501,329</u>	<u>(373,989)</u>	<u>579,460</u>	<u>502,512</u>
Total Long Term Debt	<u>\$ 12,567,401</u>	<u>501,329</u>	<u>(1,489,693)</u>	<u>11,579,037</u>	<u>2,072,383</u>

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 7. LONG-TERM DEBT (CONTINUED)

Bonds Payable

On March 11, 2011, voters of the County authorized the issuance of \$6,665,000 General Obligation Judicial Complex Bonds at a special election held within the County. The bonds were issued in the amount of \$6,665,000 and sold to the New Mexico Finance Authority for 100% of the principal with an interest rate of 0.63% to 2.76%. Principal payments are due annually on August 1 while interest payments are due semi-annually in August and February. The bond repayment ends in August 1, 2019.

<u>Fiscal Year Ending June 30,</u>		<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2017	\$	890,000	58,932	948,932
2018		930,000	37,155	967,155
2019		925,000	12,765	937,765
	\$	<u>2,745,000</u>	<u>108,852</u>	<u>2,853,852</u>

On June 3, 2011, voters of the County authorized the issuance of \$425,000 General Obligation Public Safety bonds at a special election held within the County. The bonds were issued in the amount of \$425,000 and sold to the New Mexico Finance Authority for 100% of the principal with an interest rate of 2.39%. Payments are due semi-annually on May 1 and November 1. The bond repayment ends in 2019.

<u>Fiscal Year Ending June 30,</u>		<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2017	\$	65,000	4,698	69,698
2018		65,000	3,047	68,047
2019		70,000	1,080	71,080
	\$	<u>200,000</u>	<u>8,825</u>	<u>208,825</u>

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 7. LONG-TERM DEBT (CONTINUED)

On December 17, 2014, the County Commission passed Valencia County Ordinance No. 2014-08 authorizing issuance of the Series 2015 Gross Receipts Tax Improvement Revenue Bonds, Series 2015, in the amount of \$7,175,000 for the purposes of acquiring and installing equipment for various projects and repairing and improving roads throughout the County. The Bonds are payable and collectible solely from the revenues derived from the revenues derived from the gross receipt tax imposed by the County pursuant to Section 7-20E-28 NMSA 1978 and Valencia County Ordinance No. 2014-05. The Bonds bear interest ranging from 2.75% to 5.00% payable semi-annually on June 1 and December 1 each year, commencing on December 1, 2015 thru 2035.

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2017	\$ 465,000	241,575	706,575
2018	475,000	227,625	702,625
2019	490,000	213,375	703,375
2020	505,000	198,675	703,675
2021	500,000	183,525	683,525
Thereafter,	4,740,000	1,040,450	5,780,450
	<u>\$ 7,175,000</u>	<u>2,105,225</u>	<u>9,280,225</u>

NMFA Revenue Notes

The County entered into several loan agreements with the New Mexico Finance Authority, wherein the County pledged revenue derived from New Mexico Fire Protection Allotments to cover debt service. This revenue is subject to intercept agreements.

<u>Description</u>	<u>Date of Issue</u>	<u>Term</u>	<u>Interest Rate</u>	<u>Original Amount of Issue</u>	<u>Balance June 30, 2016</u>
Highland Meadow Pumper	September 19, 2008	May 1, 2019	3.477%	\$ 137,025	46,939
Fire/EMS Response Truck	May 13, 2011	May 1, 2021	2.748%	293,496	154,230
Tome Adelino Fire Pumper	June 10, 2011	May 1, 2022	2.643%	343,762	214,539
Jarales/Pueblitos Fire Truck	October 28, 2011	May 1, 2021	0.582%	112,966	63,910
El Cerro Fire Truck	October 28, 2011	May 1, 2022	1.102%	177,625	110,628
Manzano Vista Fire Truck	October 28, 2011	May 1, 2022	1.907%	203,000	125,917
Los Chavez Fire Pumper	January 27, 2012	May 1, 2023	2.050%	248,574	163,414
Total NMFA Revenue Notes				<u>\$ 1,516,448</u>	<u>879,577</u>

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 7. LONG-TERM DEBT (CONTINUED)

The annual requirements to amortize the NMFA Revenue Notes as of June 30, 2016, including interest payments, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2017	\$ 147,241	22,750	169,991
2018	149,871	20,387	170,258
2019	152,986	17,590	170,576
2020	156,631	14,333	170,964
2021	147,367	7,126	154,493
2022-2024	125,481	4,131	129,612
	\$ <u>879,577</u>	<u>86,317</u>	<u>965,894</u>

Operating Leases

The County leases equipment under cancelable operating leases. The total costs for such leases were approximately \$63,846 for the year ended June 30, 2016. The future minimum lease payments for these leases are as follows:

Fiscal Year Ending June 30,	Payment
2017	\$45,384
2018	\$37,820

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2016, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2018	\$ 45,384	-	45,384
2019	37,820	-	37,820
	\$ <u>83,204</u>		<u>83,204</u>

**STATE OF NEW MEXICO
 VALENCIA COUNTY
 NOTES TO FINANCIALS
 JUNE 30, 2016**

NOTE 7. LONG-TERM DEBT (CONTINUED)

Compensated Absences – Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During the fiscal year ended June 30, 2016, compensated absences increased \$127,340 from the prior year accrual.

NOTE 8. LANDFILL CLOSURE AND POSTCLOSURE CARE

The County stopped accepting solid waste at its landfill in 1995. State law, federal law and various regulations require that the County perform certain maintenance and monitoring functions at the landfill for 30 years after closure. The estimated liability for the County’s landfill post-closure care was \$381,500 as of June 30, 2016. These estimates may change in the future due to inflation or deflation, changes in technology, and applicable laws or regulations governing landfill post-closure care.

NOTE 9. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries; and natural disasters. Valencia County is a member of and is insured through the New Mexico County Insurance Authority. The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The Authority acts as the common carrier for the State of New Mexico counties. The County pays an annual premium to the Authority based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. The County is not liable for more than the premiums paid.

NOTE 10. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

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

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

Fund	Deficit Balance
Fire Protection (209)	\$ (27,849)
Farm and Range (403)	(2,459)
Juvenile Detention (408)	(29,016)
EMS (206)	(2,073)
Total Fund Deficit	\$ <u>(61,397)</u>

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 10. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (CONTINUED)

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

- A. Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2016:

<u>Fund</u>	<u>Excess of Expenditures over Appropriations</u>
Other Debt Service Fund 400	(65,307)
Total Excess of Expenditures over Appropriations	\$ (65,307)

The County plans to monitor, more closely, budget to actual activity and make required adjustments.

NOTE 11. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

Plan Description. The County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies. Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person’s behalf unless that person retires before the employer’s RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer’s effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years. The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

**NOTE 11. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2016, the statutes required each participating employer to contribute **2.5%** of each participating employee's annual salary; and each participating employee was required to contribute **1.25%** of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended **June 30, 2016**, the statute required each participating employer to contribute **2.0%** of each participating employee's annual salary; each participating employee was required to contribute **1.0%** of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act. The County's contributions to the RHCA for the years ended June 30, 2016, 2015 and 2014 were \$195,330, \$152,672 and \$233,344, respectively, which equal the required contributions for each year.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT

Plan description

The New Mexico Public Employee Retirement Association (“PERA”) was created by legislation enacted in 1947. PERA is the administrator of four retirement funds, including the Public Employees Retirement Fund, the Judicial Retirement Fund, the Magistrate Retirement Fund, and the Volunteer Firefighters Retirement Fund, offering an array of retirement benefit plans to state, county, and municipal employees, police, firefighters, judges, magistrates, and legislators. The four retirement funds are qualified plans under Section 401(a) of the Internal Revenue Code and are exempt from federal income taxes under Section 501(a). The Deferred Compensation (IRC 457) Fund is an eligible deferred compensation plan as defined by Section 457 to the Internal Revenue Code. The Deferred Compensation Fund is properly excluded from the Schedules of Employer Allocations and Pension Amounts (the “Schedules”). Refer to Note 1C: *Description of the Funds* in PERA’s fiscal year (“FY”) 2015 Financial Statements for more in-depth detail of the pension funds administered by PERA.

Basis of Accounting

For the purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position of PERA and additions to/ deductions from PERA’s fiduciary net position have been determined on the same basis as they are reported by PERA—the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Multi-employer Cost Sharing Fund Contributions

The Public Employees Retirement Fund (“PERA Fund”) is the only multi-employer cost sharing fund within PERA. Employer contributions are remitted by the employer to PERA based on eligible compensation, for eligible, active members. The required member and employer contributions rates are governed by the plan each member/employer participates in. For further detail, refer to Note 1C in PERA’s FY 2015 financial statements for a table of all retirement plans and required contribution rates.

The Schedules reflect FY 2015 employer contributions received during the period of July 1, 2014 to June 30, 2015. Only pay period end dates that fell within the period of July 1, 2014 to June 30, 2015, are included in the total contributions for that employer. Regular and adjustment contributions that applied to FY 2015 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) has been used to project the unremitted employer contributions. This allows for fair and consistent measurement of the contributions across the total population. This methodology was used in order to maintain consistent measurement each year in determining the percentages to be allocated amongst participating employers.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

Although all the assets of the PERA fund are held in one trust, there are six distinct membership groups (Municipal General members, Municipal Police members, Municipal Fire members, State General members, State Police members, and Legislative members) for whom separate contributions rates are determined each year. Paragraph 49 of GASB 68 provides that “to the extent that different contribution rates are assessed based on separate relationships that constitute the Net Pension Liability (“NPL”), the determination of the employer’s proportionate share of the collective NPL should be made in a manner that reflects those separate relationships.” Therefore, the calculations of the NPL, pension expense (PE), and deferred inflows and outflows were performed separately for each of the membership groups (Municipal General members, Municipal Police members, Municipal Fire members, State General members, State Police members, and Legislative members). For informational purposes only, the results for each group were added together to determine the collective NPL, collective PE, and collective deferred inflows and outflows.

Municipal Divisions within the PERA Fund

The Schedules include the following for each participant employer, in total and by division (for Municipal General, Municipal Police, and Municipal Fire Divisions):

- Unique employer code and employer name
- Each employer’s contributions for the time period July 1, 2014 to June 30, 2015
- The employer’s proportionate share of the total net pension liability (2014 and 2015), deferred inflows and outflows (see Note 3 for further detail of deferred inflows and outflows), and pension expense
- Each employer’s discount rate sensitivity and deferred amounts to be recognized in fiscal years following the reporting date
 - Amounts by employer are calculated using the employer’s percentage and applying the percentage to the total

The employer allocations used to calculate the proportionate share of the total divisional net pension liability are reported as percentages rounded to four decimal places. Variances due to rounding are included at the bottom of the Schedules.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

Employer Pickup

During March 2016, Governmental Accounting Standards Board (GASB) issued Statement No.82, Pension Issues, which clarifies that payments made by an employer to satisfy member contribution requirements should be classified as member contributions for purposes of GASB Statement No. 67. As encouraged by GASB No. 82, PERA has adopted the Statement as of June 30, 2015. As such, PERA's FY 2015 financial statements no longer contain a line item for the employer paid member contributions that met the prior GASB No. 67 requirement and those member contributions that were required to be separately classified in FY 2014 as paid by the employer are included as member contributions for FY 2015. See Note 12 in PERA's FY 15 Financial Statements for detailed Net Pension Liability information.

Employers Reporting on behalf of Other Employers

Based on certain payroll reporting arrangements, certain separate employers may be reported under another separate employer. The County does not meet the criteria for this reporting.

State Divisions within the PERA Fund and Judicial, Magistrate and Volunteer Firefighter Funds

The Schedule of Pension Amounts (in summation) by Divisions and Funds includes the following for the State Funded Divisions (State General, State Police and Legislative) and the Judicial, Magistrate and Volunteer Firefighter Single Employer Plans:

- Each division and fund's proportionate share of the total net pension liability (2014 and 2015), deferred inflows and outflows, and pension expense
- Each division and fund's discount rate sensitivity and deferred amounts to be recognized in fiscal years following the reporting date

Use of Estimates in Preparation of the Schedules

The preparation of the Schedules in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain amounts and disclosures. Actual results could differ from those results.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

For PERA Fund Division Municipal Plan 2, at June 30, 2016, the County reported a liability of \$7,002,521 for its proportionate share of the net pension liability. At June 30, 2015, the County’s proportion was 0.6868% percent, which was unchanged from its proportion measured as of June 30, 2014, due to the insignificance of the difference.

For the year ended June 30, 2016, the County recognized PERA Fund Division Municipal Plan 2 pension expense of \$197,153. At June 30, 2016, the County reported PERA Fund Division Municipal Plan deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	155,109
Changes in assumptions	-	2,728
Net difference between projected and actual earnings on pension plan investments		22,151
Changes in proportion and differences between County’s contributions and proportionate share of contributions		228,743
County’s contributions subsequent to the measurement date	<u>855,241</u>	<u>-</u>
Total	<u>855,241</u>	<u>408,731</u>

\$855,241 reported as deferred outflows of resources related to pensions resulting from the County’s contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2017	(185,469)
2018	(185,469)
2019	(185,469)
2020	147,676
2021	-
Thereafter	-

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

For PERA Fund Division Municipal Police Plan 5, at June 30, 2016, the County reported a liability of \$3,860,312 for its proportionate share of the net pension liability. At June 30, 2014, the County’s proportion was 0.8028% percent, which was unchanged from its proportion measured as of June 30, 2015, due to the insignificance of the difference.

For the year ended June 30, 2016, the County recognized PERA Fund Division Municipal Police Plan 5 pension expense of \$266,964. At June 30, 2016, the County reported PERA Fund Division Municipal

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 269,743	\$ -
Changes in assumptions	-	159,709
Net difference between projected and actual earnings on pension plan investments	-	10,708
Changes in proportion and differences between County’s contributions and proportionate share of contributions	36,591	-
County’s contributions subsequent to the measurement date	570,161	-
Total	\$ 876,495	170,417

\$570,161 reported as deferred outflows of resources related to pensions resulting from the County’s contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2017	(32,870)
2018	(32,870)
2019	(32,870)
2020	234,527
2021	-
Thereafter	-

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

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

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry age normal
Amortization method	Level of percentage pay, open
Amortization period	Solved for based on statutory rates
Asset valuation method	Fair value
Actuarial assumptions	
Investment rate of return	7.75% annual rate, net of investment expense
Projected benefit payment	100 years
Payroll growth	3.50% annual rate
Projected salary increases	3.50% to 14.25% annual rate
Includes inflation at	3.00% annual rate
Mortality Assumption	RP-2000 Mortality Tables with projection to 2018 using Scale AA
Experience Study Dates	July 1, 2008 to June 30, 2013

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

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

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ACT (CONTINUED)

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

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

PERA Fund Division Municipal Plan 2

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
County’s proportionate share of the net pension liability	<u>\$ 11,922,515</u>	<u>7,002,521</u>	<u>2,911,881</u>

PERA Fund Division Municipal Police Plan 5

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
County’s proportionate share of the net pension liability	<u>\$ 6,375,073</u>	<u>3,860,312</u>	<u>1,797,357</u>

Pension plan fiduciary net position: Detailed information about the pension plan’s fiduciary net position is available in the separately issued FY14 Restated PERA financial report. The report is available at <http://www.pera.state.nm.us/publications.html>.

Payables to the pension plan: The County accrued \$52,989 in PERA benefits at June 30, 2016 for the pay period beginning June 22, 2016, and ending July 5, 2016.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 13. JOINT POWERS AGREEMENTS, MEMORANDUMS OF UNDERSTANDING AND AGREEMENTS

The County's Detention Center is a participant in a joint powers agreement with the Central New Mexico Correction Facility wherein both parties agree to maintain personnel and equipment for the preservation of peace within its own jurisdiction, and enforce security and control in and to their various establishments, districts, agencies, and municipalities. Both of the parties to the agreement are responsible. The agreement was entered into on June 8, 2009 and will remain in full force until by mutual agreement of the parties or by written notice by one party to the other giving 30 day notice of cancellation. The amount of the project and the County contributions are not readily determinable. Each party is responsible for the audit of its own related expenditures.

The County is a participant in separate joint powers agreements with the Village of Bosque Farms, Village of Los Lunas, City of Belen, and Pueblo of Isleta to provide for the holding of impounded animals at the Valencia County Animal Control Center. Valencia County agrees to report revenues while the other participants agree to report expenditures. All parties are responsible to perform their share of the agreement. The agreement was entered into on July 1, 2002 and will remain in full force until by mutual agreement of the parties or by written notice by one party to the other giving 30 day notice of cancellation. The term of the agreement is indefinite. The amount of the project and County contributions are not readily determinable. The participants are responsible for the audit of their own related expenditures.

The County is a participant in separate joint powers agreements with the Socorro County, Village of Los Lunas, Pueblo of Isleta, Village of Bosque Farms, City of Belen, Otero County, Town of Peralta, and Santo Domingo Pueblo to provide for the housing and care of adult prisoners arrested by the above jurisdictions. Valencia County agrees to report revenues while the other participants agree to report expenditures. All parties are responsible for their share of the agreement. The agreements were entered into in December 2005 and continued to be effective through June 30, 2016. The amount of the project and the County contributions are not readily determinable. The participants are responsible for the audit of their own related expenditures.

The County is a participant in a joint powers agreement between the City of Belen, Village of Los Lunas, and the Village of Bosque Farms for the establishment of a loan for the Valencia County Regional Emergency Communication Center. The Center has outgrown the current facility and needs a loan from the New Mexico Finance Authority to construct a larger facility. The revenue bonds needed to secure the loan will be secured by an irrevocable pledge of the proceeds of the Emergency Communications Gross Receipts Tax.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 13. JOINT POWERS AGREEMENTS, MEMORANDUMS OF UNDERSTANDING AND AGREEMENTS (CONTINUED)

The County has agreements with the City of Rio Communities to provide animal control and E-911 services until which time Rio Communities is able to provide necessary services to its inhabitants without the assistance of another entity. Rio Communities will pay the County upon receipt of a detailed monthly statement outlining services rendered by the County. The County also has an agreement with City of Rio Communities to provide law enforcement protection, to be paid in lump-sum annually by September.

The County also has a construction agreement with File Construction, LLC to perform work on the water storage tank and pump for the Tome-Adelino Fire Department, memoranda of agreement with Village of Bosque Farms, Village of Los Lunas, City of Belen, City of Rio Communities for the purpose of providing a medical director for EMS services, and a memorandum of agreement for the improvement of roadways in Tierra Grande with neither party reimbursing the other for costs incurred.

NOTE 14. FEDERAL AND STATE GRANTS

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

NOTE 15. CONCENTRATIONS

The County depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the County is subject to changes in the specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

NOTE 16. NET POSITION

In the Statement of Net Position, \$11,976,136 of net position is reported as restricted, all of which is restricted by enabling legislation.

**STATE OF NEW MEXICO
VALENCIA COUNTY
NOTES TO FINANCIALS
JUNE 30, 2016**

NOTE 17. NEW ACCOUNTING PRONOUNCEMENTS

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

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

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

GASB Statement No. 80, *Blending requirements for Certain Component Units- An Amendment of GASB Statement No. 14*

GASB Statement No. 81, *Irrevocable Spilt Interest Agreements*

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

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 JUNE 30, 2016

Statement A-1

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
County's Proportion of the Net Pension Liability (Asset)	25.00%	0.73%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
County's Proportionate Share of Net Pension Liability (Asset)	\$ 8,226	\$ 10,862	-	-	-	-	-	-	-	-
County's Covered-Employee Payroll	\$ 8,158	\$ 9,037	-	-	-	-	-	-	-	-
County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	100.83%	120.19%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.29%	76.99%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SCHEDULE OF COUNTY CONTRIBUTIONS
 JUNE 30, 2016

Statement A-2
 (Page 1 of 3)

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 820	\$ 1,425	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	820	1,425	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)*	\$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	Increase (Decrease) in Pension Expense over Recognition Periods									
			2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	\$ 3,381	5	845	845	845	845	1	-	-	-	-	-
2015	\$ (309)	5	-	(218)	(218)	(218)	345	-	-	-	-	-
2016	-	5	-	-	-	-	-	-	-	-	-	-
2017	-	5	-	-	-	-	-	-	-	-	-	-
2018	-	5	-	-	-	-	-	-	-	-	-	-
2019	-	5	-	-	-	-	-	-	-	-	-	-
2020	-	5	-	-	-	-	-	-	-	-	-	-
2021	-	5	-	-	-	-	-	-	-	-	-	-
2022	-	5	-	-	-	-	-	-	-	-	-	-
2023	-	5	-	-	-	-	-	-	-	-	-	-
	<u>\$ 3,072</u>		<u>845</u>	<u>627</u>	<u>627</u>	<u>627</u>	<u>346</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

*Excess contributions represent the employee portion covered by the employer

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SCHEDULE OF COUNTY CONTRIBUTIONS
 JUNE 30, 2016

Statement A-2
 (Page 2 of 3)

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 539	855	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	539	855	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)*	\$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount		Amortization									
	Deferred	Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	\$ 2,217	5	\$ 554	554	554	554	1					
2015	\$ (408)	5		(185)	(185)	(185)	147	-				
2016	-	5			-	-	-	-	-			
2017	-	5				-	-	-	-	-		
2018	-	5					-	-	-	-	-	
2019	-	5						-	-	-	-	-
2020	-	5							-	-	-	-
2021	-	5								-	-	-
2022	-	5									-	-
2023	-	5										-
	\$ 1,809		\$ 554	369	369	369	148	-	-	-	-	-

*Excess contributions represent the employee portion covered by the employer

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SCHEDULE OF COUNTY CONTRIBUTIONS
 JUNE 30, 2016

Statement A-2
 (Page 3 of 3)

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 281	570	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	281	570	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)*	\$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount		Amortization									
	Deferred	Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	\$ 1,164	5	\$ 291	291	291	291	-					
2015	\$ 99	5		(33)	(33)	(33)	198	-				
2016	-	5			-	-	-	-	-			
2017	-	5				-	-	-	-	-		
2018	-	5					-	-	-	-	-	
2019	-	5						-	-	-	-	-
2020	-	5							-	-	-	-
2021	-	5								-	-	-
2022	-	5									-	-
2023	-	5										-
	\$ 1,263		\$ 291	258	258	258	198	-	-	-	-	-

*Excess contributions represent the employee portion covered by the employer

SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
VALENCIA COUNTY
DESCRIPTION OF FUNDS
JUNE 30, 2016**

Special Revenue Funds

403 – Farm and Range – To account for soil conservation and predator control activities within the County. Funding is provided by the Taylor Grazing Act. Expenditures may be made only for the purposes specified in the grant. Funding authorized by Section 6-11-6, NMSA 1978.

404 – Recreation – To account for recreational funds. Financing is provided by cigarette taxes and special Federal Grants used in park development. The fund was created by authority of State Statute Section 7-12-15, NMSA 1978.

408 – Juvenile Detention – This fund was created by County Resolution No. 2002-37 to account for the operation of the County's Juvenile Detention Center.

420 – Valuation Maintenance – To account for the County's property reappraisal program pursuant to Section 7-38-38.1, NMSA Compilation. Expenditures from the County property valuation fund may be made pursuant to a property valuation program presented by the county assessor and approved by the majority of the county commissioners.

424 – Law Enforcement – To account for a state grant restricted to equipment purchases for use in law enforcement planning and training. The fund was created under the authority of Section 29-13-4, NMSA, 1978.

446 – Solid Waste GRT – This fund was created by Section 7-20E-17, New Mexico Section Annotated, 1978 Compilation to account for operation and maintenance of the Valencia County Sanitary Landfill.

449 – Clerk's Equipment – To account for funds restricted for the repair and replacement of equipment used in the County Clerk's office. The fund was created under the authority of Section 14-8-12.2, NMSA, 1978.

463 – Road GRT – This fund is used to account for grant monies used for capital outlay, leasing, and purchasing road equipment. The fund was created under the authority of State Statute 07-20E-9 thru 7-20E-11. This fund constitutes part of the County Gross receipts tax enacted by Ordinance 2001-01.

465 – Traffic Safety – This education and enforcement fund was created under Resolution No. 2002-48.

**STATE OF NEW MEXICO
VALENCIA COUNTY
DESCRIPTION OF FUNDS
JUNE 30, 2016**

Special Revenue Funds (Continued)

219 – Senior Citizens – To account for operation of the County’s Senior Citizen Program. Funding is provided through the Department of Health and Human Services. The Fund was created by authority of the Older Americans Act of 1965, Title III, Parts A and F, Public Law 89-73, as amended; Public Law 90-42, 81 Stat. 106; Public Law 91-69, 83 Stat. 108; Public Law 93-29, 87 Stat. 30; Public Law 93-351, 88 Stat. 357; Public Law 94-135, 89 Stat. 713; Public Law 95-65, 91 Stat. 269; Public Law 95-478, 92 Stat. 1513; Public Law 97-115, 95 Stat. 1595; Public Law 98-459, 98 Stat. 1767; Public Law 100-175, 101 Stat. 926; Section 705, Public Law 100-628; 42 U.S.C 3022-3030(m); Public Law 102-375.

218 - Intergovernmental Grants To account for Legislative Appropriations and Special Purpose Grants from, CDBG; Department of Justice Assistance Programs; Homeland Security and Bioterrorist Preparedness.

206 – EMS – To account for grants from the State of New Mexico Health Department to be utilized for emergency services provided within the County. Funding is authorized by Section 24-10A-6, NMSA, 1978.

222 – County Fire Protection – To account for funds received from a dedicated gross receipts tax used to supplement the County’s fire districts. The Fund was created by authority of State Statute Section 7-20E-15, NMSA 1978.

413 – GRT- Regional Transit – This fund is used to account for grant monies used for Management, operations, capital, construction or maintenance of the transit district system. This fund was created under the authority of State Statute 7-20E-23. This fund constitutes part of the County Gross Receipts enacted by Ordinance 2008-05.

299 - Other Funds – This fund is used to account for a variety of Special Gross Receipts Tax funds for EMS, Sheriff, Corrections, and Fire. In addition it includes funds for the Bonds for the Judicial Renovation, the Wildfire Reimbursement; Law Enforcement Explorer Program; G.R.E.A.T. Grant and Solid Waste Performance.

300 – Revenue Bond Fund – To account for the proceeds of a revenue bond issued in December 2014.

**STATE OF NEW MEXICO
VALENCIA COUNTY
DESCRIPTION OF FUNDS
JUNE 30, 2016**

Debt Service Funds

561 – County Debt Service – This fund accounts for the resources designated for the retirement of NMFA Notes Payable. This fund also administers the bond reserve fund and the payment of certain obligations for which notes were issued.

400 - Other Debt Service Funds – To account for various funding sources used primarily to service debt and other revolving loans. Creation of the majority of the funds was under the authority of the County Commission.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 NONMAJOR GOVERNMENTAL FUNDS
 COMBINING BALANCE SHEET
 June 30, 2016

	Special Revenue			
	Farm and Range 403	Recreation 404	Juvenile Detention 408	Valuation Maintenance 420
ASSETS				
Cash and cash equivalents	\$ -	10,946	19,297	436,045
Restricted cash	-	-	-	-
Property taxes receivable	-	-	-	-
Due from other governments	-	8,675	32,908	-
Other receivables	-	-	-	-
Prepaid expenses	-	-	-	17,609
Inventory	-	-	-	-
Due from other funds	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>19,621</u>	<u>52,205</u>	<u>453,654</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
<i>Liabilities</i>				
Accounts payable	\$ -	400	81,221	2,652
Accrued payroll expenses	-	-	-	13,893
Unearned revenue	-	-	-	-
Due to other funds	2,459	-	-	-
<i>Total liabilities</i>	<u>2,459</u>	<u>400</u>	<u>81,221</u>	<u>16,545</u>
<i>Deferred Inflows</i>				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
<i>Nonspendable</i>				
Prepaid expenses	-	-	-	17,609
Inventory	-	-	-	-
<i>Spendable</i>				
<i>Restricted for:</i>				
General county operations	-	-	-	419,500
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Older American programs	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Recreation	-	19,221	-	-
Capital improvements and acquisitions	-	-	-	-
Debt service expenditures	-	-	-	-
<i>Committed to:</i>				
Senior center	-	-	-	-
Unassigned	(2,459)	-	(29,016)	-
<i>Total fund balance (Deficit)</i>	<u>(2,459)</u>	<u>19,221</u>	<u>(29,016)</u>	<u>437,109</u>
<i>Total liabilities, deferred Inflows and fund balances</i>	<u>\$ -</u>	<u>19,621</u>	<u>52,205</u>	<u>453,654</u>

See Notes to Financial Statements.

Special Revenue

Law Enforcement 424	Solid Waste GRT 446	Clerk's Equipment 449	Road GRT 463	Traffic Safety 465
2,985	8,330	150,999	240,138	1,699
-	-	-	-	-
-	-	-	25,243	1,488
-	35,012	-	-	-
-	28,512	1,533	-	-
-	-	-	-	-
-	-	-	-	-
2,985	71,854	152,532	265,381	3,187
1,806	19,372	1,263	4,267	-
-	5,933	-	-	440
-	-	-	-	-
-	-	-	-	-
1,806	25,305	1,263	4,267	440
-	-	-	-	-
-	-	-	-	-
-	28,512	1,533	-	-
-	-	-	-	-
1,179	18,037	149,736	-	-
-	-	-	261,114	-
-	-	-	-	-
-	-	-	-	2,747
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,179	46,549	151,269	261,114	2,747
2,985	71,854	152,532	265,381	3,187

STATE OF NEW MEXICO
 VALENCIA COUNTY
 NONMAJOR GOVERNMENTAL FUNDS
 COMBINING BALANCE SHEET
 June 30, 2016

	Special Revenue			
	Senior Citizens	Intergovernmental	EMS	County Fire
	219	Grants 218	206	Protection 222
ASSETS				
Cash and cash equivalents	\$ 220,037	634,158	39,006	365,535
Restricted cash	-	-	-	-
Property taxes receivable	-	-	-	-
Due from other governments	127,316	665,225	-	48,256
Other receivables	-	-	-	-
Prepaid expenses	6,225	-	-	-
Inventory	-	-	-	-
Due from other funds	-	-	-	-
<i>Total assets</i>	<u>\$ 353,578</u>	<u>1,299,383</u>	<u>39,006</u>	<u>413,791</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
<i>Liabilities</i>				
Accounts payable	\$ 48,237	553,092	4,431	34,354
Accrued payroll expenses	85	-	-	-
Unearned revenue	-	-	34,649	-
Due to other funds	136,484	216,631	1,999	78
<i>Total liabilities</i>	<u>184,806</u>	<u>769,723</u>	<u>41,079</u>	<u>34,432</u>
<i>Deferred Inflows</i>				
Property taxes	-	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Prepaid expenses	6,225	-	-	-
Inventory	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	529,660	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	379,359
Older American programs	162,547	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Recreation	-	-	-	-
Capital improvements and acquisitions	-	-	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Senior center	-	-	-	-
Unassigned	-	-	(2,073)	-
<i>Total fund balance (Deficit)</i>	<u>168,772</u>	<u>529,660</u>	<u>(2,073)</u>	<u>379,359</u>
<i>Total liabilities, deferred Inflows and fund balances</i>	<u>\$ 353,578</u>	<u>1,299,383</u>	<u>39,006</u>	<u>413,791</u>

See Notes to Financial Statements.

Special Revenue			Debt Service		Total Nonmajor Governmental Funds
Regional Transit GRT 413	Other Funds 299	Revenue Bond 300	County Debt Service 561	Other Debt Service 400	
-	1,705,026	4,610,111	-	606,478	9,050,790
-	-	-	1,773,144	-	1,773,144
-	-	-	272,785	-	272,785
146,879	619,011	-	117,763	-	1,792,764
-	-	-	-	-	35,012
-	1,756	-	-	-	55,635
-	34,670	-	-	-	34,670
-	-	-	-	-	-
<u>146,879</u>	<u>2,360,463</u>	<u>4,610,111</u>	<u>2,163,692</u>	<u>606,478</u>	<u>13,014,800</u>
-	79,888	12,885	-	-	843,868
-	32,033	-	-	-	52,384
-	-	-	-	-	34,649
-	118,798	-	-	185,350	661,799
-	<u>230,719</u>	<u>12,885</u>	-	<u>185,350</u>	<u>1,592,700</u>
-	-	-	271,925	-	271,925
-	-	-	-	-	-
-	1,756	-	-	-	55,635
-	34,670	-	-	-	34,670
146,879	2,093,318	-	-	421,128	3,779,437
-	-	4,597,226	-	-	4,858,340
-	-	-	-	-	379,359
-	-	-	-	-	162,547
-	-	-	-	-	2,747
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	19,221
-	-	-	1,891,767	-	1,891,767
-	-	-	-	-	-
-	-	-	-	-	(33,548)
<u>146,879</u>	<u>2,129,744</u>	<u>4,597,226</u>	<u>1,891,767</u>	<u>421,128</u>	<u>11,150,175</u>
<u>146,879</u>	<u>2,360,463</u>	<u>4,610,111</u>	<u>2,163,692</u>	<u>606,478</u>	<u>13,014,800</u>

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

	Special Revenue			
	Farm and Range 403	Recreation 404	Juvenile Detention 408	Valuation Maintenance 420
Revenues				
Taxes:				
Property	\$ -	-	-	370,151
Gross receipts	-	-	-	-
Gasoline, motor vehicle and cigarette taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	4,363	-	-	-
State operating grants	-	-	171,940	-
State capital grants	-	-	-	-
Charges for services	-	-	13,793	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	27,932	-	-
<i>Total revenues</i>	<u>4,363</u>	<u>27,932</u>	<u>185,733</u>	<u>370,151</u>
Expenditures				
Current				
General government	10,000	-	-	398,186
Public safety	-	-	487,916	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	20,487	-	13,182
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>20,487</u>	<u>487,916</u>	<u>411,368</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,637)</u>	<u>7,445</u>	<u>(302,183)</u>	<u>(41,217)</u>
Other Financing Sources (Uses)				
Transfers in	7,200	-	276,255	-
Proceeds from issuance of debt	-	-	-	-
Transfers out, governmental funds	-	-	-	-
Proceeds from issuance of debt	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>7,200</u>	<u>-</u>	<u>276,255</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>1,563</u>	<u>7,445</u>	<u>(25,928)</u>	<u>(41,217)</u>
Fund balance (Deficit) - beginning of year	<u>(4,022)</u>	<u>11,776</u>	<u>(3,088)</u>	<u>478,326</u>
Fund balance (Deficit) - end of year	<u>\$ (2,459)</u>	<u>19,221</u>	<u>(29,016)</u>	<u>437,109</u>

See Notes to Financial Statements.

Special Revenue

Law Enforcement 424	Solid Waste GRT 446	Clerk's Equipment 449	Road GRT 463	Traffic Safety 465
-	-	-	-	-
15,305	184,573	79,485	177,676	-
-	-	-	-	-
-	-	-	-	-
55,800	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	224,619	-	-	-
5,585	359	-	-	19,990
76,690	409,551	79,485	177,676	19,990
-	-	28,458	-	-
40,151	-	-	-	33,755
-	-	-	181,200	-
-	-	-	-	-
-	480,279	-	-	-
24,465	411	31,722	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
64,616	480,690	60,180	181,200	33,755
12,074	(71,139)	19,305	(3,524)	(13,765)
-	89,266	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	89,266	-	-	-
12,074	18,127	19,305	(3,524)	(13,765)
(10,895)	28,422	131,964	264,638	16,512
1,179	46,549	151,269	261,114	2,747

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

	Special Revenue			
	Senior Citizens	Intergovernmental	EMS	County Fire
	219	Grants 218	206	Protection 222
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	29,293	358,644
Gasoline, motor vehicle and cigarette taxes	-	-	-	-
Intergovernmental:				
Federal operating grants	225,563	660,023	-	-
State operating grants	-	1,073,617	8,553	-
State capital grants	369,549	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	58,678	30,031	591	21,430
<i>Total revenues</i>	<u>653,790</u>	<u>1,763,671</u>	<u>38,437</u>	<u>380,074</u>
Expenditures				
Current				
General government	(12,729)	-	-	-
Public safety	-	-	40,788	243,424
Public works	-	4,897	-	-
Culture and recreation	-	-	-	-
Health and welfare	915,170	-	-	-
Capital outlay	-	1,222,859	648	85,223
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>902,441</u>	<u>1,227,756</u>	<u>41,436</u>	<u>328,647</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(248,651)</u>	<u>535,915</u>	<u>(2,999)</u>	<u>51,427</u>
Other Financing Sources (Uses)				
Transfers in	289,049	-	-	-
Transfers out	-	-	-	(46,246)
Loan proceeds	-	-	-	-
Proceeds from issuance of debt	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>289,049</u>	<u>-</u>	<u>-</u>	<u>(46,246)</u>
<i>Net change in fund balances</i>	40,398	535,915	(2,999)	5,181
Fund balance (Deficit) - beginning of year	<u>128,374</u>	<u>(6,255)</u>	<u>926</u>	<u>374,178</u>
Fund balance (Deficit) - end of year	<u>\$ 168,772</u>	<u>529,660</u>	<u>(2,073)</u>	<u>379,359</u>

See Notes to Financial Statements.

Regional GRT 413	Other Funds 299	Revenue Bond 300	Debt Service		Total Nonmajor Governmental Funds
			County Debt Service 561	Other Debt Service 400	
-	-	-	965,757	-	1,335,908
888,200	3,429,487	-	779,406	3,875	5,945,944
-	-	-	-	-	-
-	1,971	-	-	-	891,920
-	81,160	-	-	-	1,391,070
-	-	-	-	-	369,549
-	4,030	-	-	-	17,823
-	-	-	-	-	-
-	15	3,546	-	657	228,837
-	125,168	-	-	-	289,764
888,200	3,641,831	3,546	1,745,163	4,532	10,470,815
-	-	-	-	-	423,915
-	2,664,081	-	-	-	3,510,115
-	-	-	-	-	186,097
880,553	-	-	-	-	880,553
-	614,965	-	-	-	2,010,414
-	514,571	1,753,105	-	-	3,666,673
-	-	-	965,835	131,406	1,097,241
-	-	-	328,810	101,833	430,643
-	-	-	-	-	-
880,553	3,793,617	1,753,105	1,294,645	233,239	12,205,651
7,647	(151,786)	(1,749,559)	450,518	(228,707)	(1,734,836)
-	614,965	-	-	167,993	1,444,728
-	(1,016,221)	-	-	-	(1,062,467)
-	-	-	-	-	-
-	-	-	-	-	-
-	(401,256)	-	-	167,993	382,261
7,647	(553,042)	(1,749,559)	450,518	(60,714)	(1,352,575)
139,232	2,682,786	6,346,785	1,441,249	481,842	12,502,750
146,879	2,129,744	4,597,226	1,891,767	421,128	11,150,175

STATE OF NEW MEXICO
 VALENCIA COUNTY
 FARM AND RANGE - SPECIAL REVENUE FUND - 403
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	2,800	4,363	4,363	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,800</u>	<u>4,363</u>	<u>4,363</u>	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	10,000	10,000	10,000	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	-
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(7,200)</u>	<u>(5,637)</u>	<u>(5,637)</u>	-
<i>Other financing sources (uses)</i>				
Transfers in	7,200	7,200	7,200	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>7,200</u>	<u>7,200</u>	<u>7,200</u>	-
<i>Net change in fund balance</i>	<u>\$ -</u>	<u>1,563</u>	<u>1,563</u>	-
Adjustments to revenues:			-	
Adjustments to expenses:			-	
Net change in fund balance (GAAP Basis)			<u>\$ 1,563</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 RECREATION - SPECIAL REVENUE FUND - 404
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	22,000	22,000	19,257	(2,743)
<i>Total revenues</i>	<u>22,000</u>	<u>22,000</u>	<u>19,257</u>	<u>(2,743)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	22,000	22,000	20,487	1,513
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>22,000</u>	<u>22,000</u>	<u>20,487</u>	<u>1,513</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1,230)	(1,230)
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	\$ <u>-</u>	<u>-</u>	<u>(1,230)</u>	<u>(1,230)</u>
Adjustments to revenues:			8,675	
Adjustments to expenses:			-	
Net change in fund balance (GAAP Basis)			<u>\$ 7,445</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 JUVENILE DETENTION - SPECIAL REVENUE FUND (408)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	189,276	189,276	139,032	(50,244)
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>189,276</u>	<u>189,276</u>	<u>139,032</u>	<u>(50,244)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	469,276	498,008	429,080	68,928
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>469,276</u>	<u>498,008</u>	<u>429,080</u>	<u>68,928</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(280,000)</u>	<u>(308,732)</u>	<u>(290,048)</u>	<u>18,684</u>
<i>Other financing sources (uses)</i>				
Transfers in	280,000	288,494	276,255	(12,239)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>280,000</u>	<u>288,494</u>	<u>276,255</u>	<u>(12,239)</u>
<i>Net change in fund balance</i>	<u>\$ -</u>	<u>(20,238)</u>	<u>(13,793)</u>	<u>6,445</u>
Adjustments to revenues:			\$ 46,701	
Adjustments to expenses:			<u>(58,836)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ (25,928)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 VALUATION MAINTENANCE - SPECIAL REVENUE FUND (420)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ 347,043	395,593	370,151	(25,442)
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	4,605	4,605	-	(4,605)
<i>Total revenues</i>	<u>351,648</u>	<u>400,198</u>	<u>370,151</u>	<u>(30,047)</u>
Expenditures				
Current:				
General government	460,033	460,033	382,428	77,605
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	18,409	(18,409)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>460,033</u>	<u>460,033</u>	<u>400,837</u>	<u>59,196</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(108,385)</u>	<u>(59,835)</u>	<u>(30,686)</u>	<u>29,149</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ (108,385)</u>	<u>(59,835)</u>	<u>(30,686)</u>	<u>29,149</u>
Adjustments to revenues:			\$ -	
Adjustments to expenses:			<u>(10,531)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ (41,217)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 LAW ENFORCEMENT - SPECIAL REVENUE FUND (424)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	55,800	55,800	55,800	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	5,585	5,585
<i>Total revenues</i>	<u>55,800</u>	<u>55,800</u>	<u>61,385</u>	<u>5,585</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	64,973	64,973	39,855	25,118
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	24,465	(24,465)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>64,973</u>	<u>64,973</u>	<u>64,320</u>	<u>653</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(9,173)</u>	<u>(9,173)</u>	<u>(2,935)</u>	<u>6,238</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ (9,173)</u>	<u>(9,173)</u>	<u>(2,935)</u>	<u>6,238</u>
Adjustments to revenues:			\$ 15,305	
Adjustments to expenses:			<u>(296)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 12,074</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SOLID WASTE GRT - SPECIAL REVENUE FUND (446)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	152,028	178,989	171,764	(7,225)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	214,461	214,461
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	209,698	214,741	359	(214,382)
Total revenues	361,726	393,730	386,584	(7,146)
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	526,358	530,930	467,822	63,108
Capital outlay	-	-	2,796	(2,796)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	526,358	530,930	470,618	60,312
<i>Excess (deficiency) of revenues over expenditures</i>	<i>(164,632)</i>	<i>(137,200)</i>	<i>(84,034)</i>	<i>53,166</i>
<i>Other financing sources (uses)</i>				
Transfers in	164,632	137,200	89,266	(47,934)
Transfers out	-	-	-	-
Total other financing sources (uses)	164,632	137,200	89,266	(47,934)
Net change in fund balance	\$ -	-	5,232	5,232
Adjustments to revenues			\$ 22,967	
Adjustments to expenses			(10,072)	
Net change in fund balance (GAAP Basis)			\$ 18,127	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 CLERK'S EQUIPMENT - SPECIAL REVENUE FUND (449)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	80,466	80,466	79,485	(981)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	80,466	80,466	79,485	(981)
Expenditures				
Current:				
General government	99,000	99,000	28,777	70,223
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	31,722	(31,722)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	99,000	99,000	60,499	38,501
<i>Excess (deficiency) of revenues over expenditures</i>	<i>(18,534)</i>	<i>(18,534)</i>	<i>18,986</i>	<i>37,520</i>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (18,534)	(18,534)	18,986	37,520
Adjustments to revenues			\$ -	
Adjustments to expenses			319	
Net change in fund balance (GAAP Basis)			\$ 19,305	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 ROAD GRT - SPECIAL REVENUE FUND (463)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	150,000	166,291	152,433	(13,858)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>150,000</u>	<u>166,291</u>	<u>152,433</u>	<u>(13,858)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	150,000	250,000	181,200	68,800
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>150,000</u>	<u>250,000</u>	<u>181,200</u>	<u>68,800</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(83,709)</u>	<u>(28,767)</u>	<u>54,942</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>\$ -</u>	<u>(83,709)</u>	<u>(28,767)</u>	<u>54,942</u>
Adjustments to revenues			\$ 25,243	
Adjustments to expenses			-	
Net change in fund balance (GAAP Basis)			<u>\$ (3,524)</u>	

See Notes to Financial Statements.

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

	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Favorable (Unfavorable)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	35,670	35,670	18,502	(17,168)
Total revenues	35,670	35,670	18,502	(17,168)
Expenditures				
Current:				
General government	-	-	-	-
Public safety	35,670	35,670	33,315	2,355
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	35,670	35,670	33,315	2,355
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(14,813)	(14,813)
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	(14,813)	(14,813)
Adjustments to revenues			\$ 1,488	
Adjustments to expenses			(440)	
Net change in fund balance (GAAP Basis)			\$ (13,765)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SENIOR CITIZENS - SPECIAL REVENUE FUND (219)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	329,784	329,784	182,325	(147,459)
State operating grants	-	-	-	-
State capital grants	322,207	322,207	283,887	(38,320)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	50,600	51,600	58,678	7,078
<i>Total revenues</i>	<u>702,591</u>	<u>703,591</u>	<u>524,890</u>	<u>(178,701)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	991,985	1,015,764	883,476	132,288
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>991,985</u>	<u>1,015,764</u>	<u>883,476</u>	<u>132,288</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(289,394)</u>	<u>(312,173)</u>	<u>(358,586)</u>	<u>(46,413)</u>
<i>Other financing sources (uses)</i>				
Transfers in	289,049	289,049	289,049	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>289,049</u>	<u>289,049</u>	<u>289,049</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>(345)</u>	<u>(23,124)</u>	<u>(69,537)</u>	<u>(46,413)</u>
Adjustments to revenues:			\$ 128,900	
Adjustments to expenses:			<u>(18,965)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 40,398</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 INTERGOVERNMENTAL GRANTS - SPECIAL REVENUE FUND (218)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	853,211	26,291	(826,920)
State operating grants	-	-	672,541	672,541
State capital grants	988,037	2,278,477	-	(2,278,477)
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	30,031	30,031
<i>Total revenues</i>	<u>988,037</u>	<u>3,131,688</u>	<u>728,863</u>	<u>(2,402,825)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	1,065,189	1,416,725	-	1,416,725
Public works	-	-	14,618	(14,618)
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	1,131,287	(1,131,287)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,065,189</u>	<u>1,416,725</u>	<u>1,145,905</u>	<u>270,820</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(77,152)</u>	<u>1,714,963</u>	<u>(417,042)</u>	<u>(2,132,005)</u>
<i>Other financing sources (uses)</i>				
Transfers in	77,152	33,325	-	(33,325)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>77,152</u>	<u>33,325</u>	<u>-</u>	<u>(33,325)</u>
<i>Net change in fund balance</i>	<u>\$ -</u>	<u>1,748,288</u>	<u>(417,042)</u>	<u>(2,165,330)</u>
Adjustments to revenues:			\$ 1,034,808	
Adjustments to expenses:			<u>(81,851)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 535,915</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 EMS - SPECIAL REVENUE FUND (206)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	44,732	44,732	43,202	(1,530)
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	591	591	-
<i>Total revenues</i>	<u>44,732</u>	<u>45,323</u>	<u>43,793</u>	<u>(1,530)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	44,732	46,148	40,714	5,434
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	648	(648)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>44,732</u>	<u>46,148</u>	<u>41,362</u>	<u>4,786</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(825)</u>	<u>2,431</u>	<u>3,256</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	2,000	-	(2,000)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>
<i>Net change in fund balance</i>	<u>\$ -</u>	<u>1,175</u>	<u>2,431</u>	<u>1,256</u>
Adjustments to revenues:			\$ (5,356)	
Adjustments to expenses:			<u>(74)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ (2,999)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 COUNTY FIRE PROTECTION - SPECIAL REVENUE FUND (222)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	570,195	635,881	336,852	(299,029)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	1,287	1,287	21,430	20,143
<i>Total revenues</i>	<u>571,482</u>	<u>637,168</u>	<u>358,282</u>	<u>(278,886)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	449,796	988,652	231,350	757,302
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	70,869	(70,869)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>449,796</u>	<u>988,652</u>	<u>302,219</u>	<u>686,433</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>121,686</u>	<u>(351,484)</u>	<u>56,063</u>	<u>407,547</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	46,246	46,246
Transfers out	121,747	121,747	-	(121,747)
<i>Total other financing sources (uses)</i>	<u>(121,747)</u>	<u>(121,747)</u>	<u>46,246</u>	<u>167,993</u>
<i>Net change in fund balance</i>	<u>\$ (61)</u>	<u>(473,231)</u>	<u>9,817</u>	<u>575,540</u>
Adjustments to revenues:			\$ 21,792	
Adjustments to expenses:			<u>(26,428)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 5,181</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 REGIONAL GRT - SPECIAL REVENUE FUND (413)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	774,560	950,049	880,553	(69,496)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	774,560	950,049	880,553	(69,496)
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	774,560	950,049	880,553	69,496
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	774,560	950,049	880,553	69,496
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	-	-
Adjustments to revenues			\$ 7,647	
Adjustments to expenses			-	
Net change in fund balance (GAAP Basis)			\$ 7,647	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 OTHER FUNDS - SPECIAL REVENUE FUND (299)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	3,948,117	4,314,422	3,674,566	(639,856)
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	81,160	81,160
State capital grants	-	-	-	-
Licenses and fees	-	-	4,030	4,030
Investment income	-	-	-	-
Charges for services	-	-	15	15
Miscellaneous	-	-	112,524	112,524
<i>Total revenues</i>	<u>3,948,117</u>	<u>4,314,422</u>	<u>3,872,295</u>	<u>(442,127)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	4,660,581	5,055,865	2,658,400	2,397,465
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	614,965	(614,965)
Capital outlay	-	-	484,984	(484,984)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>4,660,581</u>	<u>5,055,865</u>	<u>3,758,349</u>	<u>1,297,516</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(712,464)</u>	<u>(741,443)</u>	<u>113,946</u>	<u>855,389</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	614,965	614,965
Transfers out	(551,614)	(551,614)	(1,016,221)	(464,607)
<i>Total other financing sources (uses)</i>	<u>551,614</u>	<u>551,614</u>	<u>(401,256)</u>	<u>1,079,572</u>
<i>Net change in fund balance</i>	<u>\$ (160,850)</u>	<u>(189,829)</u>	<u>(287,310)</u>	<u>1,934,961</u>
Adjustments to revenues:			\$ (230,466)	
Adjustments to expense:			<u>(35,266)</u>	
Net change in fund balance (GAAP Basis)			<u>\$ (553,042)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 REVENUE BOND - SPECIAL REVENUE FUND (300)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	150,000	150,000	3,546	(146,454)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>150,000</u>	<u>150,000</u>	<u>3,546</u>	<u>(146,454)</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	150,000	7,392,901	1,753,105	5,639,796
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>150,000</u>	<u>7,392,901</u>	<u>1,753,105</u>	<u>5,639,796</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(7,242,901)</u>	<u>(1,749,559)</u>	<u>5,493,342</u>
<i>Other financing sources (uses)</i>				
Transfers in	-	-	-	-
Bond Proceeds	-	7,560,444	-	7,560,444
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,560,444</u>
<i>Net change in fund balance</i>	<u>\$ -</u>	<u>(7,242,901)</u>	<u>(1,749,559)</u>	<u>13,053,786</u>
<i>Adjustments to revenues</i>				
Changes in accounts receivable			\$ -	
Adjustments to expenses				
Changes in accrued liabilities			<u>-</u>	
Net change in fund balance (GAAP Basis)			<u>\$ (1,749,559)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 COUNTY DEBT SERVICE FUND (561)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ 920,769	920,769	984,349	63,580
Gross receipts	-	-	661,643	661,643
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>920,769</u>	<u>920,769</u>	<u>1,645,992</u>	<u>725,223</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	950,000	950,000	890,000	60,000
Interest	410,721	410,721	404,646	6,075
<i>Total expenditures</i>	<u>1,360,721</u>	<u>1,360,721</u>	<u>1,294,646</u>	<u>66,075</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(439,952)</u>	<u>(439,952)</u>	<u>351,346</u>	<u>791,298</u>
<i>Other financing sources (uses)</i>				
Transfers in	105,686	105,686	-	(105,686)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>105,686</u>	<u>105,686</u>	<u>-</u>	<u>(105,686)</u>
<i>Net change in fund balance</i>	<u>\$ (334,266)</u>	<u>(334,266)</u>	<u>351,346</u>	<u>685,612</u>
Adjustments to revenues			\$ 99,172	
Adjustments to expenses			-	
Net change in fund balance (GAAP Basis)			<u>\$ 450,518</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
 VALENCIA COUNTY
 OTHER DEBT SERVICE FUND (400)
 STATEMENT OF REVENUES AND EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Gross receipts	-	-	3,874	3,874
Intergovernmental:				
Federal operating grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Licenses and fees	-	-	-	-
Investment income	-	-	-	-
Charges for services	-	-	658	658
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>4,532</u>	<u>4,532</u>
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	167,932	167,932	233,239	(65,307)
Interest	-	-	-	-
<i>Total expenditures</i>	<u>167,932</u>	<u>167,932</u>	<u>233,239</u>	<u>(65,307)</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(167,932)</u>	<u>(167,932)</u>	<u>(228,707)</u>	<u>69,839</u>
<i>Other financing sources (uses)</i>				
Transfers in	167,993	167,993	167,993	-
Transfers out	-	-	-	-
Proceeds from issuance of debt	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>167,993</u>	<u>167,993</u>	<u>(167,993)</u>	<u>-</u>
<i>Net change in fund balance</i>	\$ <u>61</u>	<u>61</u>	<u>(60,714)</u>	<u>69,839</u>
<i>Adjustments to revenues</i>				
Changes in accounts receivable			\$ -	
Adjustments to expense:				
Changes in accrued liabilities:			<u>-</u>	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (60,714)</u>	

See Notes to Financial Statements.

OTHER SUPPLEMENTAL SCHEDULES

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

	Bank of West	My Bank	Bank of Albuquerque	NM Bank and Trust	Wells Fargo	US Bank	Total
Deposits in Bank or Savings and Loan							
Cash Deposits	\$ 36,493,993	220,486	4,610,111	2,330,640	42,492	430	43,698,152
Certificate of Deposit	-	1,000,000	-	-	-	-	1,000,000
Total Deposits	36,493,993	1,220,486	4,610,111	2,330,640	42,492	430	44,698,152
Less: FDIC insurance	(500,000)	(500,000)	(250,000)	(250,000)	(42,492)	(430)	(1,542,922)
Total uninsured public funds	35,993,993	720,486	4,360,111	2,080,640	-	-	43,155,230
Collateral requirement @ 50%	17,996,997	360,243	2,180,056	1,040,320	-	-	21,577,615
Safekeeping locations/Pledged collateral:							
Bank of Oklahoma, Oklahoma City Oklahoma:							
FHLB Topeka FG J16936 Mat. 10/01/2026	3128PWV54	-	1,507,367	-	-	-	1,507,367
FHLB Topeka FNA 2013-M13A Mat. 05/25/2018	3136AFQM7	-	5,428,447	-	-	-	5,428,447
Independent Banker's Bank Dallas Texas:							
Grants ETC SD# NM Mat. 04/15/19	388240FR9	-	680,933	-	-	-	680,933
Los Lunas SD 1 NM 19 Mat. 07/15/19	545562QT0	-	103,326	-	-	-	103,326
Santa Rosa SD 8 NM Mat. 05/15/19	802751DR5	-	350,000	-	-	-	350,000
SunTrust Bank Atlanta Georgia:							
ABQ NM Mun Sch Dist GO SCH Mat. 08/01/2021	013595QQ9	-	-	296,079	-	-	296,079
Belen NM Gross Rcpts Tax REV Mat. 06/01/2026	077571CS4	-	-	1,128,722	-	-	1,128,722
FHLMC Series 1004 Mat. 10/15/2020	312904MG7	-	-	12,401	-	-	12,401
GNMA Pass-thru X Single Family Mat. 06/15/2040	36296QTP4	-	-	361,046	-	-	361,046
West Contra Costa Calif Uni SC Mat. 08/01/2025	952347US9	-	-	1,230,015	-	-	1,230,015
Bank of the West Oakland California:							
FH 3977C AC SEQ Fix Mat. 09/15/2029	3137AJYW8	1,185,310	-	-	-	-	1,185,310
FNMA CONV 30 YR SF Mat. 09/01/2042	3138MAKS6	1,164,752	-	-	-	-	1,164,752
GNMA2 Single Family 30 YR 06/20/2042	36179ME22	1,042,602	-	-	-	-	1,042,602
FNMA CONV 30 YR SF Mat. 09/01/2042	3138M8J61	44,723	-	-	-	-	44,723
GNMA2 Single Family 30 YR Mat. 09/20/2043	36179NM96	80,306	-	-	-	-	80,306
GNMA2 ARM Multiple Mat. 03/20/2043	36179M6H8	85,639	-	-	-	-	85,639
FNMA CONV 30 YR SF Mat. 09/01/2042	3138M8J61	1,118,080	-	-	-	-	1,118,080
G2SF MA3453 Mat. 01/20/2046	36179RZS1	1,541,272	-	-	-	-	1,541,272
GNMA2 ARM Multiple Mat. 05/20/2043	36179NEE4	834,775	-	-	-	-	834,775
FHLMC SF ARM; Various Mat. 01/01/2044	31300MHQ9	548,569	-	-	-	-	548,569
GNMA2 Single Family 30 YR Mat. 09/20/2043	36179NM96	1,726,575	-	-	-	-	1,726,575
GNMA2 ARM Multiple Mat. 01/20/2043	36179MYH7	1,318,292	-	-	-	-	1,318,292
G2SF MA3596 Mat. 04/20/2046	36179R7H6	3,122,269	-	-	-	-	3,122,269
G2SF MA2753 Mat. 04/20/2045	36179RBW8	3,878,260	-	-	-	-	3,878,260
FNMA SF ARM; LIBOR Mat. 04/01/2043	3138W7JL9	3,886,288	-	-	-	-	3,886,288
G2SF MA2753 Mat. 04/20/2045	36179RBW8	1,608,059	-	-	-	-	1,608,059
		<u>23,185,771</u>	<u>1,134,259</u>	<u>6,935,814</u>	<u>3,028,263</u>	<u>-</u>	<u>34,284,107</u>
		<u>\$ 5,188,774</u>	<u>774,016</u>	<u>4,755,758</u>	<u>1,987,943</u>	<u>-</u>	<u>12,706,492</u>

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS
 Year Ended June 30, 2016

Bank Name	Account Type	Bank Balance	Deposits in Transit	Outstanding Checks	Book Balance
Deposits:					
Bank of the West					
Operational Checking Account	Checking	\$ 11,063,611	64,045	752,009	10,375,647
Money market plus		25,430,382	-	-	25,430,382
Payroll	Checking	-	1,451	11,013	(9,562)
Wells Fargo					
Judicial Complex	Savings	42,492	-	-	42,492
US Bank					
Elec Fed Tax Pymt System Account	Savings	430	-	-	430
NM Bank & Trust					
Money market account -acct 333	Money market	19,841	-	-	19,841
Money market account -acct 893	Money market	2,310,799	-	-	2,310,799
Bank of Albuquerque					
Bond issue account	Checking	4,610,111	-	-	4,610,111
GRT fund	Checking	-	-	-	-
MyBank					
Inmate Account	Checking	134,681	2,775	26,356	111,100
Commissary Account	Checking	85,805	-	1,162	84,643
Certificate of Deposit	Certificate of Deposit	500,000	-	-	500,000
Certificate of Deposit	Certificate of Deposit	500,000	-	-	500,000
Subtotal Deposits		<u>44,698,152</u>	<u>68,271</u>	<u>790,540</u>	<u>43,975,883</u>
New Mexico State Treasurer					
LGIP	Investment Pool	31,872	-	-	31,872
New Mexico Finance Authority					
Reserve Accounts	Deposit - State Treasurer	<u>50,607</u>	-	-	<u>50,607</u>
Total deposits and investments per financial statements		<u>\$ 44,780,631</u>	<u>68,271</u>	<u>790,540</u>	<u>44,058,362</u>

Total cash and cash equivalents per Statement of Net Position	15,270,812
Total investments per Statement of Net Position	
Total restricted cash and cash equivalents per Statement of Net Position	1,773,144
Total cash and cash equivalents per Statement of Fiduciary Assets and Liabilities	<u>27,014,406</u>
Total cash, cash equivalents and investments	<u>44,058,362</u>

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

Property taxes receivable, beginning of year		\$	10,258,888
Changes to tax roll:			
Net tax charges to treasurer for tax year 2015			41,225,397
Decrease in net tax charges 2006-2014			(43,517)
Adjustments:			
Allowance for uncollectible taxes receivable			-
Less roll-off of 2005 taxes on ten year schedule			(220,224)
Charge off of taxes receivable current year			(85)
			<hr/>
Total receivable prior to collections			51,220,459
Collections for fiscal year ended June 30, 2016			(41,016,199)
			<hr/>
Property taxes receivable at June 30, 2016		\$	<u>10,204,260</u>
Property taxes are reported as follows			
Governmental funds:			
County portion		\$	3,368,756
Agency portion			6,835,504
			<hr/>
Total property taxes receivable		\$	<u>10,204,260</u>
Property taxes receivable by years:			
	2006-2014	\$	6,980,409
	2015		3,223,851
			<hr/>
Total property taxes receivable		\$	<u>10,204,260</u>

STATE OF NEW MEXICO
 VALENCIA COUNTY
 TREASURERS PROPERTY TAX SCHEDULE
 June 30, 2016

	<u>Property Taxes Levied</u>	<u>Collected In Current Year</u>	<u>Collected To-Date</u>	<u>Distributed In Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Uncollect.</u>	<u>To-Date Amount Uncollect.</u>	<u>Undistr. At Year End</u>	<u>County Receivable At Year-End</u>
VALENCIA COUNTY:									
Debt									
2006 - 2014	\$ 9,271,930	77,167	9,079,978	91,537	9,071,716	1	204	8,262	191,747
2015	<u>998,143</u>	<u>917,105</u>	<u>917,105</u>	<u>901,257</u>	<u>893,078</u>	<u>-</u>	<u>-</u>	<u>24,027</u>	<u>81,038</u>
Total Debt	10,270,073	994,272	9,997,083	992,794	9,964,794	1	204	32,289	272,785
Operational Non-Res.									
2006 - 2014	36,468,552	267,838	34,905,109	4,281,110	34,876,397	24	3,555	28,713	1,559,886
2015	<u>4,643,961</u>	<u>4,213,935</u>	<u>4,213,936</u>	<u>170,892</u>	<u>4,103,868</u>	<u>-</u>	<u>-</u>	<u>110,067</u>	<u>430,026</u>
Total Operational NR	41,112,513	4,481,773	39,119,045	4,452,002	38,980,265	24	3,555	138,780	1,989,912
Operational Res.									
2006 - 2014	47,399,095	472,781	46,791,481	562,749	46,742,481	-	46	49,000	607,568
2015	<u>6,518,663</u>	<u>6,020,172</u>	<u>6,020,172</u>	<u>5,919,301</u>	<u>5,862,259</u>	<u>-</u>	<u>-</u>	<u>157,913</u>	<u>498,491</u>
Total Operational Res.	53,917,758	6,492,953	52,811,653	6,482,050	52,604,740	-	46	206,913	1,106,059
Total Valencia County	<u>105,300,344</u>	<u>11,968,998</u>	<u>101,927,781</u>	<u>11,926,846</u>	<u>101,549,799</u>	<u>25</u>	<u>3,805</u>	<u>377,982</u>	<u>3,368,756</u>
STATE OF NEW MEXICO:									
State 951									
2006 - 2014	67,654	1,950	67,079	2,239	67,075	-	-	4	575
2015	<u>8,412</u>	<u>8,123</u>	<u>8,123</u>	<u>8,102</u>	<u>8,063</u>	<u>-</u>	<u>-</u>	<u>60</u>	<u>289</u>
Total State 951	76,066	10,073	75,202	10,341	75,138	-	-	64	864
State 952									
2006 - 2014	639	3	638	4	667	-	-	1	1
2015	<u>33</u>	<u>32</u>	<u>32</u>	<u>29</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3</u>	<u>1</u>
Total State 952	672	35	670	33	667	-	-	4	2
State 953									
2006 - 2014	353	-	304	-	304	-	-	-	-
2015	<u>-</u>	<u>-</u>	<u>49</u>	<u>-</u>	<u>49</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total State 953	353	-	353	-	353	-	-	-	-

STATE OF NEW MEXICO
 VALENCIA COUNTY
 TREASURERS PROPERTY TAX SCHEDULE
 June 30, 2016

	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed In Current Year	Distributed To-Date	Current Amount Uncollect.	To-Date Amount Uncollect.	Undistr. At Year End	County Receivable At Year-End
State 954									
2006 - 2014	15,980	172	15,885	318	15,885	-	-	-	95
2015	<u>1,126</u>	<u>929</u>	<u>929</u>	<u>923</u>	<u>799</u>	<u>-</u>	<u>-</u>	<u>130</u>	<u>197</u>
Total State 954	17,106	1,101	16,814	1,241	16,684	-	-	130	292
State 956									
2006 - 2014	134,841	-	134,841	-	134,841	-	-	-	-
2015	<u>15,807</u>	<u>15,806</u>	<u>15,806</u>	<u>15,806</u>	<u>15,806</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
Total State 956	150,648	15,806	150,647	15,806	150,647	-	-	-	1
State 957									
2006 - 2014	244	35	244	35	214	-	-	-	-
2015	<u>66</u>	<u>31</u>	<u>31</u>	<u>31</u>	<u>61</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35</u>
Total State 957	310	66	275	66	275	-	-	-	35
SWINE 958									
2006 - 2014	125	-	58	-	58	-	-	-	-
2015	<u>-</u>	<u>-</u>	<u>67</u>	<u>-</u>	<u>67</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Swine 958	125	-	125	-	125	-	-	-	-
STATEDEBT									
2006 - 2014	13,709,089	126,117	13,409,261	149,421	13,396,062	3	433	13,198	299,396
2015	<u>1,822,113</u>	<u>1,674,178</u>	<u>1,674,178</u>	<u>1,645,247</u>	<u>1,630,317</u>	<u>-</u>	<u>-</u>	<u>43,861</u>	<u>147,935</u>
Total STATEDEBT	15,531,202	1,800,295	15,083,439	1,794,668	15,026,379	3	433	57,059	447,331
Total State of New Mexico	<u>15,776,482</u>	<u>1,827,376</u>	<u>15,327,525</u>	<u>1,822,155</u>	<u>15,270,268</u>	<u>3</u>	<u>433</u>	<u>57,257</u>	<u>448,525</u>
CPSWCE CLAUNCH-PINTO SOIL & WTR									
2015	<u>163</u>	<u>156</u>	<u>156</u>	<u>156</u>	<u>156</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7</u>
Total CPSWCE	<u>163</u>	<u>156</u>	<u>156</u>	<u>156</u>	<u>156</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7</u>

STATE OF NEW MEXICO
 VALENCIA COUNTY
 TREASURERS PROPERTY TAX SCHEDULE
 June 30, 2016

	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed In Current Year	Distributed To-Date	Current Amount Uncollect.	To-Date Amount Uncollect.	Undistr. At Year End	County Receivable At Year-End
MIDDLE RIO GRANDE CONSERVANCY									
MRGC OPR Non-Res.									
2006 - 2014	6,820,293	92,858	6,698,763	115,070	6,690,878	-	79	7,886	121,452
2015	<u>1,336,989</u>	<u>1,237,796</u>	<u>1,237,797</u>	<u>1,216,906</u>	<u>1,204,122</u>	-	-	<u>33,674</u>	<u>99,192</u>
Total Operational NR	8,157,282	1,330,654	7,936,560	1,331,976	7,895,000	-	79	41,560	220,644
MRGC OPR Res.									
2006 - 2014	15,309,652	158,753	15,152,201	185,868	15,132,593	-	42	19,610	157,409
2015	<u>1,922,514</u>	<u>1,762,046</u>	<u>1,762,046</u>	<u>1,724,654</u>	<u>1,704,051</u>	-	-	<u>57,994</u>	<u>160,468</u>
Total OPR Res.	17,232,166	1,920,799	16,914,247	1,910,522	16,836,644	-	42	77,604	317,877
Total MRGC	<u>25,389,448</u>	<u>3,251,453</u>	<u>24,850,807</u>	<u>3,242,498</u>	<u>24,731,644</u>	-	<u>121</u>	<u>119,164</u>	<u>538,521</u>
SOIL & WATER CONSERVATION									
2014	354,615	13,218	337,984	17,698	336,656	-	57	1,328	16,572
2015	<u>347,332</u>	<u>319,479</u>	<u>319,479</u>	<u>313,758</u>	<u>310,901</u>	-	-	<u>8,578</u>	<u>27,855</u>
Total Soil & water	<u>701,947</u>	<u>332,697</u>	<u>657,463</u>	<u>331,456</u>	<u>647,557</u>	-	<u>57</u>	<u>9,906</u>	<u>44,427</u>
VILLAGE OF BOSQUE FARMS									
NR MUNOP									
2006 - 2014	72,679	3,826	70,613	4,763	70,423	-	-	189	2,066
2015	<u>25,133</u>	<u>22,731</u>	<u>22,731</u>	<u>22,311</u>	<u>22,050</u>	-	-	<u>682</u>	<u>2,402</u>
Total NR MUNOP	<u>97,812</u>	<u>26,557</u>	<u>93,344</u>	<u>27,074</u>	<u>92,473</u>	-	-	<u>871</u>	<u>4,468</u>
NR NUNOPER									
2006 - 2014	99,118	-	76,299	-	76,299	-	-	-	204
2015	<u>-</u>	<u>301</u>	<u>22,469</u>	<u>301</u>	<u>22,469</u>	-	-	-	<u>146</u>
Total NR NUNOPER	99,118	301	98,768	301	98,768	-	-	-	350
R MUNOP									
2006 - 2014	467,185	7,736	464,104	9,369	463,529	-	-	615	3,041
2015	<u>162,595</u>	<u>156,115</u>	<u>156,155</u>	<u>154,366</u>	<u>152,969</u>	-	-	<u>3,146</u>	<u>6,480</u>
Total R MUNOP	629,780	163,851	620,259	163,735	616,498	-	-	3,761	9,521

STATE OF NEW MEXICO
 VALENCIA COUNTY
 TREASURERS PROPERTY TAX SCHEDULE
 June 30, 2016

	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed In Current Year	Distributed To-Date	Current Amount Uncollect.	To-Date Amount Uncollect.	Undistr. At Year End	County Receivable At Year-End
R MUNOPER									
2006 - 2014	596,071	356	449,167	349	449,157	-	-	9	129
2015	-	222	146,668	226	146,668	-	-	-	107
Total R MUNOPER	596,071	578	595,835	575	595,825	-	-	9	236
Total Bosque Farms	1,422,781	191,287	1,408,206	191,685	1,403,564	-	-	4,641	14,575
CITY OF BELEN									
NR MUNOPER									
2006 - 2014	2,502,591	15,048	(315,887)	21,899	2,447,929	-	1,067	845	52,751
2015	324,744	307,181	3,071,841	303,761	302,154	-	-	5,026	17,563
Total NR MUNOPER	2,827,335	322,229	2,755,954	325,660	2,750,083	-	1,067	5,871	70,314
R MUNOPER									
2006 - 2014	3,029,466	40,246	2,984,202	47,070	2,981,744	-	3	2,458	45,262
2015	382,376	344,228	344,228	336,939	332,078	-	-	12,150	38,147
Total R MUNOPER	3,411,842	384,474	3,328,430	384,009	3,313,822	-	3	14,608	83,409
Total City of Belen	6,239,177	706,703	6,084,384	709,669	6,063,905	-	1,070	20,479	153,723
BELEN CONS. SCHOOLS									
NR SCHCAPIMP									
2006 - 2014	3,189,107	21,750	3,020,114	27,229	3,018,153	-	421	1,960	168,572
2015	410,098	371,097	371,097	367,169	365,120	-	-	5,977	39,001
Total NR SCHCAPIMP	3,599,205	392,847	3,391,211	394,398	3,383,273	-	421	7,937	207,573
NR SCHDEBT									
2006 - 2014	12,297,278	83,602	11,645,853	104,638	11,638,324	-	1,627	7,529	649,798
2015	1,573,956	1,424,271	1,424,271	1,409,193	1,401,332	-	-	22,939	149,686
Total NR SCHDEBT	13,871,234	1,507,873	13,070,124	1,513,831	13,039,656	-	1,627	30,468	799,484
NR SCHDISTOP									
2006 - 2014	793,222	5,422	751,166	6,791	750,675	-	104	490	41,954
2015	102,525	92,774	92,774	91,792	91,281	-	-	1,494	9,750
Total NR SCHDISTOP	895,747	98,196	843,940	98,583	841,956	-	104	1,984	51,704

STATE OF NEW MEXICO
 VALENCIA COUNTY
 TREASURERS PROPERTY TAX SCHEDULE
 June 30, 2016

	<u>Property Taxes Levied</u>	<u>Collected In Current Year</u>	<u>Collected To-Date</u>	<u>Distributed In Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Uncollect.</u>	<u>To-Date Amount Uncollect.</u>	<u>Undistr. At Year End</u>	<u>County Receivable At Year-End</u>
R SCHCAPIMP									
2006 - 2014	4,993,289	57,255	4,925,437	68,833	4,920,948	-	12	4,489	67,841
2015	<u>642,787</u>	<u>585,200</u>	<u>585,200</u>	<u>574,098</u>	<u>567,592</u>	<u>-</u>	<u>-</u>	<u>17,608</u>	<u>57,587</u>
Total Operational NR	5,636,076	642,455	5,510,637	642,931	5,488,540	-	12	22,097	125,428
R SCHDEBT									
2006 - 2014	19,212,158	219,914	18,951,301	264,359	18,934,063	-	46	17,237	260,813
2015	<u>2,470,723</u>	<u>2,249,370</u>	<u>2,249,370</u>	<u>2,206,699</u>	<u>2,181,689</u>	<u>-</u>	<u>-</u>	<u>67,682</u>	<u>221,352</u>
Total R SCHDEBT	21,682,881	2,469,284	21,200,671	2,471,058	21,115,752	-	46	84,919	482,165
R SCHDISTOP									
2006 - 2014	541,742	6,713	533,964	8,164	533,439	-	1	525	7,776
2015	<u>81,757</u>	<u>74,432</u>	<u>74,432</u>	<u>73,020</u>	<u>72,192</u>	<u>-</u>	<u>-</u>	<u>2,240</u>	<u>7,325</u>
Total R SCHDISTOP	623,499	81,145	608,396	81,184	605,631	-	1	2,765	15,101
BN03 BN SCHDBT									
2006 - 2014	28,469	-	18,234	-	18,234	-	-	-	1
2015	<u>-</u>	<u>-</u>	<u>10,232</u>	<u>-</u>	<u>10,232</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2</u>
Total BN SCHDBT	28,469	-	28,466	-	28,466	-	-	-	3
Total Belen Schools	<u>46,337,111</u>	<u>5,191,800</u>	<u>44,653,445</u>	<u>5,201,985</u>	<u>44,503,274</u>	<u>-</u>	<u>2,211</u>	<u>150,170</u>	<u>1,681,458</u>
SCHOOL OF DREAMS									
NR House Bill 33									
2006 - 2014	15,364	128	14,765	132	14,759	-	3	6	596
2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total NR House Bill 33	15,364	128	14,765	132	14,759	-	3	6	596
NR House Bill 33									
2006 - 2014	51,499	388	50,893	451	50,851	-	-	42	606
2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total NR House Bill 33	51,499	388	50,893	451	50,851	-	-	42	606
Total School of Dreams	<u>66,863</u>	<u>516</u>	<u>65,658</u>	<u>583</u>	<u>65,610</u>	<u>-</u>	<u>3</u>	<u>48</u>	<u>1,202</u>

**STATE OF NEW MEXICO
VALENCIA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2016**

	<u>Property Taxes Levied</u>	<u>Collected In Current Year</u>	<u>Collected To-Date</u>	<u>Distributed In Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Uncollect.</u>	<u>To-Date Amount Uncollect.</u>	<u>Undistr. At Year End</u>	<u>County Receivable At Year-End</u>
LOS LUNAS CONSOLIDATED SCHOOLS									
NR HOUSE BILL 33									
2006 - 2014	4,427,810	34,898	4,286,648	38,899	4,282,349	6	267	4,299	140,895
2015	560,539	510,173	510,173	496,252	491,273	-	-	18,900	50,366
Total House Bill 33	4,988,349	545,071	4,796,821	535,151	4,773,622	6	267	23,199	191,261
LL SCHDBT									
2006 - 2014	4,910	-	3,476	-	3,476	-	-	-	-
2015	-	-	1,434	-	1,434	-	-	-	-
Total LL SCHDBT	4,910	-	4,910	-	4,910	-	-	-	-
NR SCHCAPIMP									
2006 - 2014	2,962,056	23,348	2,867,552	26,019	3,192,198	4	180	2,870	94,324
2015	373,693	340,116	340,116	330,835	-	-	-	12,600	33,577
Total NR SCHCAPIMP	3,335,749	363,464	3,207,668	356,854	3,192,198	4	180	15,470	127,901
NR SCHDEBT									
2006 - 2014	12,132,619	96,052	11,745,045	107,102	11,733,224	17	736	11,822	386,838
2015	1,517,006	1,380,699	1,380,699	1,343,023	1,329,549	-	-	51,149	136,307
Total NR SCHDEBT	13,649,625	1,476,751	13,125,744	1,450,125	13,062,773	17	736	62,971	523,145
NR SCHDISTOP									
2006 - 2014	680,342	5,747	658,039	6,416	657,333	1	43	706	22,260
2015	93,423	85,029	85,029	82,709	81,879	-	-	3,150	8,394
Total NR SCHDISTOP	773,765	90,776	743,068	89,125	739,212	1	43	3,856	30,654
R HBILL33									
2006 - 2014	14,118,479	123,131	13,948,849	144,574	13,935,811	-	3	15,038	170,000
2015	1,827,344	1,699,930	1,699,930	1,673,342	1,656,640	-	-	41,290	127,041
Total HBill 33	15,945,823	1,823,061	15,648,779	1,817,916	15,592,451	-	3	56,328	297,041

**STATE OF NEW MEXICO
VALENCIA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2016**

	<u>Property Taxes Levied</u>	<u>Collected In Current Year</u>	<u>Collected To-Date</u>	<u>Distributed In Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Uncollect.</u>	<u>To-Date Amount Uncollect.</u>	<u>Undistr. At Year End</u>	<u>County Receivable At Year-End</u>
R SCHCAPIMP									
2006 - 2014	9,445,341	82,334	9,331,866	96,670	9,321,814	-	2	10,054	113,474
2015	<u>1,218,230</u>	<u>1,133,287</u>	<u>1,133,287</u>	<u>1,115,561</u>	<u>1,105,760</u>	<u>-</u>	<u>-</u>	<u>27,526</u>	<u>84,942</u>
Total SCHCAPIMP	10,663,571	1,215,621	10,465,153	1,212,231	10,427,574	-	2	37,580	198,416
R SCHDEBT									
2006 - 2014	38,537,396	339,772	38,069,950	399,187	42,641,937	-	8	41,408	467,439
2015	<u>5,082,632</u>	<u>4,728,240</u>	<u>4,728,240</u>	<u>4,654,286</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>114,845</u>	<u>354,392</u>
Total R SCHDEBT	43,620,028	5,068,012	42,798,190	5,053,473	42,641,937	-	8	156,253	821,831
R SCHDISTOP									
2006 - 2014	883,653	7,789	872,954	9,149	872,004	-	-	950	10,698
2015	<u>115,187</u>	<u>107,156</u>	<u>107,156</u>	<u>105,480</u>	<u>104,553</u>	<u>-</u>	<u>-</u>	<u>2,603</u>	<u>8,032</u>
Total R SCHDISTOP	998,840	114,945	980,110	114,629	976,557	-	-	3,553	18,730
LL03 BN SCHDBT									
2006 - 2014	157,792	-	157,792	-	157,782	-	-	-	-
2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total BN SCHDBT	157,792	-	157,792	-	157,792	-	-	-	-
LL03 LL SCHDBT									
2006 - 2014	93,714	-	93,714	-	93,704	-	-	-	-
2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total LL03 SCHDBT	93,714	-	93,714	-	93,714	-	-	-	-
Total Los Lunas Schools	<u>94,232,166</u>	<u>10,697,701</u>	<u>92,021,949</u>	<u>10,629,504</u>	<u>91,662,740</u>	<u>28</u>	<u>1,239</u>	<u>359,210</u>	<u>2,208,979</u>
VILLAGE OF LOS LUNAS									
NR MUNOP									
2006 - 2014	5,718,966	36,863	5,684,896	39,901	5,682,960	16	687	1,936	33,383
2015	<u>692,728</u>	<u>654,922</u>	<u>654,922</u>	<u>638,103</u>	<u>635,018</u>	<u>-</u>	<u>-</u>	<u>19,904</u>	<u>37,806</u>
Total NR MUNOP	6,411,694	691,785	6,339,818	678,004	6,317,978	16	687	21,840	71,189

STATE OF NEW MEXICO
 VALENCIA COUNTY
 TREASURERS PROPERTY TAX SCHEDULE
 June 30, 2016

	Property Taxes Levied	Collected In Current Year	Collected To-Date	Distributed In Current Year	Distributed To-Date	Current Amount Uncollect.	To-Date Amount Uncollect.	Undistr. At Year End	County Receivable At Year-End
R MUNOPR									
2006 - 2014	13,705,181	67,024	13,648,054	83,580	13,638,600	-	-	9,154	57,126
2015	1,846,145	1,784,280	1,784,280	1,762,050	1,755,698	-	-	28,882	61,865
Total NR MUNDBT	15,551,326	1,851,304	15,432,334	1,845,630	15,394,298	-	-	38,036	118,991
Total Village of Los Lunas	21,963,020	2,543,089	21,772,152	2,523,634	21,712,276	16	687	59,876	190,180
TOWN OF PERALTA									
NR MUNOPER									
2006 - 2014	22,804	1,079	20,658	1,646	19,896	-	-	762	2,147
2015	23,898	21,212	21,212	17,396	16,540	-	-	4,672	2,685
Total NR MUNOP	46,702	22,291	41,870	19,042	36,436	-	-	5,434	4,832
R MUNOPER									
2006 - 2014	152,974	6,443	148,255	9,272	147,209	-	-	1,046	4,719
2015	154,869	143,686	143,686	140,831	138,785	-	-	4,901	11,183
Total NR MUNDBT	307,843	150,129	291,941	150,103	285,994	-	-	5,947	15,902
Total Town of Peralta	354,545	172,420	333,811	169,145	322,430	-	-	11,381	20,734
RIO COMMUNITIES									
2015 R MUNOPER	200,896	192,319	192,319	189,669	188,832	-	-	3,487	8,577
2015NR MUNOPER	19,297	17,224	17,224	16,371	16,245	-	-	979	2,072
Total Rio Communities	220,193	209,543	209,543	206,040	205,077	-	-	4,466	10,649
UNM VALENCIA									
BLDGLEVY2									
2006 - 2014	9,306,749	83,679	9,102,445	98,411	9,093,837	3	362	8,608	203,942
2015	1,138,820	1,046,361	1,046,361	1,028,279	1,018,948	-	-	27,413	92,459
Total	10,445,569	1,130,040	10,148,806	1,126,690	10,112,785	3	362	36,021	296,401

**STATE OF NEW MEXICO
VALENCIA COUNTY
TREASURERS PROPERTY TAX SCHEDULE
June 30, 2016**

	<u>Property Taxes Levied</u>	<u>Collected In Current Year</u>	<u>Collected To-Date</u>	<u>Distributed In Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Uncollect.</u>	<u>To-Date Amount Uncollect.</u>	<u>Undistr. At Year End</u>	<u>County Receivable At Year-End</u>
BLDBLEVYN R									
2006	116,816	43	113,312	50	113,307	-	-	5	3,504
BLDBLEVY NR									
2006	266,507	127	265,597	126	265,581	-	-	17	910
BRANCH 1R									
2006 - 2014	13,216,585	133,816	13,044,564	158,672	13,030,628	-	13	13,939	172,004
2015	1,784,883	1,648,391	1,648,394	1,620,771	1,605,152	-	-	43,238	136,492
Total Total Branch 1R	15,001,468	1,782,207	14,692,958	1,779,443	14,635,780	-	13	57,177	308,496
BRANCH NR									
2006 - 2014	5,903,789	45,142	5,647,366	53,312	5,642,530	4	602	4,836	255,821
2015	783,791	711,213	711,213	698,003	692,636	-	-	18,577	72,578
Total	6,687,580	756,355	6,358,579	751,315	6,335,166	4	602	23,413	328,399
Total UNM Valencia	32,517,940	3,668,772	31,579,252	3,657,624	31,462,619	7	977	116,633	937,710
VALENCIA COUNTY HOSPITAL									
2006 - 2014	10,347,108	170,507	10,129,092	205,998	10,111,198	-	19	17,894	217,996
2015	-	-	-	-	-	-	-	-	-
Total Hospital	10,347,108	170,507	10,129,092	205,998	10,111,198	-	19	17,894	217,996
Hospital NR									
2006 - 2014	6,907,533	60,901	6,596,360	72,042	6,589,785	6	825	6,575	310,347
2015	-	-	-	-	-	-	-	-	-
Total Hospital NR	6,907,533	60,901	6,596,360	72,042	6,589,785	6	825	6,575	310,347
Hospital R									
2006 - 2014	8,714,419	22,280	8,657,948	22,740	8,655,835	-	-	2,113	56,471
2015	-	-	-	-	-	-	-	-	-
Total Hospital R	8,714,419	22,280	8,657,948	22,740	8,655,835	-	-	2,113	56,471
Total Valencia Cnty Hospital	25,969,060	253,688	25,383,400	300,780	25,356,818	6	844	26,582	584,814

STATE OF NEW MEXICO
 VALENCIA COUNTY
 TREASURERS PROPERTY TAX SCHEDULE
 June 30, 2016

	<u>Property Taxes Levied</u>	<u>Collected In Current Year</u>	<u>Collected To-Date</u>	<u>Distributed In Current Year</u>	<u>Distributed To-Date</u>	<u>Current Amount Uncollect.</u>	<u>To-Date Amount Uncollect.</u>	<u>Undistr. At Year End</u>	<u>County Receivable At Year-End</u>
Totals									
2006 - 2014	335,265,843	3,014,251	325,328,483	7,543,862	332,717,352	85	11,447	318,428	6,980,409
2015	<u>41,225,397</u>	<u>38,001,948</u>	<u>40,947,049</u>	<u>33,369,898</u>	<u>32,240,385</u>	<u>-</u>	<u>-</u>	<u>999,367</u>	<u>3,223,851</u>
GRAND TOTAL	\$ <u>376,491,240</u>	<u>41,016,199</u>	<u>366,275,532</u>	<u>40,913,760</u>	<u>364,957,737</u>	<u>85</u>	<u>11,447</u>	<u>1,317,795</u>	<u>10,204,260</u>

Presumed paid after ten years per Section 7-38-81(C) NMSA 1978

STATE OF NEW MEXICO
VALENCIA COUNTY
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
SICK LEAVE FUND 425				
ASSETS				
Cash and investments	\$ 14,001	\$ -	\$ -	\$ 14,001
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>14,001</u>	<u>-</u>	<u>-</u>	<u>14,001</u>
LIABILITIES				
Deposits held in trust for others	14,001	-	-	14,001
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>14,001</u>	<u>-</u>	<u>-</u>	<u>14,001</u>
CHILDREN'S TRUST FUND 436				
ASSETS				
Cash and investments	1,410	6,981	7,071	1,320
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>1,410</u>	<u>6,981</u>	<u>7,071</u>	<u>1,320</u>
LIABILITIES				
Deposits held in trust for others	1,410	6,981	7,071	1,320
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>1,410</u>	<u>6,981</u>	<u>7,071</u>	<u>1,320</u>
BELEN SCHOOL HB33 SUSPENSE FUND 438				
ASSETS				
Cash and investments	114	-	-	114
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>114</u>	<u>-</u>	<u>-</u>	<u>114</u>
LIABILITIES				
Deposits held in trust for others	114	-	-	114
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>114</u>	<u>-</u>	<u>-</u>	<u>114</u>
ENFORCEMENT FUND 455				
ASSETS				
Cash and investments	(357)	1,178,904	1,179,601	(1,054)
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>(357)</u>	<u>1,178,904</u>	<u>1,179,601</u>	<u>(1,054)</u>
LIABILITIES				
Deposits held in trust for others	(357)	1,178,904	1,179,601	(1,054)
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>(357)</u>	<u>1,178,904</u>	<u>1,179,601</u>	<u>(1,054)</u>

STATE OF NEW MEXICO
VALENCIA COUNTY
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
HOMELAND SECURITY FUND 466				
ASSETS				
Cash and investments	2,564	-	-	2,564
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>2,564</u>	<u>-</u>	<u>-</u>	<u>2,564</u>
LIABILITIES				
Deposits held in trust for others	2,564	-	-	2,564
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>2,564</u>	<u>-</u>	<u>-</u>	<u>2,564</u>
SHERIFF'S DEPT EVIDENCE FUND 470				
ASSETS				
Cash and investments	19,293	50	188	19,155
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>19,293</u>	<u>50</u>	<u>188</u>	<u>19,155</u>
LIABILITIES				
Deposits held in trust for others	19,293	50	188	19,155
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>19,293</u>	<u>50</u>	<u>188</u>	<u>19,155</u>
OVER PAYMENT OF TAXES FUND 471				
ASSETS				
Cash and investments	160,043	106,724	11,911	254,856
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>160,043</u>	<u>106,724</u>	<u>11,911</u>	<u>254,856</u>
LIABILITIES				
Deposits held in trust for others	160,043	106,724	11,911	254,856
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>160,043</u>	<u>106,724</u>	<u>11,911</u>	<u>254,856</u>
TWINING CORP PROCESSING ACCT FUND 472				
ASSETS				
Cash and investments	335	-	-	335
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>335</u>	<u>-</u>	<u>-</u>	<u>335</u>
LIABILITIES				
Deposits held in trust for others	335	-	-	335
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>335</u>	<u>-</u>	<u>-</u>	<u>335</u>

STATE OF NEW MEXICO
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 June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
TAXES PAID IN ADVANCE/RECEIPTS FUND 474				
ASSETS				
Cash and investments	9,775	-	-	9,775
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>9,775</u>	<u>-</u>	<u>-</u>	<u>9,775</u>
LIABILITIES				
Deposits held in trust for others	9,775	-	-	9,775
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>9,775</u>	<u>-</u>	<u>-</u>	<u>9,775</u>
TAXES PAID UNDER PROTEST FUND 475				
ASSETS				
Cash and investments	428	-	-	428
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>428</u>	<u>-</u>	<u>-</u>	<u>428</u>
LIABILITIES				
Deposits held in trust for others	428	-	-	428
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>428</u>	<u>-</u>	<u>-</u>	<u>428</u>
MULTI-ACTIVITY-ML-LL-BLN-DELRIO FUND 480				
ASSETS				
Cash and investments	2,665	476	1,968	1,173
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>2,665</u>	<u>476</u>	<u>1,968</u>	<u>1,173</u>
LIABILITIES				
Deposits held in trust for others	2,665	459	1,968	1,156
Other liabilities	-	17	-	17
Future taxes collectible	-	-	-	-
Total liabilities	<u>2,665</u>	<u>476</u>	<u>1,968</u>	<u>1,173</u>
UNDISTRIBUTED CURRENT TAX FUND 481				
ASSETS				
Cash and investments	1,657	159	-	1,816
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>1,657</u>	<u>159</u>	<u>-</u>	<u>1,816</u>
LIABILITIES				
Deposits held in trust for others	1,657	159	-	1,816
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>1,657</u>	<u>159</u>	<u>-</u>	<u>1,816</u>

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 June 30, 2016

	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
UNDISTRIBUTED DELINQUENT TAX FUND 482				
ASSETS				
Cash and investments	3,646	-	-	3,646
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>3,646</u>	<u>-</u>	<u>-</u>	<u>3,646</u>
LIABILITIES				
Deposits held in trust for others	3,646	-	-	3,646
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>3,646</u>	<u>-</u>	<u>-</u>	<u>3,646</u>
VIA PROCESSING ACCOUNT FUND 484				
ASSETS				
Cash and investments	1,157	-	-	1,157
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>1,157</u>	<u>-</u>	<u>-</u>	<u>1,157</u>
LIABILITIES				
Deposits held in trust for others	1,157	-	-	1,157
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>1,157</u>	<u>-</u>	<u>-</u>	<u>1,157</u>
ADULT DETENTION INMATE FUND 486				
ASSETS				
Cash and investments	62,578	300,215	280,478	82,315
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>62,578</u>	<u>300,215</u>	<u>280,478</u>	<u>82,315</u>
LIABILITIES				
Deposits held in trust for others	62,578	298,330	280,478	80,430
Other liabilities	-	1,885	-	1,885
Future taxes collectible	-	-	-	-
Total liabilities	<u>62,578</u>	<u>300,215</u>	<u>280,478</u>	<u>82,315</u>
ADULT DETENTION COMMISSARY FUND 489				
ASSETS				
Cash and investments	369,425	47,801	47,521	369,705
Receivables - Property taxes	-	-	-	-
Receivables - Other	5,697	-	4,250	1,447
Total assets	<u>375,122</u>	<u>47,801</u>	<u>51,771</u>	<u>371,152</u>
LIABILITIES				
Deposits held in trust for others	369,425	47,801	47,521	369,705
Other liabilities	5,697	-	4,250	1,447
Future taxes collectible	-	-	-	-
Total liabilities	<u>375,122</u>	<u>47,801</u>	<u>51,771</u>	<u>371,152</u>

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	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
VILLAGE OF LOS LUNAS FUND 575				
ASSETS				
Cash and investments	26,390	2,517,657	2,498,397	45,650
Receivables - Property taxes	195,565	2,538,873	2,544,258	190,180
Receivables - Other	-	-	-	-
Total assets	<u>221,955</u>	<u>5,056,530</u>	<u>5,042,655</u>	<u>235,830</u>
LIABILITIES				
Deposits held in trust for others	26,390	2,517,657	2,498,397	45,650
Other liabilities	-	-	-	-
Future taxes collectible	195,565	2,538,873	2,544,258	190,180
Total liabilities	<u>221,955</u>	<u>5,056,530</u>	<u>5,042,655</u>	<u>235,830</u>
VILLAGE OF BOSQUE FARMS FUND 576				
ASSETS				
Cash and investments	2,744	189,374	189,768	2,350
Receivables - Property taxes	18,427	187,728	191,580	14,575
Receivables - Other	-	-	-	-
Total assets	<u>21,171</u>	<u>377,102</u>	<u>381,348</u>	<u>16,925</u>
LIABILITIES				
Deposits held in trust for others	2,744	189,374	189,768	2,350
Other liabilities	-	-	-	-
Future taxes collectible	18,427	187,728	191,580	14,575
Total liabilities	<u>21,171</u>	<u>377,102</u>	<u>381,348</u>	<u>16,925</u>
CITY OF BELEN FUND 577				
ASSETS				
Cash and investments	23,770	699,637	702,573	20,834
Receivables - Property taxes	153,699	707,120	707,096	153,723
Receivables - Other	-	-	-	-
Total assets	<u>177,469</u>	<u>1,406,757</u>	<u>1,409,669</u>	<u>174,557</u>
LIABILITIES				
Deposits held in trust for others	23,770	699,637	702,573	20,834
Other liabilities	-	-	-	-
Future taxes collectible	153,699	707,120	707,096	153,723
Total liabilities	<u>177,469</u>	<u>1,406,757</u>	<u>1,409,669</u>	<u>174,557</u>
TOWN OF PERALTA MUN OPR FUND 578				
ASSETS				
Cash and investments	3,598	167,099	163,855	6,842
Receivables - Property taxes	14,385	178,767	172,418	20,734
Receivables - Other	-	-	-	-
Total assets	<u>17,983</u>	<u>345,866</u>	<u>336,273</u>	<u>27,576</u>
LIABILITIES				
Deposits held in trust for others	3,598	167,099	163,855	6,842
Other liabilities	-	-	-	-
Future taxes collectible	14,385	178,767	172,418	20,734
Total liabilities	<u>17,983</u>	<u>345,866</u>	<u>336,273</u>	<u>27,576</u>

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 June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
CITY OF RIO COMMUNITIES FUND 579				
ASSETS				
Cash and investments	-	207,448	203,980	3,468
Receivables - Property taxes	-	220,193	209,544	10,649
Receivables - Other	-	-	-	-
Total assets	<u>-</u>	<u>427,641</u>	<u>413,524</u>	<u>14,117</u>
LIABILITIES				
Deposits held in trust for others	-	207,448	203,980	3,468
Other liabilities	-	-	-	-
Future taxes collectible	-	220,193	209,544	10,649
Total liabilities	<u>-</u>	<u>427,641</u>	<u>413,524</u>	<u>14,117</u>
MIDDLE RIO GRAND CONS DISTR FUND 580				
ASSETS				
Cash and investments	79,296	3,233,690	3,224,986	88,000
Receivables - Property taxes	571,008	3,259,503	3,291,990	538,521
Receivables - Other	-	-	-	-
Total assets	<u>650,304</u>	<u>6,493,193</u>	<u>6,516,976</u>	<u>626,521</u>
LIABILITIES				
Deposits held in trust for others	79,296	3,233,690	3,224,986	88,000
Other liabilities	-	-	-	-
Future taxes collectible	571,008	1,922,514	1,955,001	538,521
Total liabilities	<u>650,304</u>	<u>5,156,204</u>	<u>5,179,987</u>	<u>626,521</u>
SOIL & WATER CONSERV DISTR FUND 581				
ASSETS				
Cash and investments	5,167	327,530	326,289	6,408
Receivables - Property taxes	29,881	347,332	332,786	44,427
Receivables - Other	-	-	-	-
Total assets	<u>35,048</u>	<u>674,862</u>	<u>659,075</u>	<u>50,835</u>
LIABILITIES				
Deposits held in trust for others	5,167	327,530	326,289	6,408
Other liabilities	-	-	-	-
Future taxes collectible	29,881	347,332	332,786	44,427
Total liabilities	<u>35,048</u>	<u>674,862</u>	<u>659,075</u>	<u>50,835</u>
CLAUNCH-PINTO SOIL & WATER CD FUND 582				
ASSETS				
Cash and investments	-	221	221	-
Receivables - Property taxes	-	163	156	7
Receivables - Other	-	-	-	-
Total assets	<u>-</u>	<u>384</u>	<u>377</u>	<u>7</u>
LIABILITIES				
Deposits held in trust for others	-	221	221	-
Other liabilities	-	-	-	-
Future taxes collectible	-	163	156	7
Total liabilities	<u>-</u>	<u>384</u>	<u>377</u>	<u>7</u>

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June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
STATE OPERATIONAL FUND 591				
ASSETS				
Cash and investments	220,143	1,782,319	1,776,786	225,676
Receivables - Property taxes	441,754	1,847,557	1,840,786	448,525
Receivables - Other	-	-	-	-
Total assets	<u>661,897</u>	<u>3,629,876</u>	<u>3,617,572</u>	<u>674,201</u>
LIABILITIES				
Deposits held in trust for others	220,143	1,782,319	1,776,786	225,676
Other liabilities	-	-	-	-
Future taxes collectible	441,754	1,847,557	1,840,786	448,525
Total liabilities	<u>661,897</u>	<u>3,629,876</u>	<u>3,617,572</u>	<u>674,201</u>
CATTLE LEVY FUND 592				
ASSETS				
Cash and investments	759	9,972	10,237	494
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>759</u>	<u>9,972</u>	<u>10,237</u>	<u>494</u>
LIABILITIES				
Deposits held in trust for others	759	9,972	10,237	494
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>759</u>	<u>9,972</u>	<u>10,237</u>	<u>494</u>
SHEEP-GOAT LEVY FUND 593				
ASSETS				
Cash and investments	42	35	32	45
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>42</u>	<u>35</u>	<u>32</u>	<u>45</u>
LIABILITIES				
Deposits held in trust for others	42	35	32	45
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>42</u>	<u>35</u>	<u>32</u>	<u>45</u>
EQUINNE LEVY FUND 594				
ASSETS				
Cash and investments	997	1,090	1,229	858
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>997</u>	<u>1,090</u>	<u>1,229</u>	<u>858</u>
LIABILITIES				
Deposits held in trust for others	997	1,090	1,229	858
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>997</u>	<u>1,090</u>	<u>1,229</u>	<u>858</u>

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 June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
DAIRY CATTLE LEVY FUND 595				
ASSETS				
Cash and investments	298	15,648	15,648	298
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>298</u>	<u>15,648</u>	<u>15,648</u>	<u>298</u>
LIABILITIES				
Deposits held in trust for others	298	15,648	15,648	298
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>298</u>	<u>15,648</u>	<u>15,648</u>	<u>298</u>
COST TO THE STATE FUND 596				
ASSETS				
Cash and investments	45,784	571,023	573,799	43,008
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>45,784</u>	<u>571,023</u>	<u>573,799</u>	<u>43,008</u>
LIABILITIES				
Deposits held in trust for others	45,784	571,023	573,799	43,008
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>45,784</u>	<u>571,023</u>	<u>573,799</u>	<u>43,008</u>
STATE PENALTY & INTEREST FUND 597				
ASSETS				
Cash and investments	(25,472)	-	-	(25,472)
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>(25,472)</u>	<u>-</u>	<u>-</u>	<u>(25,472)</u>
LIABILITIES				
Deposits held in trust for others	(25,472)	-	-	(25,472)
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>(25,472)</u>	<u>-</u>	<u>-</u>	<u>(25,472)</u>
LOS LUNAS SCHOOL LEVY FUND 701				
ASSETS				
Cash and investments	129,250	203,666	201,720	131,196
Receivables - Property taxes	47,820	208,610	207,046	49,384
Receivables - Other	-	-	-	-
Total assets	<u>177,070</u>	<u>412,276</u>	<u>408,766</u>	<u>180,580</u>
LIABILITIES				
Deposits held in trust for others	129,250	203,666	201,720	131,196
Other liabilities	-	-	-	-
Future taxes collectible	47,820	208,610	207,046	49,384
Total liabilities	<u>177,070</u>	<u>412,276</u>	<u>408,766</u>	<u>180,580</u>

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	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
BELEN SCHOOLS LEVY FUND 702				
ASSETS				
Cash and investments	8,636,188	177,553	177,989	8,635,752
Receivables - Property taxes	64,339	184,282	181,816	66,805
Receivables - Other	-	-	-	-
Total assets	<u>8,700,527</u>	<u>361,835</u>	<u>359,805</u>	<u>8,702,557</u>
LIABILITIES				
Deposits held in trust for others	8,636,188	177,553	177,989	8,635,752
Other liabilities	-	-	-	-
Future taxes collectible	64,339	184,282	181,816	66,805
Total liabilities	<u>8,700,527</u>	<u>361,835</u>	<u>359,805</u>	<u>8,702,557</u>
LOS LUNAS SCHOOLS DEBT SRV FUND 721				
ASSETS				
Cash and investments	(3,442,115)	6,479,361	6,438,625	(3,401,379)
Receivables - Property taxes	1,322,932	6,599,638	6,577,594	1,344,976
Receivables - Other	-	-	-	-
Total assets	<u>(2,119,183)</u>	<u>13,078,999</u>	<u>13,016,219</u>	<u>(2,056,403)</u>
LIABILITIES				
Deposits held in trust for others	(3,442,115)	6,479,361	6,438,625	(3,401,379)
Other liabilities	-	-	-	-
Future taxes collectible	1,322,932	6,599,638	6,577,594	1,344,976
Total liabilities	<u>(2,119,183)</u>	<u>13,078,999</u>	<u>13,016,219</u>	<u>(2,056,403)</u>
BELEN SCHOOLS DEBT SERVICE FUND 722				
ASSETS				
Cash and investments	(2,330,815)	3,937,503	3,945,369	(2,338,681)
Receivables - Property taxes	1,238,080	4,044,679	4,001,110	1,281,649
Receivables - Other	-	-	-	-
Total assets	<u>(1,092,735)</u>	<u>7,982,182</u>	<u>7,946,479</u>	<u>(1,057,032)</u>
LIABILITIES				
Deposits held in trust for others	(2,330,815)	3,937,503	3,945,369	(2,338,681)
Other liabilities	-	-	-	-
Future taxes collectible	1,238,080	4,044,679	4,001,110	1,281,649
Total liabilities	<u>(1,092,735)</u>	<u>7,982,182</u>	<u>7,946,479</u>	<u>(1,057,032)</u>
LOS LUNAS SCHOOLS DEBT SRV. FUND 761				
ASSETS				
Cash and investments	(792,285)	1,496,052	1,486,659	(782,892)
Receivables - Property taxes	321,474	1,591,923	1,587,080	326,317
Receivables - Other	-	-	-	-
Total assets	<u>(470,811)</u>	<u>3,087,975</u>	<u>3,073,739</u>	<u>(456,575)</u>
LIABILITIES				
Deposits held in trust for others	(792,285)	1,496,052	1,486,659	(782,892)
Other liabilities	-	-	-	-
Future taxes collectible	321,474	1,591,923	1,587,080	326,317
Total liabilities	<u>(470,811)</u>	<u>3,087,975</u>	<u>3,073,739</u>	<u>(456,575)</u>

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	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
BELEN SCHOOLS DEBT SERVICE FUND 762				
ASSETS				
Cash and investments	(625,571)	1,024,980	1,027,043	(627,634)
Receivables - Property taxes	326,135	1,052,885	1,046,016	333,004
Receivables - Other	-	-	-	-
Total assets	<u>(299,436)</u>	<u>2,077,865</u>	<u>2,073,059</u>	<u>(294,630)</u>
LIABILITIES				
Deposits held in trust for others	(625,571)	1,024,980	1,027,043	(627,634)
Other liabilities	-	-	-	-
Future taxes collectible	326,135	1,052,885	1,046,016	333,004
Total liabilities	<u>(299,436)</u>	<u>2,077,865</u>	<u>2,073,059</u>	<u>(294,630)</u>
LOS LUNAS SCHOOLS HB 33 FUND 763				
ASSETS				
Cash and investments	(1,241,892)	2,243,586	2,229,434	(1,227,740)
Receivables - Property taxes	480,539	2,387,883	2,380,120	488,302
Receivables - Other	-	-	-	-
Total assets	<u>(761,353)</u>	<u>4,631,469</u>	<u>4,609,554</u>	<u>(739,438)</u>
LIABILITIES				
Deposits held in trust for others	(1,241,892)	2,243,586	2,229,434	(1,227,740)
Other liabilities	-	-	-	-
Future taxes collectible	480,539	2,387,883	2,380,120	488,302
Total liabilities	<u>(761,353)</u>	<u>4,631,469</u>	<u>4,609,554</u>	<u>(739,438)</u>
SCHOOL OF DREAMS CAP IMP FUND 764				
ASSETS				
Cash and investments	(29,235)	67,254	66,751	(28,732)
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>(29,235)</u>	<u>67,254</u>	<u>66,751</u>	<u>(28,732)</u>
LIABILITIES				
Deposits held in trust for others	(29,235)	67,254	66,751	(28,732)
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>(29,235)</u>	<u>67,254</u>	<u>66,751</u>	<u>(28,732)</u>
SCHOOL OF DREAMS HOUSE BILL 33 FUND 765				
ASSETS				
Cash and investments	(43,757)	101,393	100,705	(43,069)
Receivables - Property taxes	1,727	-	525	1,202
Receivables - Other	-	-	-	-
Total assets	<u>(42,030)</u>	<u>101,393</u>	<u>101,230</u>	<u>(41,867)</u>
LIABILITIES				
Deposits held in trust for others	(43,757)	101,393	100,705	(43,069)
Other liabilities	-	-	-	-
Future taxes collectible	1,727	-	525	1,202
Total liabilities	<u>(42,030)</u>	<u>101,393</u>	<u>101,230</u>	<u>(41,867)</u>

STATE OF NEW MEXICO
VALENCIA COUNTY
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
UNM BRANCH COLLEGE FUND 767				
ASSETS				
Cash and investments	42,762	2,538,582	2,530,807	50,537
Receivables - Property taxes	617,039	2,568,674	2,548,818	636,895
Receivables - Other	-	-	-	-
Total assets	<u>659,801</u>	<u>5,107,256</u>	<u>5,079,625</u>	<u>687,432</u>
LIABILITIES				
Deposits held in trust for others	42,762	2,538,582	2,530,807	50,537
Other liabilities	-	-	-	-
Future taxes collectible	617,039	2,568,674	2,548,818	636,895
Total liabilities	<u>659,801</u>	<u>5,107,256</u>	<u>5,079,625</u>	<u>687,432</u>
UNM BUILDING BONDS FUND 768				
ASSETS				
Cash and investments	19,268	1,130,240	1,126,934	22,574
Receivables - Property taxes	304,010	1,138,820	1,142,015	300,815
Receivables - Other	-	-	-	-
Total assets	<u>323,278</u>	<u>2,269,060</u>	<u>2,268,949</u>	<u>323,389</u>
LIABILITIES				
Deposits held in trust for others	19,268	1,130,240	1,126,934	22,574
Other liabilities	-	-	-	-
Future taxes collectible	304,010	1,138,820	1,142,015	300,815
Total liabilities	<u>323,278</u>	<u>2,269,060</u>	<u>2,268,949</u>	<u>323,389</u>
VALENCIA COUNTY HOSPITAL FUND 801				
ASSETS				
Cash and investments	25,166,087	575,698	297,772	25,444,013
Receivables - Property taxes	823,756	-	238,942	584,814
Receivables - Other	-	-	-	-
Total assets	<u>25,989,843</u>	<u>575,698</u>	<u>536,714</u>	<u>26,028,827</u>
LIABILITIES				
Deposits held in trust for others	25,166,087	575,698	297,772	25,444,013
Other liabilities	-	-	-	-
Future taxes collectible	823,756	-	238,942	584,814
Total liabilities	<u>25,989,843</u>	<u>575,698</u>	<u>536,714</u>	<u>26,028,827</u>
POOLED CASH FUND 998				
ASSETS				
Cash and investments	696	-	-	696
Receivables - Property taxes	-	-	-	-
Receivables - Other	-	-	-	-
Total assets	<u>696</u>	<u>-</u>	<u>-</u>	<u>696</u>
LIABILITIES				
Deposits held in trust for others	696	-	-	696
Other liabilities	-	-	-	-
Future taxes collectible	-	-	-	-
Total liabilities	<u>696</u>	<u>-</u>	<u>-</u>	<u>696</u>

STATE OF NEW MEXICO
 VALENCIA COUNTY
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
TOTAL AGENCY FUNDS				
ASSETS				
Cash and investments	26,520,831	31,339,921	30,846,346	27,014,406
Receivables - Property taxes	6,972,570	29,064,630	29,201,696	6,835,504
Receivables - Other	5,697	-	4,250	1,447
Total assets	<u>33,499,098</u>	<u>60,404,551</u>	<u>60,052,292</u>	<u>33,851,357</u>
LIABILITIES				
Deposits held in trust for others	922,741	31,338,019	30,846,346	1,136,488
Deposits held in trust for hospital levy	25,598,090	575,698	297,772	25,876,016
Other liabilities	5,697	1,902	4,250	3,349
Future taxes collectible	6,972,570	27,727,641	27,864,707	6,835,504
Total liabilities	<u>33,499,098</u>	<u>59,643,260</u>	<u>59,013,075</u>	<u>33,851,357</u>

STATE OF NEW MEXICO
 VALENCIA COUNTY
 SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING \$60,000
 (EXCLUDING GRT)
 FOR THE YEAR ENDED JUNE 30, 2016

RFB#/RFP#	Type of Procurement	Awarded Vendor	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Name and Physical Address per the procurement documentation, of ALL Vendor(s) that responded	In-State/ Out-of-State Vendor (Y or N)	Was the vendor in-state and chose Veteran's	Brief Description of the Scope of Work
RFP #VCR-FY16-001	On-Call Licensed Professional Surveying	Wilson & Company Architects and Engineers Inc.	On-Call	\$0	Cobb, Fendley & Associates 5541 Midway Park Place NE, Albuquerque, NM 87109 WHPacific, Inc. 6501 Americas Parkway, Suite 400 Albuquerque, NM 87110 community	In-State	N	Professional Surveying Services
IFB #VCB-FY16-010	Lease of Two Graders	4 Rivers Equipment	\$205,454	\$0	4 Rivers Equipment 2301 Candelaria Rd NE Albuquerque NM 87107 Wagner Equipment 9000 Osuna RD NE Albuquerque NM 87109	In-State	N	Lease of two motor graders for public works dept.
RFP #VCR-FY16-013	Architect & Engineering Services for Valencia County Adult Detention Expansion Project	NCA Architects	\$80,798	\$0	ASA Architects 201 North Alameda Las Cruces NM 88005 Dyron Murphy 4505 Montbel Place NE, Albuquerque, NM 87107 NCA Architects 1306 Rio Grande Blvd. NW, Albuquerque NM 87104 Scott Anderson & Associates/Arrington Watkins 7604 Rio Penasco NW #201, Albuquerque, NM 87120	In-State	N	Programming developing schematics with cost analysis and master budget for three design options
RFP #VCR-FY16-019	Inmate Healthcare Services for Valencia County	Southwest Correctional Medical Group Inc.	\$884,242	\$0	Southwest Correctional Medical Group 2511 Garden Road, Suite A160 Montiercy, CA 93940 Correctional Health Partners 1125 17th Street Suite 1000, Denver, CO 80202 Correctional Care Solutions 1283 Murfreesboro Rd, Suite 500, Nashville, TN 37217	Out-of-State	N	Inmate Healthcare Services for Valencia County
IFB #VCB-FY16-021	Manzano Expressway Pavement Rehabilitation	Albuquerque Asphalt	\$591,732	\$0	Albuquerque Asphalt P.O. Box 66450 Albuquerque, NM 87193 TLC Plumbing & Utility 5000 Edith Blvd NE Albuquerque, NM 87107 Desert Fox, LLC PO BOX 1499 Peralta, NM 87042 Franklins Earthmoving INC. 700 Industrail Ave NE Albuquerque, NM 87107 Universal Constructors, Inc. PO BOX 6008 Albuquerque, NM 87197 Custom Grading Inc. PO BOX 94088 Albuquerque, NM 87199-4088 Armour Pavement Inc. 10306 Second St NW Albuquerque, NM 87114 Mountain States Constructors, Inc. 3601 Pan American FRWY #111 Albuquerque, NM 87107 Star Paving Compmany 3109 Love Rd SW Albuquerque, NM 87121 AUI, Inc. PO BOX 9825 Albuquerque, NM 87119-9825 Mesa Verde Enterprises PO BOX 907 Alamogordo NM 88311	In-State	No	Monzano Expressway Pavement Rehabilitation
IFB #VCB-FY16-025	Water Storage Tank & Pump Tome Adelino FD	File Construction	\$203,500.00	\$0	File Construction 119 Industrial Ave NE, Albuquerque, NM 87107 SDV Construction INC, 8912 Adams St NE, Albuquerque, NM 87113	In-State	N	Water Storage Tank & Pump
IFB # VCB-FY16-022	Professional Veterinarian Services	CANCELLED NO BIDS	\$0	\$0			N	
IFB #VCB-FY16-020	Tome-Adelino Fire Dept. Water Storage Tank And Pump	Cancelled do to budget limitastions	0	\$0	SDV Construction INC, 8912 Adams St NE, Albuquerque, NM 87113	In-State	N	Water Storage Tank & Pump

COMPLIANCE SECTION

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Mr. Timothy Keller
New Mexico State Auditor
The Board of Valencia County Commissioners
Valencia County
Los Lunas, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds of Valencia County (the "County"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and the combining and individual funds and related budgetary comparisons of the County, presented as supplementary information, and have issued our report thereon dated October 31, 2016.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did not identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses, that we consider significant deficiencies, as listed in the schedule of findings and responses as 2016-002, and 2011-004.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Responses as items 2016-001, and 2010-004.

Management's Responses to Findings

Management's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. Management's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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



Albuquerque, New Mexico
October 31, 2016

OTHER DISCLOSURES

**STATE OF NEW MEXICO
VALENCIA COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2016**

FINANCIAL STATEMENT FINDINGS

**2011-004 Cash Disbursements Transaction Cycle Control Deficiencies (Significant Deficiency)
Repeated and Modified**

CONDITION: 13 Out of 40 items sampled for cash disbursements testing, a total of 13 transactions aggregating \$10,374 did not contain required support documentation, or proper approval for the disbursement.

The County continues to have challenges resolving this finding and it does not appear that it has been rectified in the current year.

CRITERIA: 6-5-2C NMSA 1978 states that an entity shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters.

CAUSE: Controls over cash disbursements were not adequate to prevent these exceptions.

EFFECT: The County was not in compliance with controls over disbursements in accordance with aforementioned statute.

RECOMMENDATION: We recommend that management continue to refine the processes required to maintain compliance with statutory requirements.

COUNTY RESPONSE: Modifications to Valencia County's Budget and Accounting Manual were made in June 2016 that would reduce the occurrence of cash disbursements for recurring and contractually obligated disbursements from lacking previously required support documentation. The Finance Department will continue to request training to departments by the purchasing agent to ensure understanding and compliance with local and state requirements and the necessity of supporting documents and proper authorization.

RESPONSIBLE PARTY / TIMELINE: County Manager, Finance Director and Purchasing Agent will be responsible for ensuring proper supporting documents are produced and that policy is adhered to and enforced. This will be done immediately and continually throughout the fiscal year.

**STATE OF NEW MEXICO
VALENCIA COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2016**

FINANCIAL STATEMENT FINDINGS (CONTINUED)

2016-002 – Accounts Payable (Significant Deficiency)

CONDITION: The County had 10 disbursements subsequent to year end totaling \$348,985 that were not included in the accounts payable balance, but the services/goods were received prior to fiscal year end therefore should have been included.

CRITERIA: 6-5-2C NMSA 1978 states that an entity shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters.

EFFECT: The County did not have appropriate internal controls over subsequent disbursements resulting in the accounts payable balances being materially misstated at fiscal year-end.

CAUSE: The County does not have a process in place to timely research checks outstanding more than a year old to determine whether the check represents a valid outstanding obligation of the County.

RECOMMENDATION: We recommend that management continue to refine the processes required to maintain compliance with statutory requirements.

COUNTY RESPONSE: The finance department made an effort to automatically accrue transactions in the accounting software for the first time without the finance staff having a complete understanding of the date posting requirements in the software and the effect the different date requirements had on the general ledger postings. During the audit of accrued payables the misstatement was identified and necessary action was taken to properly identify the transactions and provide a restatement of accounts payable for financials. In future fiscal years more comprehensive training will be provided to help all finance staff have a better understanding of accrual transactions. The process for documenting accruals will be evaluated and modified as necessary to ensure the most accurate reporting.

RESPONSIBLE PARTY / TIMELINE: The Finance Director will be responsible for evaluating and modifying the accrual process prior to the end of the third quarter. This will be communicated to all staff in the finance department. The Finance Director will, throughout the fiscal year, look for professional training opportunities that will benefit the staff in the Finance Department to provide a more in depth understanding of modifying the cash basis of accounting at fiscal year-end.

**STATE OF NEW MEXICO
VALENCIA COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2016**

OTHER MATTERS REQUIRED TO BE COMMUNICATED

2016-001 – Stale Dated Checks (Other Matters and Non-Compliance)

CONDITION: The County had 515 checks outstanding more than three years after the obligation occurred in the amount of \$28,216.

CRITERIA: The Uniform Unclaimed Property Act, (Sections 7-8A-1 through 7-8A-31 NMSA 1978), requires any entity in possession of property that has been unclaimed or abandoned to report the unclaimed property to the State of New Mexico. Presumptions of abandonment, states that "property is presumed abandoned if it is unclaimed by the apparent owner during the time set forth below for the particular property:" Section 7-8A-2(6) - "money or credits owned to a customer as a result of a retail business transaction, three years after the obligation occurred;" Section 7-8A-2(12) - "wages or other compensation for personnel services, one year after the compensation becomes payable."

EFFECT: Additional County staff time and resources are needed to research the outstanding checks, and to resolve errors or other problems that might be associated with them.

CAUSE: The County was not in compliance with controls over disbursements in accordance with aforementioned statute.

RECOMMENDATION: We recommend that checks and other un-cleared reconciling items that are over one year for payroll and inmate trust checks, or three years old for accounts payable checks, be investigated and removed from the bank reconciliation as required. Research should be done periodically to eliminate large numbers of old items being carried from month to month. Any checks that meet the criteria of abandoned property should be escheated to the state as required by the Uniform Unclaimed Property Act.

COUNTY RESPONSE: The finance department had begun working on the notification several fiscal years ago. Because of changes in personnel and the undertaking of other critical projects the completion of notification was stalled. The finance department has begun working on completing the requirements of the Uniform Unclaimed Property Act.

RESPONSIBLE PARTY / TIMELINE: The Senior Accountant will be primarily responsible for completing these requirements and notification to the apparent owners of the unclaimed property will be sent by the end of calendar year 2016. This process will be repeated in the fourth quarter of each fiscal year to ensure compliance with the reporting requirement of November 1 for all future years.

**STATE OF NEW MEXICO
 VALENCIA COUNTY
 SCHEDULE OF FINDINGS AND RESPONSES
 JUNE 30, 2016**

OTHER MATTERS REQUIRED TO BE COMMUNICATED (CONTINUED)

2010-004 – Expenditures in Excess of Budget (Other Matters and Noncompliance) – Revised and Repeated

CONDITION: The County over expended its budget at the fund level in the following funds:

<u>Fund</u>	<u>Excess of Expenditures over Appropriations</u>
Other Debt Service (400)	(65,307)
Total Excess of Expenditures over Appropriations	\$ <u><u>(65,307)</u></u>

The County is making progress as the number of funds over budget continues to decrease.

CRITERIA: Pursuant to NMSA 1978 Article 6-6-11, yearly expenditures are limited to income.

EFFECT: As a result, the County is not in compliance with New Mexico law, and the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to absorb over-expenditures.

CAUSE: Management did not properly budget and monitor these funds for compliance with the budget requirements.

RECOMMENDATION: We recommend that the County monitor its budget closely and prepare budget adjustments as necessary.

COUNTY RESPONSE: These debt service payments are intercepted by NMFA and the expenses and revenues are booked to the general ledger through a reconciliation process. That process has proved to be inefficient based on documented discrepancies including this finding. The process for booking these transactions has been done in the Treasurer’s Office and is now being done as a collaborative effort between the Treasurer’s bookkeepers and the Finance department.

RESPONSIBLE PARTY / TIMELINE: The Senior Account will be primarily responsible for the verification and approval of the reconciling entries for these debt service accounts. This process has already begun and will continue for future months and fiscal periods.

**STATE OF NEW MEXICO
VALENCIA COUNTY
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
JUNE 30, 2016**

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding #	Finding	Status
2011-004	Cash Disbursements Transaction Cycle Control Deficiencies	Repeated/modified
2015-001	Capital Asset Records	Resolved
2015-002	Public Monies not deposited timely	Resolved
2010-004	Expenditures in Excess of Budget	Repeated

**STATE OF NEW MEXICO
VALENCIA COUNTY
EXIT CONFERENCE
JUNE 30, 2016**

Exit Conference

An exit conference was conducted on October 26, 2016 in closed session, in accordance with New Mexico statutes, with the following individuals:

Valencia County

Alicia Aguilar, Commissioner
David Hyder, Commissioner
Danny Monette, County Manager
Adren Nance, County Attorney
Dorothy Lovato, County Treasurer
Kendra Kaneshiro, Bookkeeper
Jill Gaines, Bookkeeper
Christina Card, Finance Director
Nanette Sanchez, Accounts Payable Specialist
Monica Gonzales, Payroll Specialist
Lisa Storey, Senior Accountant
Peggy Carabajal, County Clerk
Aurora D. Chavez, Chief Deputy Clerk

Axiom Certified Public Accountants and Business Advisors, LLC

Chris Garner, CPA, Partner

Auditor Prepared Financial Statements

Axiom Certified Public Accountants and Business Advisors, LLC prepared the GAAP-basis financial statements, related footnotes and supporting schedules from the original books and records provided to them by the management of the County. The responsibility for the financial statements remains with the County.