



HINKLE + LANDERS

Certified Public Accountants + Business Consultants

VILLAGE OF CORRALES

INDEPENDENT AUDITOR'S REPORT AND FINANCIAL STATEMENTS

For the Year Ended June 30, 2015

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
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**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Official Roster
For The Year Ended June 30, 2015**

Mayor and Council Members

Scott Kominiak	Mayor
John Alsobrook	Councilor
Patricia S. Clauser	Councilor
Ennio Garcia-Miera	Councilor
Jim Fahey	Councilor
Philip Gasteyer	Councilor
Hoyt Hart	Councilor

Administrative Officials

John Avila	Village Administrator
Terri Gray	Finance Officer

INDEPENDENT AUDITOR'S REPORT

Mr. Tim Keller,
New Mexico State Auditor and
Scott Kominiak, Mayor,
Village Council of
Village of Corrales

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 comparison of the general fund and major special revenue funds of the Village of Corrales (the Village) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the Village's nonmajor governmental funds, and the budgetary comparisons of the major capital project funds and the nonmajor governmental 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, 2015 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 Village as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparison 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 Village as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparisons for the capital project funds and all nonmajor governmental funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 17 to the financial statements, the beginning 2015 net position has been restated due to the implementation of GASB 68. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by the missing information.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the Village's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The *other schedules, listed as 'other supplemental information (unaudited)' in the table of contents, required by 2.2.2. NMAC*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The "*other supplemental information (unaudited)*" as listed in the table of contents, is the responsibility of management and has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, and we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2015 on our consideration of the Village'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 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 Village's internal control over financial reporting and compliance.



Hinkle + Landers PC
Albuquerque, New Mexico
December 7, 2015

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Statement of Net Position
As of June 30, 2015**

	Governmental Activities
Assets	
Current assets	
Cash and cash equivalents	\$ 7,047,726
Receivables (net of allowance for uncollectibles)	<u>232,157</u>
Total current assets	<u>7,279,883</u>
Noncurrent assets	
Restricted cash	57,204
Capital assets not being depreciated	6,615,580
Capital assets being depreciated, net	<u>14,248,909</u>
Total noncurrent assets	<u>20,921,693</u>
Deferred outflows of resources	
Pension deferral	<u>204,551</u>
Total deferred outflows of resources	<u>204,551</u>
Total assets and deferred outflows of resources	\$ <u><u>28,406,127</u></u>
Liabilities	
Current liabilities	
Accounts payable	\$ 75,822
Accrued payroll liabilities	136,828
Compensated absences	78,638
Current portion of long-term debt	<u>370,181</u>
Total current liabilities	<u>661,469</u>
Noncurrent liabilities	
Bonds and notes less current portion	4,302,672
Net pension liability	<u>1,627,386</u>
Total noncurrent liabilities	<u>5,930,058</u>
Total liabilities	<u>6,591,527</u>
Deferred inflows of resources	
Pension deferral	<u>524,960</u>
Total deferred inflows of resources	<u>524,960</u>
Net position	
Net investment in capital assets	16,191,636
Restricted for capital projects	470,835
Restricted for debt services	1,135,312
Restricted for other purposes	1,330,616
Unrestricted	<u>2,161,241</u>
Total net position	<u>21,289,640</u>
Total liabilities, deferred inflows of resources, and net position	\$ <u><u>28,406,127</u></u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Statement of Activities
For the Year Ended June 30, 2015**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Change in Net Position</u>
			<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Primary government					
Governmental activities:					
General government	\$ 1,900,472	154,772	1,473,244	-	(272,456)
Public safety	2,072,482	97	749,941	-	(1,322,444)
Public works	1,008,239	5,192	958,661	-	(44,386)
Culture and recreation	767,125	-	261,491	-	(505,634)
Total governmental activities	\$ <u>5,748,318</u>	<u>160,061</u>	<u>3,443,337</u>	<u>-</u>	<u>(2,144,920)</u>

General Revenues and Special Items

Taxes	
Gross receipts	1,313,954
Property	1,682,968
Franchise	307,769
State shared	1,245,087
Lodger's	4,867
Licenses and permits	242,437
Fines and forfeitures	108,234
Investment income	3,206
Gain/(loss) on disposition of assets	(150,026)
Miscellaneous	106,813
Total general revenues	<u>4,865,309</u>
Change in net position	2,720,389
Net position, beginning	20,585,801
Restatement	(2,016,550)
Net position, beginning restated	<u>18,569,251</u>
Net position, ending	\$ <u>21,289,640</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Balance Sheet - Governmental Funds
As of June 30, 2015**

	Major Funds				Total Governmental Funds
	General Fund	Capital Project Funds 313 Waste Water Project	Debt Service 328 Capital Bonding	Nonmajor Governmental Funds	
Assets					
Cash and investments	\$ 4,005,976	270,020	906,676	1,865,054	7,047,726
Accounts receivable (net of allowance for uncollectibles)	149,599	1	-	82,557	232,157
Due from other funds	249,558	191,742	-	120,776	562,076
Cash - restricted	-	-	-	57,204	57,204
Total assets	<u>\$ 4,405,133</u>	<u>461,763</u>	<u>906,676</u>	<u>2,125,591</u>	<u>7,899,163</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Accounts payable	69,105	-	-	6,717	75,822
Accrued liabilities	136,828	-	-	-	136,828
Due to other funds	20,000	416,241	-	125,835	562,076
Total liabilities	<u>225,933</u>	<u>416,241</u>	<u>-</u>	<u>132,552</u>	<u>774,726</u>
Deferred inflows of resources					
Unavailable revenue-property taxes	<u>57,352</u>	<u>-</u>	<u>-</u>	<u>8,474</u>	<u>65,826</u>
Fund balances					
Restricted for:					
Special revenue	-	-	-	1,330,616	1,330,616
Capital projects	-	45,522	-	425,313	470,835
Debt service	-	-	906,676	228,636	1,135,312
Unassigned-petty cash	250	-	-	-	250
Unassigned	<u>4,121,598</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,121,598</u>
Total fund balances	4,121,848	45,522	906,676	1,984,565	7,058,611
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,405,133</u>	<u>461,763</u>	<u>906,676</u>	<u>2,125,591</u>	<u>7,899,163</u>

The accompanying notes are integral to these financial statements

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Reconciliation of the Balance Sheet to the Statement of Net Position
As of June 30, 2015

Total fund balances for governmental funds	\$	7,058,611
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:		
Government capital assets	34,023,919	
Accumulated depreciation	<u>(13,159,430)</u>	20,864,489
Long term liabilities, including loans payable, are not due and payable in the current period and therefore are not reported in the funds.		
Bonds and loan payable - current	(370,181)	
Bonds and notes - long term	(4,302,672)	
Compensated absences	(78,638)	
Net pension related deferrals and liability	<u>68,755</u>	(4,682,736)
A portion of property taxes receivable are not available to pay for current period expenditures and, therefore, are deferred in the funds.		<u>65,826</u>
Restatement - net pension liability		<u>(2,016,550)</u>
Net position of governmental activities	\$	<u><u>21,289,640</u></u>

The accompanying notes are integral to these financial statements

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2015

	Major Funds				
	General Fund	Capital Project Fund 313 Waste Water Project	Debt Service 328 Capital Bonding	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Taxes:					
Gross receipts	\$ 1,313,954	-	-	-	1,313,954
Property	1,498,908	-	-	210,599	1,709,507
Franchise	307,769	-	-	-	307,769
State shared	1,239,919	-	-	5,168	1,245,087
Lodgers'	-	-	-	4,867	4,867
Licenses and permits	242,437	-	-	-	242,437
Intergovernmental:					
Federal grants	-	-	-	884,904	884,904
State grants	1,569,244	42,539	-	946,650	2,558,433
Charges for services	154,772	-	-	5,289	160,061
Fines and forfeitures	61,364	-	-	46,870	108,234
Investment income	1,455	-	522	1,229	3,206
Miscellaneous	16,149	-	-	90,664	106,813
Total revenues	<u>6,405,971</u>	<u>42,539</u>	<u>522</u>	<u>2,196,240</u>	<u>8,645,272</u>
Expenditures					
Current:					
General government	1,381,425	-	-	17,095	1,398,520
Public safety	1,580,037	-	-	219,334	1,799,371
Public works	502,215	5,779	-	161,587	669,581
Culture and recreation	511,435	-	-	168,294	679,729
Debt service:					
Principal retirement	-	-	130,000	229,475	359,475
Interest	-	-	109,293	67,321	176,614
Capital outlay	452,644	50,174	-	1,252,957	1,755,775
Total expenditures	<u>4,427,756</u>	<u>55,953</u>	<u>239,293</u>	<u>2,116,063</u>	<u>6,839,065</u>
Excess (deficiency) of revenues over (under) expenditures	1,978,215	(13,414)	(238,771)	80,177	1,806,207
Other financing sources (uses)					
Transfers in	60,000	-	-	252,755	312,755
Transfers (out)	(197,745)	-	(32,255)	(82,755)	(312,755)
Bond issue costs	-	-	-	-	-
Loan proceeds	-	-	-	-	-
Total other financing sources (uses)	<u>(137,745)</u>	<u>-</u>	<u>(32,255)</u>	<u>170,000</u>	<u>-</u>
Net change in fund balances	1,840,470	(13,414)	(271,026)	250,177	1,806,207
Fund balance, beginning of year	2,281,378	58,936	1,177,702	1,734,388	5,252,404
Fund balances, end of year	<u>\$ 4,121,848</u>	<u>45,522</u>	<u>906,676</u>	<u>1,984,565</u>	<u>7,058,611</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2015**

Net change in fund balances - total governmental funds \$ 1,806,207

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets are allocated over their estimated useful lives and are reported as depreciation expense. This is the amount by which capital outlay exceeded the depreciation expense.

Capital outlay	1,755,425	
Loss on disposal of capital assets	(150,026)	
Depreciation expense	<u>(1,092,445)</u>	
		512,954

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however, has any effect on net position.

Principal retirements	<u>359,475</u>	
		359,475

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Net change in compensated absences		(464)
Pension expense		68,755

Under the modified accrual basis of accounting used in the governmental funds, revenue is recognized when available to provide financing resources for the current period. In the statement of activities; however, which is presented on the accrual basis, revenues and related receivables are reported regardless of when financial resources are available. This adjustment combines the net changes of balances.

		(26,539)
Rounding		<u>1</u>
Change in net position of governmental activities	\$	<u><u>2,720,389</u></u>

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Statement of Revenue, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Taxes:				
Gross receipts	\$ 1,166,333	1,166,333	1,313,953	147,620
Property	1,420,034	1,420,034	1,498,908	78,874
Franchise	285,000	285,000	307,769	22,769
State-shared	1,094,987	1,094,987	1,239,918	144,931
Licenses and permits	202,500	202,500	242,437	39,937
Federal grants	-	37,500	-	(37,500)
State grants	372,937	1,581,967	1,569,244	(12,723)
Charges for services	128,500	128,500	148,022	19,522
Fines and forfeitures	50,000	50,000	61,364	11,364
Interest on investments	1,000	1,000	1,455	455
Miscellaneous	23,500	43,369	16,150	(27,219)
Total revenues	\$ 4,744,791	6,011,190	6,399,220	388,030
Expenditures				
Current				
General government	1,408,311	2,958,861	1,370,910	1,587,951
Public safety	1,848,364	1,904,844	1,579,241	325,603
Culture and recreation	457,443	522,900	511,435	11,465
Public works	553,874	682,894	502,213	180,681
Capital outlay	6,500	513,299	463,158	50,141
Total expenditures	4,274,492	6,582,798	4,426,957	2,155,841
Revenues over/(under) expenditures before other financing sources/(uses)	470,299	(571,608)	1,972,263	2,543,871
Other financing sources (uses):				
Transfers in	60,000	60,000	60,000	-
Transfers (out)	(472,267)	653,190	(197,745)	(850,935)
Total other financing sources (uses)	(412,267)	713,190	(137,745)	(850,935)
Net change in fund balance	\$ 58,032	141,582	1,834,518	
Prior year cash balance	\$ 2,180,836	2,180,836	2,180,836	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 1,834,518
To adjust applicable revenue accruals and deferrals	6,751
To adjust applicable expenditure accruals	(799)
Change in fund balance (GAAP basis)	\$ 1,840,470

The accompanying notes are integral to these financial statements

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Statement of Fiduciary Assets and Liabilities
Agency Fund
For the Year Ended June 30, 2015

Assets	
Cash	\$ _____ -
Total assets	_____ -
	=====
Liabilities	
Deposits payable	_____ -
Total liabilities	\$ _____ -
	=====

The accompanying notes are integral to these financial statements

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Notes to the Financial Statements
For the Year Ended June 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Village of Corrales (Village) was incorporated under the provisions of the Municipal Code of the State of New Mexico (Sec. 14-2-1 et-Seq. 1971 Comp). The Village operates under a mayor-council form of government. There are 6 council members plus the mayor, all of whom are elected at large.

This summary of significant accounting policies of the Village is presented to assist in the understanding of the Village's financial statements. The financial statements and notes are the representation of the Village's management who is responsible for their integrity and objectivity. The financial statements of the Village 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 more significant of the government's accounting policies are described below.

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth in GAAP.

The basis (but not the only) criteria 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, or whether the activity is conducted within the geographic boundaries of the government and is generally available to 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. Based upon the application of these criteria, the Village has no component units.

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. The effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenue* includes 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 revenue are reported instead as *general revenue*.

The financial transactions of the Village are reported in individual funds in the fund financial

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Notes to the Financial Statements
For the Year Ended June 30, 2015

statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as non-major funds.

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 revenue in the year for which they are levied. Sales, franchise, lodgers, gas, cigarette and other similar taxes are recognized when the underlying exchange transaction takes place. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue to be available if 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.

Revenues, expenses, gains, losses, assets, deferred outflows, liabilities, deferred inflows, resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes, franchise taxes, sales taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has no business-type activities and has three major governmental funds. The Village reports the following major governmental funds:

- *General Fund*—This is the primary operating fund of the Village. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- *Waste Water Project (Capital Projects Fund)*—This fund accounts for the grant and loan funds used for the construction of the sewer system in the Village.
- *Capital Bonding (Debt Service Fund)*— to account for monies for payment of principal and interest related to capital bond.

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VILLAGE OF CORRALES
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For the Year Ended June 30, 2015

Additionally, the Village reports the following fund type:

- *Fiduciary fund* – This fund accounts for resources held for others in a custodial capacity by the Village in an Agency Fund. The Village’s Agency Fund holds bond monies on behalf of the Administrative Office of the Courts and the Judicial Education Center.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the Village’s policy to use restricted resources first, then unrestricted resources—committed, assigned, and unassigned—in this order as needed.

Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, certificates of deposit and investments with a maturity date within three months of the date acquired by the Village.

Capital Assets

Capital assets, which include property, plant, equipment, and improvements, are reported in the government-wide financial statements. The Village defines capital assets as assets with an initial, individual cost of more than \$5,000 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. Donated capital assets are recorded at estimated fair market value at the date of donation. Infrastructure, consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, are recorded at historical cost.

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For depreciation purposes, the Village has identified the following classes of assets and estimated useful lives. The straight-line method is used for depreciation.

<u>Categories</u>	<u>Estimated Useful Lives</u>
Buildings and building improvements	40 years
Land improvements	20 yeas
Infrastructure	20 years
Equipment and machinery	3-20 years
Fire protection equipment	15 years
Furniture and fixtures	15 years
Vehicles	5-10 years
Software	3 years
Library books	5 years

Receivables

Accounts receivable at consist of receivables from grantors and various taxes and other receivables.

Compensated Absences

Compensated absences are accrued in the statement of net position. As of June 30, 2015, those liabilities were approximately \$72,173.

The maximum number of accrued annual vacation hours, which may be carried forward to any new calendar year is 160 hours.

Employees may receive one day's pay for each three days of sick leave when accrued sick leave is in excess of 240 hours. An employee who has accumulated over 240 hours of sick leave may choose each year in December or at times designated by the Village Administrator to receive payment for sick leave hours in excess of 240 hours at a rate of one day's pay for two days' sick leave. All other sick leave is to be forfeited upon termination of the employee. Upon termination, separation or dismissal, the employee shall be paid all accrued annual vacation leave at the pay rate last held.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In accordance with U.S. GAAP, an accrual for compensated absences is reflected in the accompanying financial statements. Accumulation of vacation leave has been recorded as a liability in the basic financial statements.

Long-term Obligations

The long-term obligations are reported in the government-wide financial statements as long-term debt if it is due in more than one year. In the fund level financial statements, long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund.

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Fund Balance

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form such as prepaid items or inventories; or (b) are legally or contractually required to be maintained intact.

The spendable portion of fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned:

- **Restricted Fund Balance**
This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed Fund Balance**
These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the Village Council – the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Village Council removes the specified use restriction by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
- **Assigned Fund Balance**
This classification reflects the amounts constrained by the Village’s “intent” to be used for specific purposes, but are neither restricted nor committed. The Village Council has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the general fund, that are not classified as nonspendable and are neither restricted nor committed.
- **Unassigned Fund Balance**
This fund balance is the residual classification for the general fund. It is also used to report negative fund balances in other governmental funds.

Net Position

Net position represents the difference between assets, deferred outflows, liabilities, and deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors or regulations of other governments. When both restricted and unrestricted net position is available for expenses, unrestricted funds are applied first.

Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, deferred inflows and disclosures of

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Notes to the Financial Statements
For the Year Ended June 30, 2015**

contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or the balance sheet for governmental funds will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, Deferred Outflows of Resources, represents a consumption of net position/fund balance that applies to a future period and so will not be recognized as an expense or expenditure until then. The Village has the following deferred outflows of resources during fiscal year 2015, on the government-wide financials, related to the recording of the net pension liability:

<u>Deferred Outflows of Resources - GW</u>	
Pension deferrals	\$ <u>204,551</u>
Total deferred outflows of resources	\$ <u><u>204,551</u></u>

In addition to liabilities, the statement of net position and/or the balance sheet for the governmental funds will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, Deferred Inflows of Resources, represents an acquisition of net position/fund balance that applied to a future period and so will not be recognized until then. The Village has the following deferred inflows of resources during fiscal year 2015 on the fund financials, related to property tax receivables that were not available to the Village in 60 days after year-end:

<u>Deferred Inflows of Resources - Fund Financials</u>	
Property tax revenue	\$ <u>65,826</u>
Total deferred inflows of resources	\$ <u><u>65,826</u></u>

The Village has the following deferred inflows of resources during fiscal year 2015 on the government-wide financials, related to the recording of the net pension liability:

<u>Deferred Inflows of Resources - GW</u>	
Pension deferrals	\$ <u>524,960</u>
Total deferred inflows of resources	\$ <u><u>524,960</u></u>

Budgets and Budgetary Accounting

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

1. Prior to June 1, the Village Governing Body adopts a proposed operating budget for the fiscal year commencing July 1. The operating budgets include proposed expenditures and the means of financing them based on previous years' history. The budget is legally enacted through passage of an ordinance.

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2. The Village Finance Officer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any funds must be approved by the Village Council and New Mexico Department of Finance, Division of Local Governments. The original budget that was adopted in July was amended during the fiscal year in a legally permissible manner.
3. Formal budgetary integration is employed as a management control device during the year for the general fund and special revenue funds.
4. Encumbrances are not reported in the budgets or financial statements.
5. The level of classifications detail in which expenditures or expenses may not legally exceed appropriations for each budget in fund total, which may include budgeted cash, and investments as reserves. Appropriations usually lapse at year-end unless intended for multi-year use.
6. The Village adopts budgets for each individual fund.
7. DFA render their final budget approval no later than September 1 of the budget year in question.
8. During the course of the fiscal year, the Village prepares monthly budget reports. Under New Mexico State law, each year's budget appropriation legally lapses at year-end.
9. *Budgetary Compliance* – Budgetary control is required to be maintained at the individual fund level.
10. Actual fund revenues may be either over or under the budgeted amounts; however, the variance is required to be reasonable, particularly in the case of over-budgeted revenues. Major over-budgeted revenues require a budget amendment as soon as the extent of the shortage is reasonably ascertainable.
11. *Budget Amendments*–Budget increases and decreases can only be accomplished by Council resolution, followed by DFA approval. Similarly, budget transfers must follow the same procedure.
12. *Budgetary Basis* – State law prescribes that the Village's budget be prepared on the basis of cash receipts and cash expenditures. Therefore, budgetary comparisons shown in exhibits are prepared on a cash basis to compare actual revenues and expenditures with a cash basis budget as amended.
13. The accompanying Statements of Revenue, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.
14. Since accounting principles applied for purposes of developing data on a 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 excess

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(deficiency) of revenues and other sources of financial resources for the year ended June 30, is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

NOTE 2 – EVALUATION OF SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the statement of net position date but before the financial statements are issued. The Village recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the statement of net position, including the estimates inherent in the process of preparing the financial statements. The Village's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the statement of net position but arose after the statement of net position date and before financial statements are available to be issued. The Village has evaluated subsequent events through December 7, 2015, which is the date the financial statements were available to be issued.

NOTE 3 – CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Village invests its funds in accordance with state statutes which require that financial institutions pledge collateral consisting of approved federal or state securities whose market value is equal to at least 50% of the deposits in excess of FDIC insurance coverage. In accordance with state statutes, the Village may have deposits only in financial institutions, federal direct obligations, or the New Mexico State Treasurer's Local Government Investment Pool.

Wells Fargo Bank	Type	Per Bank 2015	Deposits In Transit	Outstanding Checks	Per Books 2015
General	Checking	\$ 4,681,063	458,886	(155,250)	4,984,699
Payroll	Checking	-	1,259	(1,918)	(659)
Farmland	Checking	203,634	-	(185,581)	18,053
Impact fee	Checking	75,441	-	(24,506)	50,935
Bosque	Checking	44,474	-	-	44,474
Court Bond	Checking	1	-	(1)	-
Savings	Savings	656,423	57,387	-	713,810
Total cash in banks		\$ 5,661,036	517,532	(367,256)	5,811,312

Plus:

Cash on Hand	\$ 250
Funds Held by New Mexico Finance Authority	
Loan Funds	872,766
Loan reserve accounts	74,068
Loan debt service accounts	12,123
State Treasurer's Office - Investment pool	334,411
Total cash and cash equivalents per books	<u>7,104,930</u>

As reported in the financial statements:

Cash	7,047,726
Restricted cash	57,204
Agency fund	-
Total cash and investments	<u>\$ 7,104,930</u>

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VILLAGE OF CORRALES
Notes to the Financial Statements
For the Year Ended June 30, 2015**

Pledged Collateral at Banks

	<u>Wells Fargo</u>
Deposits	\$ 5,661,036
Less FDIC Coverage	<u>(250,000)</u>
Total uninsured public funds	5,411,036
 Collateral pledged:	
Wells Fargo Bank, N.A.	
FG C03743, 2/1/42 CUSIP, 31292LEQ4	247,876
FG Q18149 5/1/43 CUSIP, 3132J9QB7	1,548,112
FN AH5616 2/1/26 CUSIP, 3138A7G28	1,016,633
FN AO6780 6/1/42 CUSIP, 3138LXRA9	241,963
FN AQ5345 12/1/42 CUSIP, 3138ML5F7	462,393
FN AT0229 6/1/43 CUSIP, 3138WMHF1	838,350
FN AT5895 6/1/43 CUSIP, 3138WTRR9	933,599
FN AU0924 7/1/43 CUSIP, 3138XoA24	108,052
FN MA1003 3/1/42 CUSIP, 3138ADH8	767,068
FN MA1574 9/1/43 CUSIP, 31416AXC7	941,308
FN AE4589 9/1/40 CUSIP, 31419FC38	<u>29,995</u>
Pledged collateral held by the pledging bank's trust department or agent, not in the Village's name	7,135,349
Collateral requirement (50% of uninsured funds)	2,705,518
Pledged collateral	<u>7,135,349</u>
Over (under) collateralized	<u>\$ 4,429,831</u>

Investments

The Village invests excess cash in the State Treasurer Local Government Investment Pool (LGIP). The Pool's investments are valued at fair value based on quoted market prices as of the valuation date. The New Mexico State Treasurer LGIP is not registered with the SEC. Section 6-10-10.1, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued or backed by the United States Government or by its departments or agencies and are either direct obligations of the United States Government or agencies sponsored by the United States Government. The LGIP investments are monitored by the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per 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 amounts were invested. Participation in the fund is voluntary. At , the Village had \$334,411 invested in the LGIP which is AAAM rated with an 48.6 day weighted average maturity to final and all funds in the reserve contingencies fund were reinvested, the reserve contingency fund is not rated and is considered a non-performing asset.

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Notes to the Financial Statements
For the Year Ended June 30, 2015**

NOTE 4 – CAPITAL OUTLAY APPROPRIATION

Capital Outlay appropriations are as follows:

<u>Capital Project Fund</u>	<u>Project Appropriation</u>	<u>Expenditures to Date</u>	<u>Unexpended</u>	<u>Appropriation Period</u>
Ella Road	\$ <u>280,000</u>	<u>227,329</u>	<u>52,671</u>	9/2012 to 6/2014, extended to 6/30/16

The term of the grants is contingent upon sufficient state appropriations and may be reverted prior to the expiration dates.

NOTE 5 – RECEIVABLES

Receivables as of June 30, 2015 for the Village's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Waste Water Project</u>	<u>Capital Bonding</u>	<u>Non- major</u>	<u>Total</u>
Receivables:					
Accounts	\$ -	-	-	444	444
Property taxes	97,315	-	-	13,739	111,054
Franchise taxes	38,360	-	-	-	38,360
Grants	7,407	1	-	68,374	75,782
Fines and fees	41,417	-	-	-	41,417
Business license	4,065	-	-	-	4,065
Gross receivables	<u>188,564</u>	<u>1</u>	<u>-</u>	<u>82,557</u>	<u>271,122</u>
Less: allowance for uncollectibles	<u>(38,965)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,965)</u>
Total accounts receivable, net	<u>\$ 149,599</u>	<u>1</u>	<u>-</u>	<u>82,557</u>	<u>232,157</u>

The receivables of the general, non-major, debt service, and capital project funds are composed primarily of earned taxes and federal and state revenues or reimbursements. These receivables are primarily from governmental agencies and an allowance for doubtful accounts is maintained only for those receivables deemed to be uncollectible.

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Notes to the Financial Statements
For the Year Ended June 30, 2015**

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the year ended, June 30, 2015 is as follows:

	<u>2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Relcass</u>	<u>2015</u>
Capital assets not being depreciated:					
Land	\$ 5,887,707	190,646	-	-	6,078,353
Water rights	230,621	-	-	-	230,621
Construction in progress	476,709	1,377,098	-	(1,547,201)	306,606
Total capital assets not being depreciated	<u>6,595,037</u>	<u>1,567,744</u>	<u>-</u>	<u>(1,547,201)</u>	<u>6,615,580</u>
Capital assets being depreciated:					
Buildings and building improvements	5,237,376	-	(166,971)	434,724	5,505,129
Equipment and machinery	1,517,073	45,833	(72,081)	-	1,490,825
Furniture and fixtures	1,031,699	-	(10,423)	-	1,021,276
Library books	207,058	-	(84,451)	-	122,607
Vehicles	2,154,948	141,848	-	-	2,296,796
Infrastructure	15,859,229	-	-	1,112,477	16,971,706
Total capital assets being depreciated	<u>26,007,383</u>	<u>187,681</u>	<u>(333,926)</u>	<u>1,547,201</u>	<u>27,408,339</u>
Less accumulated depreciation for					
Buildings and building improvements	(2,186,949)	(138,205)	30,473	-	(2,294,681)
Equipment and machinery	(1,199,261)	(73,741)	65,375	-	(1,207,627)
Furniture and fixtures	(724,151)	(32,158)	8,320	-	(747,989)
Library books	(127,475)	(24,521)	79,732	-	(72,264)
Vehicles	(1,415,007)	(155,004)	-	-	(1,570,011)
Infrastructure	(6,598,042)	(668,816)	-	-	(7,266,858)
Total accumulated depreciation	<u>(12,250,885)</u>	<u>(1,092,445)</u>	<u>183,900</u>	<u>-</u>	<u>(13,159,430)</u>
Total capital assets being depreciated, net	<u>13,756,498</u>	<u>(904,764)</u>	<u>(150,026)</u>	<u>1,547,201</u>	<u>14,248,909</u>
Capital assets, net	<u>\$ 20,351,535</u>	<u>662,980</u>	<u>(150,026)</u>	<u>-</u>	<u>20,864,489</u>

Depreciation was charged to functions/programs of the primary government for the year ended June 30, 2015 as follows:

Governmental Activities:	
General government	\$ 393,280
Public safety	273,111
Public works	338,658
Culture and recreation	87,396
Total	<u>\$ 1,092,445</u>

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Notes to the Financial Statements
For the Year Ended June 30, 2015**

NOTE 7 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The outstanding balances between funds results mainly from the time lags between the dates the (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The Interfund receivables and payables at June 30, 2015 were as follows:

	Due From Other Funds	Due to Other Funds
General Fund	\$ 249,558	20,000
WasteWater Project	191,742	416,241
Capital Bonding	-	-
Nonmajor Funds	120,776	125,835
Total	<u>\$ 562,076</u>	<u>562,076</u>

Transfers and payments within the reporting entity are substantially for the purpose of subsidizing operating functions. All transfers made during the year were considered routine and were consistent with the general characteristics of the Village's transfers. The following schedule details the net interfund transfers made by the Village during the year ended:

	Transfers In	Transfers Out
General Fund	\$ 60,000	197,745
WasteWater Project	-	-
Capital Bonding	-	32,255
Nonmajor Funds	252,755	82,755
Total	<u>\$ 312,755</u>	<u>312,755</u>

NOTE 8 – LONG-TERM DEBT

Long-term liability activity for the year ended was as follows:

	Beginning Balance	Additions	Reductions	Restatement	Ending Balance
General obligation bonds \$	4,155,000	-	(320,000)	-	3,835,000
Notes payable	877,328	-	(39,475)	-	837,853
Compensated absences	78,174	93,773	(93,309)	-	78,638
Net pension liability	-	150,970	(540,134)	2,016,550	1,627,386
Total	<u>\$ 5,110,502</u>	<u>244,743</u>	<u>(992,918)</u>	<u>2,016,550</u>	<u>6,378,877</u>

The general obligation bonds series 2005 were issued on August 31, 2004 for \$1,700,000. The interest rates range from 2.71% to 4.17%. Portions of the bonds will mature on August 1st of each year commencing August 1, 2006, and ending no later than August 1, 2018 in amounts to be determined by the Village. The semi-annual payments vary from \$31,440 to \$266,427 and are due on the 1st of August and February of each year.

On June 1, 2007, the Village borrowed \$1,035,000 from the New Mexico Finance Authority for

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Notes to the Financial Statements
For the Year Ended June 30, 2015

equipment and road improvements. The loan bears interest at 3.9606% and is payable in installment payments through May 2027. Pledged revenues for the payment of this loan are state-shared gross receipts taxes.

The general obligation bonds series 2008 were issued on August 31, 2008 for \$800,000. The interest rates range from 3.5% to 4.25%. Portions of the bonds will mature on August 1 of each year commencing on August 1, 2009, and ending no later than August 1, 2017 in amounts to be determined by the Village. The semi-annual payments vary from \$1,594 to \$214,609 and are due on the 1st of August and February of each year. The bonds are payable from ad valorem taxes levied on all taxable property within the Village.

On May 13, 2011, the Village borrowed \$993,178 from the New Mexico Finance Authority for designing, acquiring, improving, equipping and constructing various capital improvement projects, including but not limited to right-of-way and property acquisition, as well as costs associated with the design and construction of roadway infrastructure within the Village. The loan bears interest at 4.176% and is payable in installment payments beginning May 2013 continuing through May 2031. Revenues pledged for payment of this loan are from the distributions of state shared gross receipts tax revenue.

In 2013, the Village entered into an interim loan agreement with the New Mexico Environment Department (NMED). The loan of \$540,000 was approved by NMED to pay for the costs to plan, acquire and construct a wastewater facility, at the interest rate of 3% per annum during construction. This loan is part of a grant loan subsidy which is being funded from a federal grant to NMED from the Environmental Protection Agency.

The construction of the project is required to be completed in three years. The first annual installment on the loan will be due within one year of project completion and annually thereafter. Annual payments will be \$36,296 for 20 years. The Village has pledged the municipal environmental services gross receipts tax and the state-shared gross receipts tax as collected. Anticipated completion date of the project is during the fiscal year ending June 30, 2014.

Accrued compensated absences are generally liquidated by the General Fund. Notes payable have been liquidated within the fund in which their corresponding payments have been expensed. The bonds are liquidated within the debt service fund.

Annual debt service requirements for bonds and notes are as follows:

June 30,	Bonds		Notes	
	Principal	Interest	Principal	Interest
2016	\$ 330,000	131,176	40,181	33,506
2017	335,000	121,068	41,033	32,725
2018	345,000	110,459	42,047	31,711
2019	270,000	101,028	43,237	30,521
2020	145,000	94,293	44,590	29,168
2021-2025	800,000	403,213	248,992	119,797
2026-2030	945,000	256,050	307,396	61,394
2031-2035	665,000	56,490	70,377	3,378
Total	\$ <u>3,835,000</u>	<u>1,273,777</u>	<u>837,853</u>	<u>342,200</u>

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For the Year Ended June 30, 2015

NOTE 9 – DEFERRED COMPENSATION PLAN

The Village's 457 deferred compensation plan was established on July 1 1993. The 457 plan contribution from employees was \$40,324 for the year ended. The plan assets for the 457 plan are held at ICMA-RC Services, LLC.

NOTE 10 – RETIREMENT PLANS

Plan Description

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

Funding Policy

Plan members are required to contribute between 7% and 8% of their gross salary depending on classification. The Village is required to contribute between 7% and 11% of the gross covered salary depending on classification. The contribution requirements of plan members and the Village are established under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of legislature. The Village's contributions to PERA for the years ending, June 30, 2015, and were \$185,236, \$164,887, and \$137,313, respectively, which equal the amount of the required contributions for each fiscal year.

401(k) Plan

The Village started a 401(k) plan on July 1, 2005. The 401(k) plan is held at ICMA-RC Services, LLC. In 2007, an increase was allowed for the Village contribution (7%-9%) of the participant compensation. Employees can contribute up to 7% of their compensation to the 401(k) plan. The 401(k) contribution for the year ended was \$14,427, which consisted of \$7,428 for the Village and \$7,000 from employees. The employees who chose to continue participating in the 401(k) plan gave up the opportunity to participate in the PERA.

NOTE 11 – PENSION PLAN AND POST EMPLOYMENT BENEFITS

Summary of Significant Accounting Policies

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Mexico Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA, on 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.

General Information about the Pension Plan

Plan description. The Public Employees Retirement Fund (PERA Fund) is a **cost-sharing,**

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Notes to the Financial Statements
For the Year Ended June 30, 2015

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

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

Benefits provided. For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2014 available at http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366_Public_Employees_Retirement_Association_2014.pdf.

Contributions. The contribution requirements of defined benefit plan members and the Village are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY14 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on pages 29 through 31 of the PERA FY14 annual audit report at http://osanm.org/media/audits/366_Public_Employees_Retirement_Association_2014.pdf. The PERA coverage options that apply to the Village are: Municipal General Division, Municipal Police Division, and Municipal Fire Division. Statutorily required contributions to the pension plan from the Village were \$185,236 and employer paid member benefits that were “picked up” by the employer were \$0.00 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date June 30, 2014. The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred Inflows and Outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members. The Village’s proportion of the net pension liability

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for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2014. Only employer contributions for the pay period end dates that fell within the period of July 1, 2013 to June 30, 2014 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2014 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Division; Municipal General Division, at June 30, 2015, the Village reported a liability of \$610,044 for its proportionate share of the net pension liability. At June 30, 2014, the Village's proportion was 0.13 percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, the Village recognized PERA Fund Division; Municipal General Division pension expense of \$69,636.

At June 30, 2015, the Village reported PERA Fund Division; Municipal General Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

<u>Municipal General Division</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	-
Changes of assumptions	-	413
Net difference between projected and actual earnings on pension plan investments	-	238,637
Change in proportion and differences between the Village contributions and proportionate share of contributions	-	-
The Village contributions subsequent to the measurement date	<u>69,636</u>	-
Total	\$ <u>69,636</u>	<u>239,050</u>

\$76,511 reported as deferred outflows of resources related to pensions resulting from the Village contributions subsequent to the measurement date June 30, 2014 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

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Notes to the Financial Statements
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recognized in pension expense as follows:

Year Ended June 30:	Amount
2016	\$ 59,769
2017	59,769
2018	59,769
2019	59,741
2020	2
Thereafter	-
	239,050

For PERA Fund Division; Municipal Police Division, at June 30, 2015, the Village reported a liability of \$460,949 for its proportionate share of the net pension liability. At June 30, 2014, the Village's proportion was 0.14 percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, the Village recognized PERA Fund Division; Municipal Police Division pension expense of \$67,585. At June 30, 2015, the Village reported PERA Fund Division; Municipal Police Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

Municipal Police Division	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	-
Changes of assumptions	-	37,445
Net difference between projected and actual earnings on pension plan investments	-	171,401
Change in proportion and differences between the Village contributions and proportionate share of contributions	-	-
The Village contributions subsequent to the measurement date	67,585	-
Total	\$ 67,585	208,846

\$67,585 reported as deferred outflows of resources related to pensions resulting from the Village contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016.

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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:	Amount
2016	\$ 52,165
2017	52,165
2018	52,165
2019	52,165
2020	186
Thereafter	-
	208,846

For PERA Fund Division; Municipal Fire Division, at June 30, 2015, the Village reported a liability of \$556,393 for its proportionate share of the net pension liability. At June 30, 2014, the Village's proportion was 0.13 percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, the Village recognized PERA Fund Division; Municipal Fire Division pension expense of \$48,015. At June 30, 2015, the Village reported PERA Fund Division; Municipal Fire Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

Municipal Fire Division	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	-
Changes of assumptions	19,315	-
Net difference between projected and actual earnings on pension plan investments	-	77,064
Change in proportion and differences between the Village contributions and proportionate share of contributions	-	-
The Village contributions subsequent to the measurement date	48,015	-
Total	\$ 67,330	77,064

\$67,330 reported as deferred outflows of resources related to pensions resulting from the Village contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016.

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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		Amount
June 30:		
2016	\$	14,461
2017		14,461
2018		14,461
2019		14,366
2020		-
Thereafter		-
		57,749

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, 2013 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, 2014. These actuarial methods and assumptions were adopted by the Board for use in the June 30, 2014 actuarial valuation.

Actuarial valuation date	June 30, 2013
Actuarial cost method	Entry age normal
Amortization method	Level percentage of pay
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
Payroll growth	3.50% annual rate
Projected salary increases	3.50% to 14.25% annual rate
Includes inflation at	3.00% annual rate

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.

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Notes to the Financial Statements
For the Year Ended June 30, 2015

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:

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

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 Village'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 Village's net pension liability in each Page 7 PERA Fund Division that the Village participates in, under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

<u>PERA Fund Division - Municipal General Division</u>	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
The Village's proportionate share of the net pension liability	\$ 1,150,070	\$ 610,044	\$ 192,848

<u>PERA Fund Division - Municipal Police Division</u>	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
The Village's proportionate share of the net pension liability	\$ 879,030	\$ 460,949	\$ 148,773

<u>PERA Fund Division - Municipal Fire Division</u>	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
The Village's proportionate share of the net pension liability	\$ 786,142	\$ 556,393	\$ 386,945

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Notes to the Financial Statements
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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. Employers should disclose the amount of payables to the Plan with a description of what gave rise to the payable per GASBS 68, paragraphs 122 and 124.

NOTE 12 – NOTES TO REQUIRED PERA SUPPLEMENTARY INFORMATION

Changes of benefit terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY14 audit available at http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366_Public_Employees_Retirement_Association_2014.pdf.

Changes of assumptions. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2014 report is available at www.pera.state.nm.us/pdf/Investments/RetirementFundValuationReports/6-30-2014%20PERA%20Valuation%20Report%20FINAL.pdf. The summary of Key Findings for the PERA Fund (on page 2 of the report) states "based on a recent experience study for the five-year period ending June 30, 2013, the economic and demographic assumptions were updated for this valuation. The changes in assumptions resulted in a decrease of \$30.8 million to Fund liabilities and an increase of 0.13% to the funded ratio. For details about changes in the actuarial assumptions, see Appendix B on page 60 of the report.

NOTE 13 – RISK MANAGEMENT

The Village of Corrales is insured through the New Mexico Self Insurer's Fund. Coverage provided includes all-peril on buildings and contents; crime coverage; general liability; civil rights and personal injury; motor vehicle and fleet property damage and liability; and statutory workman's compensation coverage. The crime coverage portion of this insurance includes employee fidelity/faithful performance coverage up to \$50,000 each occurrence. Claims have not exceeded coverage in each of the past three years.

NOTE 14 – JOINT POWERS AGREEMENTS

A Joint Powers Agreement was entered into by and between the City of Rio Rancho, the County of Sandoval, the Town of Bernalillo, the Pueblo of Santa Ana and the Village of Corrales, as of July 1, 2003, to establish and provide a centralized enhanced 911 communication system and thereby improve public emergency medical service, fire, rescue and law enforcement services to their citizens. The term of the Agreement is indefinite unless terminated by any party upon delivery of a written notice. The City of Rio Rancho acts as the fiscal agent and is responsible for the operation and audit of its records. The Village shall pay a pro rata share of the approved total annual budget. The Village's pro rata share is 4.8946%. The Village is responsible for the maintenance of their own 911 equipment. The Village of Corrales contributed \$127,701 for the current year. Revenues and expenditures are reported to DFA.

A Joint Powers Agreement among the Village, Sandoval County, and the EMNRD for Wildland Fire Protection and Suppression was entered on April 2, 2013. There were payments of \$15,989 made under this agreement for the fiscal year ending. Revenues and expenditures are reported to DFA.

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Notes to the Financial Statements
For the Year Ended June 30, 2015**

A Joint Powers Agreement between the Village and the City of Rio Rancho to provide for a leg to the intersection of N.M.S.R 528 and Northern Boulevard, and other access improvements was entered into on June 25, 2010. The Village is responsible for all design, construction, acquisition, and funding.

A Joint Powers Agreement between the Village and the Southern Sandoval County Arroyo Flood Control Authority (SSCAFCA) for the design and construction of drainage improvements in the Salce Park area of the Village was entered into on October 4, 2010. Under the agreement, the Village is responsible for the design and construction of the drainage improvements, SSCAFCA will reimburse the Village for costs in an amount not to exceed \$400,000. The agreement is in effect until all projects have been completed and reimbursement has been made, or until two years from the effective date.

NOTE 15 – MEMORANDUM OF AGREEMENT

A Memorandum of Agreement between the Village and the County of Sandoval for the Comprehensive Community DWI Prevention Program was effective on May 6, 2011. The parties agree to combine funds and resources derived from any funding under the Comprehensive Community DWI Prevention Program with the common goal of reducing the frequency of alcohol-related traffic accidents.

A Memorandum of Agreement (MOA) between the Village and the New Mexico Department of Transportation was entered into on March 15, 2011. The MOA is to authorize and encumber \$25,000 in Safe Routes to School (SRTS) Phase 2 noninfrastructure funds for the Village to implement and develop a SRTS education and encouragement program.

NOTED 16 – COMMITMENTS AND CONTINGENCIES

The Village had no significant commitments outstanding as of June 30, 2015.

NOTED 17 – RESTATEMENTS

Restatements were made as followings:

<u>Fund Type</u>	<u>Purpose/Reason</u>	<u>Amount</u>
<u>Government-Wide Financial Statements</u>		
<u>Governmental Activities</u>		
	To record restatement due to GASB 68	
	implementation, and related net pension liability	\$ (2,016,550)
Total Governmental Activities		\$ <u>(2,016,550)</u>

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VILLAGE OF CORRALES
Nonmajor Governmental Funds
For the Year Ended June 30, 2015**

NONMAJOR SPECIAL REVENUE FUNDS

Local Government Corrections Fund – authorized by State Statute Chapter 35, Section 14-11, is used to account for the proceeds collected from a correction fee of \$10, charged to persons violating an ordinance relating to the operation of a motor vehicle. Expenditures are restricted to constructing, operating and maintaining a municipal jail or restricted for paying the costs of housing municipal prisoners in a county jail.

Court AOC – authorized by State Statute Chapter 34, Section 9-12, is used to account for municipal court automation funds to purchase, maintain and operate a court automation system in the Village's courts.

Emergency Medical Service (EMS) Fund – authorized by State Statute Chapter 178, Laws of 1978, is used to account for all rescue operations within the fire department. Financing is provided by a state grant and is subsidized by the General Fund.

FEMA 4168 Fund – accounts for funds for the FEMA 4168 funding.

FEMA 4152 Fund – accounts for funds for the FEMA 4152 funding.

Fire Wildlands Fund – accounts for reimbursement of funds received from State Forestry when the Village fire department deploys units to assist in fires in the State of New Mexico.

Fire Protection Fund – authorized by State Statute Chapter 48, Section 2, Laws of 1963, is used to account for the operations of the Fire Department. Financing is provided by the State Fire Allotment, emergency medical services, interest on investments and miscellaneous revenues.

Law Enforcement Protection Fund – authorized by State Statute Chapter 289, Laws of 1983, is used to account for the purchase of vehicles, radios, and equipment for the police department. Financing is provided by a grant from the State of New Mexico.

Traffic Safety Fund – used to account for the traffic safety fee collected under the New Mexico Uniform Traffic Ordinance, Section 12. The fees are expended for traffic safety related equipment.

Library Fund – authorized by State Statute Chapter 3, Section 1914, is used to account for money received from private and corporate foundations, individuals and other governments in an effort to implement beneficial cooperative projects for Bernalillo, Rio Rancho, and Corrales Libraries.

Lodger's Tax Fund – accounts for revenues and expenditures per the Lodgers' Tax Ordinance 500 of the Village. Funds are restricted to the economic development of the Village.

Economic Development – authorized by the Village Council for the Wine & Quilt Festival and Corrales Mainstreet.

Municipal Streets Fund – to account for a 1 cent gasoline tax which is used for repairing and the construction of roads. Also included in this fund is revenue from the State Department of Transportation under a municipal arterial project agreement. Authority 7-1-6.9 ANSD 7-1-6.27 NMSA 1978.

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VILLAGE OF CORRALES
Nonmajor Governmental Funds
For the Year Ended June 30, 2015**

Recreation Fund – authorized by State Statute (7-12-15) is used to account for operations and maintenance of the parks and other recreation type activities. Financing is provided by a cigarette tax, grants, interest on investments and miscellaneous revenues.

Safe Routes to School – to account for grants to create a master plan for safe routes to school for children.

Recycling Grant – authorized by NMSA 1978, Sections 74-13-17 and 74-13-19. This is a grant to abate illegal dumping sites, for processing, transporting and recycling of all recyclable materials and scrap tires.

Fire Donation – to account for donations received for fire purchases.

Keep New Mexico Beautiful – account for state funding to control litter in local governments and to establish a youth employment program to aid in litter control and beautification projects.

Police Special Fund – used to account for assets seized during Task Force investigations under applicable Federal Statutes pursuant to the Attorney General’s Guidelines of Seized and Forfeited Property, authorized by a Memorandum of Understanding with the Drug Enforcement Administration (DEA).

Mid-Rio Grande Valley – to account for the MOU with the MRGVTF for Federal funds used for narcotics investigations.

YCC Grant – used to account for grants to plan, design, establish, and manage a Youth Conservation Corps Project in accordance with the NMYCC Act.

Fire Protection – to account for state funding to support various fire related projects.

Public Safety Communication Equip Fund – to account for legislative funding to purchase various equipment related to public safety.

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Nonmajor Governmental Funds
For the Year Ended June 30, 2015**

NONMAJOR CAPITAL PROJECTS FUNDS

Far Northwest Sector – This fund accounts for the legislative appropriation and debt proceeds to be used to create a lighted access road from the Village to Rio Rancho at the intersection of Northern Blvd and Highway 528.

Farmland Preservation – to account for the funding received under the Cooperative Agreement authorized by the Commodity Credit Charter Act, 15 U.S.C. 714 et seq.; Title II, Subtitle F, Section 2503 of the Farm and Security and Rural Investment Act of 2002 (Public Law 107-171), and Title VII, Section 714 of the Agricultural, Rural Development, Food and Drug Administration, and related Agencies Appropriation Act of 2001 (Public Law 106-387). Funds are to be used to acquire agricultural conversion easements so that such areas are protected from conversion to nonagricultural uses.

Fire Truck Capital – an authorized fund by the Village of internal financing to acquire a new fire truck in September 2013 for the Village fire department.

Loma Larga – to account for legislative appropriations used to construct Loma Larga.

Residential Roads and Drainage – to account for the legislative appropriation to be used to create a lighted access road from the Village of Corrales to the City of Rio Rancho at the intersection of Northern Blvd and Highway 528.

Road Co-op – This fund accounts for state funding to do Co-op projects. Village will pay 25% and the state pays 75%. The Village's Council approves road projects to be completed for the fiscal year. Gasoline tax is reported in this fund to supplement the road projects.

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Nonmajor Governmental Funds
For the Year Ended June 30, 2015**

NONMAJOR DEBT SERVICE FUNDS

General Obligations – to accumulate monies for the payment of principal and interest on revenue bonds secured by pledges of revenues from property taxes.

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combining Balance Sheet
As of June 30, 2015**

	201	202	206	236	237	207	209	211
	<u>Correct-ions</u>	<u>Court AOC</u>	<u>EMS</u>	<u>FEMA 4148</u>	<u>FEMA 4152</u>	<u>Fire Wildlands</u>	<u>Fire Protection</u>	<u>Law Enforce- ment Protection Fund</u>
Assets								
Cash and investments	\$ 338,417	-	12,888	300,023	91,749	21,065	44,623	288
Receivables	-	3,895	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	8,098	40
Cash - restricted	-	-	-	-	-	-	-	-
Total assets	\$ <u>338,417</u>	<u>3,895</u>	<u>12,888</u>	<u>300,023</u>	<u>91,749</u>	<u>21,065</u>	<u>52,721</u>	<u>328</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances								
Liabilities								
Accounts payable	2,847	-	757	-	-	-	925	-
Accrued liabilities	-	-	-	-	-	-	-	-
Due to other funds	-	1,517	-	-	-	2,332	-	40
Total liabilities	2,847	1,517	757	-	-	2,332	925	40
Deferred inflows of resources								
Unavailable revenue-property taxes	-	-	-	-	-	-	-	-
Fund balances								
Nonspendable	-	-	-	-	-	-	-	-
Restricted for:								
Special revenue	335,570	2,378	12,131	300,023	91,749	18,733	51,796	288
Capital projects	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances	335,570	2,378	12,131	300,023	91,749	18,733	51,796	288
Total liabilities, deferred inflows of resources and fund balances	\$ <u>338,417</u>	<u>3,895</u>	<u>12,888</u>	<u>300,023</u>	<u>91,749</u>	<u>21,065</u>	<u>52,721</u>	<u>328</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combining Balance Sheet
As of June 30, 2015**

	212/235	213/302	214	215	216	217	220
	Traffic Safety	Library	Lodgers' Tax Refund	Economic Develop- ment	Municipal Street	Recreation	Safe Routes to School
Assets							
Cash and investments	\$ 18,145	51,656	4,875	18,161	5	3,270	7,762
Receivables	2,669	32,137	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Cash - restricted	-	-	-	-	-	-	-
Total assets	<u>\$ 20,814</u>	<u>83,793</u>	<u>4,875</u>	<u>18,161</u>	<u>5</u>	<u>3,270</u>	<u>7,762</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities							
Accounts payable	-	189	-	-	-	-	-
Accrued liabilities	-	-	-	-	-	-	-
Due to other funds	5,200	-	-	9,994	-	-	3,508
Total liabilities	<u>5,200</u>	<u>189</u>	<u>-</u>	<u>9,994</u>	<u>-</u>	<u>-</u>	<u>3,508</u>
Deferred inflows of resources							
Unavailable revenue-property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted for:							
Special revenue	15,614	83,604	4,875	8,167	5	3,270	4,254
Capital projects	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>15,614</u>	<u>83,604</u>	<u>4,875</u>	<u>8,167</u>	<u>5</u>	<u>3,270</u>	<u>4,254</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 20,814</u>	<u>83,793</u>	<u>4,875</u>	<u>18,161</u>	<u>5</u>	<u>3,270</u>	<u>7,762</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combining Balance Sheet
As of June 30, 2015**

	223	224	225	226	231	232	234
	Recycling Grant	Fire Donation	Keep New Mexico Beautiful	Police Special	Mid-Rio Grande Valley	YCC Grant	Fire Protection Grant
Assets							
Cash and investments	\$ 1,831	902	-	265,327	45,990	31,950	95,977
Receivables	-	-	-	-	-	29,583	-
Due from other funds	-	-	-	-	-	-	-
Cash - restricted	-	-	-	-	-	-	-
Total assets	<u>\$ 1,831</u>	<u>902</u>	<u>-</u>	<u>265,327</u>	<u>45,990</u>	<u>61,533</u>	<u>95,977</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities							
Accounts payable	-	-	-	875	-	-	70
Accrued liabilities	-	-	-	-	-	-	-
Due to other funds	1,731	226	-	710	26,036	43,942	-
Total liabilities	<u>1,731</u>	<u>226</u>	<u>-</u>	<u>1,585</u>	<u>26,036</u>	<u>43,942</u>	<u>70</u>
Deferred inflows of resources							
Unavailable revenue-property taxes	-	-	-	-	-	-	-
Fund balances							
Nonspendable	-	-	-	-	-	-	-
Restricted for:							
Special revenue	100	676	-	263,742	19,954	17,591	95,907
Capital projects	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>100</u>	<u>676</u>	<u>-</u>	<u>263,742</u>	<u>19,954</u>	<u>17,591</u>	<u>95,907</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,831</u>	<u>902</u>	<u>-</u>	<u>265,327</u>	<u>45,990</u>	<u>61,533</u>	<u>95,977</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combining Balance Sheet
As of June 30, 2015**

	321 Public Safety Comm- unication Equipment	Special Revenue Total	316/319 Far North West Sector	305 Farmland Preser- vation	309 Fire Truck Capital	311 Loma Larga
Assets						
Cash and investments	\$ -	1,354,904	-	47,038	114,774	-
Receivables	-	68,284	-	-	-	-
Due from other funds	189	8,327	16,503	30,093	-	65,853
Cash - restricted	-	-	57,204	-	-	-
Total assets	\$ <u>189</u>	<u>1,431,515</u>	<u>73,707</u>	<u>77,131</u>	<u>114,774</u>	<u>65,853</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities						
Accounts payable	-	5,663	-	-	-	-
Accrued liabilities	-	-	-	-	-	-
Due to other funds	-	95,236	19,702	-	-	7,499
Total liabilities	-	100,899	19,702	-	-	7,499
Deferred inflows of resources						
Unavailable revenue-property taxes	-	-	-	-	-	-
Fund balances						
Nonspendable	-	-	-	-	-	-
Restricted for:						
Special revenue	189	1,330,616	-	-	-	-
Capital projects	-	-	54,005	77,131	114,774	58,354
Debt service	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>189</u>	<u>1,330,616</u>	<u>54,005</u>	<u>77,131</u>	<u>114,774</u>	<u>58,354</u>
Total liabilities, deferred inflows of resources and fund balances	\$ <u>189</u>	<u>1,431,515</u>	<u>73,707</u>	<u>77,131</u>	<u>114,774</u>	<u>65,853</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combining Balance Sheet
As of June 30, 2015**

	323	304		401		
	Residential Roads and Drainage	Road Co-op	Capital Projects Total	Debt Service General Obligations	Debt Service Total	Nonmajor Govern- mental Funds
Assets						
Cash and investments	\$ 67,932	57,035	286,779	223,371	223,371	1,865,054
Receivables	-	534	534	13,739	13,739	82,557
Due from other funds	-	-	112,449	-	-	120,776
Cash - restricted	-	-	57,204	-	-	57,204
Total assets	<u>\$ 67,932</u>	<u>57,569</u>	<u>456,966</u>	<u>237,110</u>	<u>237,110</u>	<u>2,125,591</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities						
Accounts payable	1,054	-	1,054	-	-	6,717
Accrued liabilities	-	-	-	-	-	-
Due to other funds	-	3,398	30,599	-	-	125,835
Total liabilities	<u>1,054</u>	<u>3,398</u>	<u>31,653</u>	<u>-</u>	<u>-</u>	<u>132,552</u>
Deferred inflows of resources						
Unavailable revenue-property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,474</u>	<u>8,474</u>	<u>8,474</u>
Fund balances						
Nonspendable	-	-	-	-	-	-
Restricted for:						
Special revenue	-	-	-	-	-	1,330,616
Capital projects	66,878	54,171	425,313	-	-	425,313
Debt service	-	-	-	228,636	228,636	228,636
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>66,878</u>	<u>54,171</u>	<u>425,313</u>	<u>228,636</u>	<u>228,636</u>	<u>1,984,565</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 67,932</u>	<u>57,569</u>	<u>456,966</u>	<u>237,110</u>	<u>237,110</u>	<u>2,125,591</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combined - Revenue, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2015**

	201	202	206	236	237	207	209	211
	Correct- ions	Court AOC	EMS	FEMA 4148	FEMA 4152	Fire Wildlands	Fire Protection	Law Enforce- ment Protection
Revenues								
Taxes:								
Property	-	-	-	-	-	-	-	-
State-shared	-	-	-	-	-	-	-	-
Lodgers'	-	-	-	-	-	-	-	-
Intergovernmental:								
Federal grants	-	-	-	308,266	91,749	15,989	-	-
State and other grants	-	-	10,628	-	-	-	210,267	28,400
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeitures	46,870	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-	-
Miscellaneous	-	27,148	-	-	-	-	-	-
Total revenues	<u>\$ 46,870</u>	<u>27,148</u>	<u>10,628</u>	<u>308,266</u>	<u>91,749</u>	<u>15,989</u>	<u>210,267</u>	<u>28,400</u>
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	-
Public safety	34,928	10,379	7,389	-	-	4,006	102,194	-
Public works	-	-	-	8,243	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and debt issuance costs	-	-	-	-	-	-	-	-
Capital outlay	-	16,768	-	-	-	-	-	28,150
Total expenditures	<u>\$ 34,928</u>	<u>27,147</u>	<u>7,389</u>	<u>8,243</u>	<u>-</u>	<u>4,006</u>	<u>102,194</u>	<u>28,150</u>
Revenues over (under) expenditures before other financing sources (uses)	<u>11,942</u>	<u>1</u>	<u>3,239</u>	<u>300,023</u>	<u>91,749</u>	<u>11,983</u>	<u>108,073</u>	<u>250</u>
Other financing sources (uses)								
Transfers in (out)	-	-	-	-	-	-	(77,587)	-
Loan proceeds	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(77,587)</u>	<u>-</u>
Net changes in fund balances	<u>11,942</u>	<u>1</u>	<u>3,239</u>	<u>300,023</u>	<u>91,749</u>	<u>11,983</u>	<u>30,486</u>	<u>250</u>
Fund balance (deficit), beginning of year	<u>323,628</u>	<u>2,377</u>	<u>8,892</u>	<u>-</u>	<u>-</u>	<u>6,750</u>	<u>21,310</u>	<u>38</u>
Fund balance, end of year	<u><u>\$ 335,570</u></u>	<u><u>2,378</u></u>	<u><u>12,131</u></u>	<u><u>300,023</u></u>	<u><u>91,749</u></u>	<u><u>18,733</u></u>	<u><u>51,796</u></u>	<u><u>288</u></u>

The accompanying notes are integral to these financial statements

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combined - Revenue, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2015

	212/235	213/302	214	215	216	217	220
	<u>Traffic Safety</u>	<u>Library</u>	<u>Lodger's Tax</u>	<u>Economic Develop- ment</u>	<u>Municipal Street</u>	<u>Recreation</u>	<u>Safe Routes to School</u>
Revenues							
Taxes:							
Property	\$ -	-	-	-	-	-	-
State-shared	-	-	-	-	5,168	-	-
Lodgers'	-	-	4,867	-	-	-	-
Intergovernmental:							
Federal grants	7,734	-	-	-	-	-	-
State and other grants	4,933	261,491	-	-	-	-	-
Charges for services	97	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Miscellaneous	-	52,000	-	-	-	-	-
Total revenues	<u>\$ 12,764</u>	<u>313,491</u>	<u>4,867</u>	<u>-</u>	<u>5,168</u>	<u>-</u>	<u>-</u>
Expenditures							
Current:							
General government	-	-	-	15,000	-	-	-
Public safety	12,667	6,193	-	-	-	-	-
Public works	-	-	-	-	1,495	-	-
Culture and recreation	-	165,832	1,699	-	-	500	125
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest and debt issuance costs	-	-	-	-	-	-	-
Capital outlay	-	135,543	-	-	-	-	-
Total expenditures	<u>\$ 12,667</u>	<u>307,568</u>	<u>1,699</u>	<u>15,000</u>	<u>1,495</u>	<u>500</u>	<u>125</u>
Revenues over (under) expenditures before other financing sources (uses)	<u>97</u>	<u>5,923</u>	<u>3,168</u>	<u>(15,000)</u>	<u>3,673</u>	<u>(500)</u>	<u>(125)</u>
Other financing sources (uses)							
Transfers in (out)	-	-	-	20,000	(5,168)	-	-
Loan proceeds	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>(5,168)</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	97	5,923	3,168	5,000	(1,495)	(500)	(125)
Fund balance (deficit), beginning of year	15,517	77,681	1,707	3,167	1,500	3,770	4,379
Fund balance, end of year	<u>\$ 15,614</u>	<u>83,604</u>	<u>4,875</u>	<u>8,167</u>	<u>5</u>	<u>3,270</u>	<u>4,254</u>

The accompanying notes are integral to these financial statements

STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combined - Revenue, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2015

	223	224	225	226	231	232	234
	<u>Recycling Grant</u>	<u>Fire Donation</u>	<u>Keep New Mexico Beautiful</u>	<u>Police Special</u>	<u>Mid-Rio Grande Valley</u>	<u>YCC Grant</u>	<u>Fire Protection Grant</u>
Revenues							
Taxes:							
Property	\$ -	-	-	-	-	-	-
State-shared	-	-	-	-	-	-	-
Lodgers'	-	-	-	-	-	-	-
Intergovernmental:							
Federal grants	-	-	-	96,667	-	-	-
State and other grants	-	-	-	-	-	151,608	96,000
Charges for services	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Miscellaneous	-	2,946	-	8,524	-	46	-
Total revenues	\$ -	2,946	-	105,191	-	151,654	96,000
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Public safety	-	2,377	-	34,981	-	-	-
Public works	-	-	-	-	-	151,527	-
Culture and recreation	-	-	(800)	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest and debt issuance costs	-	-	-	-	-	-	-
Capital outlay	-	-	-	15,507	-	-	127,647
Total expenditures	\$ -	2,377	(800)	50,488	-	151,527	127,647
Revenues over (under) expenditures before other financing sources (uses)	-	569	800	54,703	-	127	(31,647)
Other financing sources (uses)							
Transfers in (out)	-	-	-	-	-	-	20,200
Loan proceeds	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	20,200
Net changes in fund balances	-	569	800	54,703	-	127	(11,447)
Fund balance (deficit), beginning of year	100	107	(800)	209,039	19,954	17,464	107,354
Fund balance, end of year	\$ 100	676	-	263,742	19,954	17,591	95,907

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combined - Revenue, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2015**

	321 Public Safety Comm- unication Equipment	Special Revenue Total	316/319 Far North West Sector	305 Farmland Preser- vation	309 Fire Truck Capital	311 Loma Larga
Revenues						
Taxes:						
Property	\$ -	-	-	-	-	-
State-shared	-	5,168	-	-	-	-
Lodgers'	-	4,867	-	-	-	-
Intergovernmental:						
Federal grants	-	520,405	-	-	-	-
State and other grants	183,323	946,650	-	-	-	-
Charges for services	-	97	5,192	-	-	-
Fines and forfeitures	-	46,870	-	-	-	-
Interest income	-	-	822	407	-	-
Miscellaneous	-	90,664	-	-	-	-
Total revenues	\$ <u>183,323</u>	<u>1,614,721</u>	<u>6,014</u>	<u>407</u>	<u>-</u>	<u>-</u>
Expenditures						
Current:						
General government	-	15,000	-	-	-	-
Public safety	4,220	219,334	-	-	-	-
Public works	-	161,265	322	-	-	-
Culture and recreation	-	167,356	-	938	-	-
Debt service:						
Principal retirement	-	-	39,475	-	-	-
Interest and debt issuance costs	-	-	34,283	-	-	-
Capital outlay	179,103	502,718	25,330	190,646	-	-
Total expenditures	\$ <u>183,323</u>	<u>1,065,673</u>	<u>99,410</u>	<u>191,584</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures before other financing sources (uses)	<u>-</u>	<u>549,048</u>	<u>(93,396)</u>	<u>(191,177)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)						
Transfers in (out)	-	(42,555)	75,000	-	57,387	-
Loan proceeds	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(42,555)</u>	<u>75,000</u>	<u>-</u>	<u>57,387</u>	<u>-</u>
Net changes in fund balances	-	506,493	(18,396)	(191,177)	57,387	-
Fund balance (deficit), beginning of year	189	824,123	72,401	268,308	57,387	58,354
Fund balance, end of year	\$ <u><u>189</u></u>	<u><u>1,330,616</u></u>	<u><u>54,005</u></u>	<u><u>77,131</u></u>	<u><u>114,774</u></u>	<u><u>58,354</u></u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Combined - Revenue, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2015**

	323	304	401			Nonmajor Govern- mental Funds Total
	Residential Roads and Drainage	Road Co-op	Capital Projects Total	Debt Service General Obligations	Debt Service Total	
Revenues						
Taxes:						
Property	\$ -	-	-	210,599	210,599	210,599
State-shared	-	-	-	-	-	5,168
Lodgers'	-	-	-	-	-	4,867
Intergovernmental:						
Federal grants	-	364,499	364,499	-	-	884,904
State and other grants	-	-	-	-	-	946,650
Charges for services	-	-	5,192	-	-	5,289
Fines and forfeitures	-	-	-	-	-	46,870
Interest income	-	-	1,229	-	-	1,229
Miscellaneous	-	-	-	-	-	90,664
Total revenues	\$ -	364,499	370,920	210,599	210,599	2,196,240
Expenditures						
Current						
General government	-	-	-	2,095	2,095	17,095
Public safety	-	-	-	-	-	219,334
Public works	-	-	322	-	-	161,587
Culture and recreation	-	-	938	-	-	168,294
Debt service:						
Principal retirement	-	-	39,475	190,000	190,000	229,475
Interest and debt issuance costs	-	-	34,283	33,038	33,038	67,321
Capital outlay	271,404	262,859	750,239	-	-	1,252,957
Total expenditures	\$ 271,404	262,859	825,257	225,133	225,133	2,116,063
Revenues over (under) expenditures before other financing sources (uses)	(271,404)	101,640	(454,337)	(14,534)	(14,534)	80,177
Other financing sources (uses)						
Transfers in (out)	-	80,168	212,555	-	-	170,000
Loan proceeds	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-
Total other financing sources (uses)	-	80,168	212,555	-	-	170,000
Net changes in fund balances	(271,404)	181,808	(241,782)	(14,534)	(14,534)	250,177
Fund balance (deficit), beginning of year	338,282	(127,637)	667,095	243,170	243,170	1,734,388
Fund balance, end of year	\$ 66,878	54,171	425,313	228,636	228,636	1,984,565

The accompanying notes are integral to these financial statements

STATE OF NEW MEXICO
VILLAGE OF CORRALES
SCHEDULE OF CHANGES IN ASSET AND LIABILITIES
AGENCY FUNDS
For the Year Ended June 30, 2015

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Assets				
Cash	\$ 658	-	658	-
Total assets	\$ 658	-	658	-
Liabilities				
Deposits payable	\$ 658	-	658	-
Total liabilities	\$ 658	-	658	-

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
For the Year Ended June 30, 2015

201 - Correction Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	25,000	40,000	46,870	6,870
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>25,000</u>	<u>40,000</u>	<u>46,870</u>	<u>6,870</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	25,000	184,000	34,928	149,072
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>25,000</u>	<u>184,000</u>	<u>34,928</u>	<u>149,072</u>
Revenues over/(under) expenditures before other financing sources/(uses)	-	(144,000)	11,942	155,942
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	<u>\$ -</u>	<u>(144,000)</u>	<u>11,942</u>	<u>-</u>
Prior year cash balance	<u>\$ 326,419</u>	<u>326,419</u>	<u>326,419</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 11,942
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	<u>\$ 11,942</u>

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
For the Year Ended June 30, 2015

202 - Court AOC Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	26,280	26,280	27,148	868
Total revenues	<u>26,280</u>	<u>26,280</u>	<u>27,148</u>	<u>868</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	8,280	8,280	10,380	(2,100)
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	18,000	18,000	16,768	1,232
Total expenditures	<u>26,280</u>	<u>26,280</u>	<u>27,148</u>	<u>(868)</u>
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	-	-
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ -	-	-	
Prior year cash balance	<u>\$ 1</u>	<u>1</u>	<u>1</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>1</u>
Change in fund balance (GAAP basis)	<u>\$ 1</u>

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

206 - EMS Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	10,474	10,474	10,628	154
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	10,474	10,474	10,628	154
Expenditures				
Current				
General government	-	-	-	-
Public safety	10,474	10,474	7,388	3,086
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	10,474	10,474	7,388	3,086
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	3,240	3,240
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	3,240	
Prior year cash balance	\$ 8,892	8,892	8,892	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 3,240
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	(1)
Change in fund balance (GAAP basis)	\$ 3,239

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

236 - FEMA 4168

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	593,409	308,266	(285,143)
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	593,409	308,266	(285,143)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	17,724	8,243	9,481
Culture and recreation	-	-	-	-
Capital outlay	-	575,685	-	575,685
Total expenditures	-	593,409	8,243	585,166
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	300,023	300,023
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	300,023	
Prior year cash balance	\$ -	-	-	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 300,023
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	\$ 300,023

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

237 - FEMA 4152

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	186,289	91,749	(94,540)
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	186,289	91,749	(94,540)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	186,289	-	186,289
Total expenditures	-	186,289	-	186,289
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	91,749	91,749
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	91,749	
Prior year cash balance	\$ -	-	-	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 91,749
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	\$ 91,749

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

207 - Fire Wildlands Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	15,989	15,989	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>15,989</u>	<u>15,989</u>	<u>-</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	15,989	4,004	11,985
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>15,989</u>	<u>4,004</u>	<u>11,985</u>
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	11,985	11,985
Other financing sources (uses):				
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ -	-	<u>11,985</u>	
Prior year cash balance	\$ <u>7,508</u>	<u>7,508</u>	<u>7,508</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 11,985
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>(2)</u>
Change in fund balance (GAAP basis)	<u>\$ 11,983</u>

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

209 - Fire Protection Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	166,503	210,267	210,267	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>166,503</u>	<u>210,267</u>	<u>210,267</u>	<u>-</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	104,116	152,880	102,194	50,686
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>104,116</u>	<u>152,880</u>	<u>102,194</u>	<u>50,686</u>
Revenues over/(under) expenditures before other financing sources/(uses)	62,387	57,387	108,073	50,686
Other financing sources (uses):				
Transfers in (out)	<u>(57,387)</u>	<u>(77,587)</u>	<u>(77,587)</u>	<u>-</u>
Total other financing sources (uses)	<u>(57,387)</u>	<u>(77,587)</u>	<u>(77,587)</u>	<u>-</u>
Net change in fund balance	<u>\$ 5,000</u>	<u>(20,200)</u>	<u>30,486</u>	
Prior year cash balance	<u>\$ 15,866</u>	<u>15,866</u>	<u>15,866</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 30,486
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>-</u>
Change in fund balance (GAAP basis)	<u>\$ 30,486</u>

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
For the Year Ended June 30, 2015

211 - Law Enforcement Protection Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	28,400	28,400	28,400	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>28,400</u>	<u>28,400</u>	<u>28,400</u>	<u>-</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	28,400	28,400	28,150	250
Total expenditures	<u>28,400</u>	<u>28,400</u>	<u>28,150</u>	<u>250</u>
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	250	250
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ -	-	<u>250</u>	
Prior year cash balance	<u>\$ 38</u>	<u>38</u>	<u>38</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 250
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>-</u>
Change in fund balance (GAAP basis)	<u>\$ 250</u>

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

212/235 - Traffic Safety Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	11,000	11,000	7,734	(3,266)
State grants	5,383	5,383	4,933	(450)
Charges for services	-	-	97	97
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>16,383</u>	<u>16,383</u>	<u>12,764</u>	<u>(3,619)</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	16,383	16,383	12,667	3,716
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>16,383</u>	<u>16,383</u>	<u>12,667</u>	<u>3,716</u>
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	97	97
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ -	-	97	
Prior year cash balance	<u>\$ 16,378</u>	<u>16,378</u>	<u>16,378</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 97
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	<u>\$ 97</u>

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

213/302 - Library Fund

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	162,319	239,229	261,491	22,262
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	52,000	52,000
Total revenues	162,319	239,229	313,491	74,262
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	15,319	6,194	9,125
Public works	-	-	-	-
Culture and recreation	58,289	114,885	165,831	(50,946)
Capital outlay	109,359	114,354	135,543	(21,189)
Total expenditures	167,648	244,558	307,568	(63,010)
Revenues over/(under) expenditures before other financing sources/(uses)	(5,329)	(5,329)	5,923	11,252
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (5,329)	(5,329)	5,923	
Prior year cash balance	\$ 52,567	52,567	52,567	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$	5,923	
To adjust applicable revenue accruals and deferrals		1	
To adjust applicable expenditure accruals		(1)	
Change in fund balance (GAAP basis)	\$	5,923	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

214 - Lodgers' Tax Fund

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	5,000	5,000	4,867	(133)
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	5,000	5,000	4,867	(133)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	5,000	5,000	1,700	3,300
Capital outlay	-	-	-	-
Total expenditures	5,000	5,000	1,700	3,300
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	3,167	3,167
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	3,167	
Prior year cash balance	\$ 1,707	1,707	1,707	
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in fund balance (Budget Basis)			\$ 3,167	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			1	
Change in fund balance (GAAP basis)			\$ 3,168	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

215 - Economic Development Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Current				
General government	20,000	33,000	15,000	18,000
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>20,000</u>	<u>33,000</u>	<u>15,000</u>	<u>18,000</u>
Revenues over/(under) expenditures before other financing sources/(uses)	(20,000)	(33,000)	(15,000)	18,000
Other financing sources (uses):				
Transfers in (out)	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Total other financing sources (uses)	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net change in fund balance	\$ -	(13,000)	5,000	
Prior year cash balance	<u>\$ 26,161</u>	<u>26,161</u>	<u>26,161</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 5,000
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>-</u>
Change in fund balance (GAAP basis)	<u>\$ 5,000</u>

The accompanying notes are integral to these financial statements

Village of Corrales
VILLAGE OF CORRALES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

216 - Municipal Street Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Lodgers' Tax	-	-	-	-
State-shared	3,000	5,000	5,168	168
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>3,000</u>	<u>5,000</u>	<u>5,168</u>	<u>168</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	1,500	1,495	5
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>1,500</u>	<u>1,495</u>	<u>5</u>
Revenues over/(under) expenditures before other financing sources/(uses)	3,000	3,500	3,673	173
Other financing sources (uses):				
Transfers in (out)	<u>(3,000)</u>	<u>(5,000)</u>	<u>(5,168)</u>	<u>168</u>
Total other financing sources (uses)	<u>(3,000)</u>	<u>(5,000)</u>	<u>(5,168)</u>	<u>168</u>
Net change in fund balance	\$ -	(1,500)	(1,495)	
Prior year cash balance	<u>\$ 1,500</u>	<u>1,500</u>	<u>1,500</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ (1,495)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	<u>\$ (1,495)</u>

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

217 - Recreation Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	500	500	500	-
Capital outlay	-	-	-	-
Total expenditures	500	500	500	-
Revenues over/(under) expenditures before other financing sources/(uses)	(500)	(500)	(500)	-
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (500)	(500)	(500)	
Prior year cash balance	\$ 3,770	3,770	3,770	
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in fund balance (Budget Basis)			\$ (500)	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			-	
Change in fund balance (GAAP basis)			\$ (500)	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

220 - Safe Routes to School Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	500	125	375
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>500</u>	<u>125</u>	<u>375</u>
Revenues over/(under) expenditures before other financing sources/(uses)	-	(500)	(125)	375
Other financing sources (uses):				
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ -	(500)	(125)	
Prior year cash balance	\$ <u>7,887</u>	<u>7,887</u>	<u>7,887</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ (125)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>-</u>
Change in fund balance (GAAP basis)	\$ <u>(125)</u>

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

223 - Recycling Grant Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	-	-
Other financing sources (uses):				
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ -	-	-	
Prior year cash balance	\$ <u>1,831</u>	<u>1,831</u>	<u>1,831</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>-</u>
Change in fund balance (GAAP basis)	\$ <u>-</u>

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

224 - Fire Donation Fund

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	2,256	2,946	690
Total revenues	<u>-</u>	<u>2,256</u>	<u>2,946</u>	<u>690</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	3,050	2,363	2,376	(13)
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>3,050</u>	<u>2,363</u>	<u>2,376</u>	<u>(13)</u>
Revenues over/(under) expenditures before other financing sources/(uses)	(3,050)	(107)	570	677
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>(3,050)</u>	<u>(107)</u>	<u>570</u>	
Prior year cash balance	\$ <u>332</u>	<u>332</u>	<u>332</u>	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 570
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	<u>(1)</u>
Change in fund balance (GAAP basis)	<u>\$ 569</u>

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
For the Year Ended June 30, 2015

225 - Keep New Mexico Beautiful Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Revenues over/(under) expenditures				
before other financing sources/(uses)	-	-	-	-
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	-	
Prior year cash balance	\$ -	-	-	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	800
Change in fund balance (GAAP basis)	\$ 800

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

226 - Police Special Fund

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	5,000	97,000	96,667	(333)
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	7,000	7,000	8,524	1,524
Total revenues	12,000	104,000	105,191	1,191
Expenditures				
Current				
General government	-	-	-	-
Public safety	12,000	26,330	34,980	(8,650)
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	88,559	15,507	73,052
Total expenditures	12,000	114,889	50,487	64,402
Revenues over/(under) expenditures before other financing sources/(uses)	-	(10,889)	54,704	65,593
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	(10,889)	54,704	
Prior year cash balance	\$ 213,992	213,992	213,992	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ 54,704
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	(1)
Change in fund balance (GAAP basis)	\$ 54,703

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

231 - Middle Rio Grande Valley Task Force

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	-	-
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	-	
Prior year cash balance	\$ 45,990	45,990	45,990	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	\$ -

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

232 - YCC Grant Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	198,701	293,308	151,608	(141,700)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	46	46
Total revenues	198,701	293,308	151,654	(141,654)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	59,414	200,954	151,525	49,429
Culture and recreation	139,288	92,353	-	92,353
Capital outlay	-	-	-	-
Total expenditures	198,702	293,307	151,525	141,782
Revenues over/(under) expenditures before other financing sources/(uses)	(1)	1	129	128
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ (1)	1	129	
Prior year cash balance	\$ 7,444	7,444	7,444	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$	129	
To adjust applicable revenue accruals and deferrals		(1)	
To adjust applicable expenditure accruals		(1)	
Change in fund balance (GAAP basis)	\$	127	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

234 - Fire Protection Grant Fund

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	10,000	-	(10,000)
State grants	-	96,000	96,000	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	106,000	96,000	(10,000)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	11,000	-	11,000
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	203,357	127,647	75,710
Total expenditures	-	214,357	127,647	86,710
Revenues over/(under) expenditures				
before other financing sources/(uses)	-	(108,357)	(31,647)	76,710
Other financing sources (uses):				
Transfers in (out)	-	20,200	20,200	-
Total other financing sources (uses)	-	20,200	20,200	-
Net change in fund balance	\$ -	(88,157)	(11,447)	
Prior year cash balance	\$ 115,293	115,293	115,293	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ (11,447)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	\$ (11,447)

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

321 - Public Safety Communication Equipment Fund

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	197,336	183,323	(14,013)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	197,336	183,323	(14,013)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	27,336	4,220	23,116
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	170,000	179,103	(9,103)
Total expenditures	-	197,336	183,323	14,013
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	-	-
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	-	
Prior year cash balance	\$ 189	189	189	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	\$ -

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

313 - Waste Water Project Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	114,015	-	(114,015)
State grants	-	50,000	42,539	(7,461)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	164,015	42,539	(121,476)
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	114,015	5,779	108,236
Culture and recreation	-	-	-	-
Capital outlay	-	50,000	50,174	(174)
Principal Retirement	-	-	-	-
Interest and debt issuance costs	-	-	-	-
Total expenditures	-	164,015	55,953	108,062
Revenues over/(under) expenditures before other financing sources/(uses)	-	-	(13,414)	(13,414)
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ -	-	(13,414)	
Prior year cash balance	\$ 284,080	284,080	284,080	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$	(13,414)
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditure accruals		-
Change in fund balance (GAAP basis)	\$	(13,414)

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

316/319 - Far Northwest Sector Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
Logers' Tax	-	-	-	-
State-shared	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	5,192	5,192
Fines and forfeitures	-	-	-	-
Interest on investments	-	-	822	822
Miscellaneous	-	-	-	-
Total revenues	-	-	6,014	6,014
Expenditures				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	322	(322)
Culture and recreation	-	-	-	-
Capital outlay	-	-	25,329	(25,329)
Principal retirement	39,475	39,475	39,475	-
Interest and debt issuance costs	34,283	34,283	34,283	-
Total expenditures	73,758	73,758	99,409	(25,651)
Revenues over/(under) expenditures before other financing sources/(uses)	(73,758)	(73,758)	(93,395)	(19,637)
Other financing sources (uses):				
Transfers in (out)	75,000	75,000	75,000	-
Total other financing sources (uses)	75,000	75,000	75,000	-
Net change in fund balance	\$ 1,242	1,242	(18,395)	
Prior year cash balance	\$ 78,784	78,784	78,784	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$	(18,395)
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditure accruals		(1)
Change in fund balance (GAAP basis)	\$	(18,396)

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

305 - Farmland Preservation Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
State-shared	-	-	-	-
Lodgers'	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest income	-	-	407	407
Miscellaneous	-	-	-	-
Total revenues	-	-	407	407
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	1,000	-	1,000
Culture and recreation	-	1,000	940	60
Capital outlay	-	242,000	190,646	51,354
Total expenditures	-	244,000	191,586	52,414
Revenues over (under) expenditures before other financing sources (uses)	-	(242,000)	(191,179)	(50,947)
Other financing sources (uses)				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net changes in fund balances	\$ -	(242,000)	(191,179)	
Prior year cash balance	\$ 238,215	238,215	238,215	
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in fund balance (Budget Basis)			\$ (191,179)	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			2	
Change in fund balance (GAAP basis)			\$ (191,177)	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

309 - Fire Truck Capital Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
State-shared	-	-	-	-
Lodgers'	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Principal retirement	57,387	57,387	-	57,387
Interest and debt issuance costs	-	-	-	-
Total expenditures	57,387	57,387	-	-
Revenues over (under) expenditures before other financing sources (uses)	-	-	-	-
Other financing sources (uses)				
Transfers in (out)	57,387	57,387	57,387	-
Total other financing sources (uses)	57,387	57,387	57,387	-
Net changes in fund balances	57,387	57,387	57,387	
Prior year cash balance	57,387	57,387	57,387	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$	57,387
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditure accruals		-
Change in fund balance (GAAP basis)	\$	57,387

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

311 - Loma Larga

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
State-shared	-	-	-	-
Lodgers'	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures before other financing sources (uses)	-	-	-	-
Other financing sources (uses)				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net changes in fund balances	\$ -	-	-	
Prior year cash balance	\$ -	-	-	
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in fund balance (Budget Basis)			\$ -	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			-	
Change in fund balance (GAAP basis)			\$ -	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

323 - Residential Roads and Drainage

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
State-shared	-	-	-	-
Lodgers'	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	400,000	271,405	128,595
Total expenditures	-	400,000	271,405	128,595
Revenues over (under) expenditures before other financing sources (uses)	-	(400,000)	(271,405)	(128,595)
Other financing sources (uses)				
Transfers in (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net changes in fund balances	\$ -	(400,000)	(271,405)	
Prior year cash balance	\$ 363,696	363,696	363,696	
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in fund balance (Budget Basis)			\$ (271,405)	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			1	
Change in fund balance (GAAP basis)			\$ (271,404)	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE — BUDGET AND ACTUAL
For the Year Ended June 30, 2015

304 - Road Co-op Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
State-shared	-	-	-	-
Lodgers'	-	-	-	-
Intergovernmental:				
Federal grants	125,000	364,499	364,499	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	125,000	364,499	364,499	-
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	200,000	385,871	262,858	123,013
Total expenditures	200,000	385,871	262,858	123,013
Revenues over (under) expenditures before other financing sources (uses)	(75,000)	(21,372)	101,641	(123,013)
Other financing sources (uses)				
Transfers in (out)	78,000	80,000	80,168	(168)
Total other financing sources (uses)	78,000	80,000	80,168	(168)
Net changes in fund balances	\$ 3,000	58,628	181,809	
Prior year cash balance	\$ 26,192	26,192	26,192	
RECONCILIATION FROM BUDGET/ACTUAL TO GAAP				
Change in fund balance (Budget Basis)			\$ 181,809	
To adjust applicable revenue accruals and deferrals			-	
To adjust applicable expenditure accruals			(1)	
Change in fund balance (GAAP basis)			\$ 181,808	

The accompanying notes are integral to these financial statements

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
For the Year Ended June 30, 2015

401 - Debt Service General Obligations Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ 224,786	224,786	210,599	(14,187)
State-shared	-	-	-	-
Lodgers'	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	\$ 224,786	224,786	210,599	(14,187)
Expenditures				
Current:				
General government	2,248	2,248	2,096	152
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Debt service:				
Principal retirement	190,000	190,000	190,000	-
Interest and debt issuance costs	32,538	32,538	33,038	(500)
Capital outlay	-	-	-	-
Total expenditures	\$ 224,786	224,786	225,134	(348)
Revenues over (under) expenditures before other financing sources (uses)	224,786	224,786	(14,535)	(14,187)
Other financing sources (uses)				
Transfers in (out)	-	-	-	-
Loan proceeds	-	-	-	-
Bond issuance costs	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net changes in fund balances	\$ 224,786	224,786	(14,535)	
Prior year cash balance	\$ 238,950	238,950	238,950	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$	(14,535)
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditure accruals		1
Change in fund balance (GAAP basis)	\$	(14,534)

VILLAGE OF CORRALES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
For the Year Ended June 30, 2015

328 - Capital Bonding Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Property	\$ -	-	-	-
State-shared	-	-	-	-
Lodgers'	-	-	-	-
Intergovernmental:				
Federal grants	-	-	-	-
State grants	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest income	-	-	521	521
Miscellaneous	-	-	-	-
Total revenues	\$ -	-	521	521
Expenditures				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Debt service:				
Principal retirement	130,000	130,000	130,000	-
Interest and debt issuance costs	109,293	109,293	109,293	-
Capital outlay	-	-	-	-
Total expenditures	\$ 239,293	239,293	239,293	-
Revenues over (under) expenditures before other financing sources (uses)	-	-	(238,772)	521
Other financing sources (uses)				
Transfers in (out)	242,267	(883,190)	(32,255)	(850,935)
Loan proceeds	-	-	-	-
Bond issuance costs	-	-	-	-
Total other financing sources (uses)	242,267	(883,190)	(32,255)	(850,935)
Net changes in fund balances	\$ 242,267	(883,190)	(271,027)	
Prior year cash balance	\$ 1,177,701	1,177,701	1,177,701	

RECONCILIATION FROM BUDGET/ACTUAL TO GAAP

Change in fund balance (Budget Basis)	\$ (271,027)
To adjust applicable revenue accruals and deferrals	1
To adjust applicable expenditure accruals	-
Change in fund balance (GAAP basis)	\$ (271,026)

The accompanying notes are integral to these financial statements

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF VILLAGE OF CORRALES' PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY OF PERA FUND DIVISION;
MUNICIPAL GENERAL DIVISION
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PLAN
LAST 10 FISCAL YEARS***

		2015
The Village's proportion of the net pension liability (asset) (%)		0.08%
The Village's proportionate share of the net pension liability (asset) (\$)	\$	610,044
The Village's covered-employee payroll	\$	729,173
The Village's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll		84%
Plan fiduciary net position as a percentage of the total pension liability		81.29%

*The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Village will present information for those years for which information is available.

See Note 12 for Notes to Required Supplementary Information

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF VILLAGE OF CORRALES' PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY OF PERA FUND DIVISION;
MUNICIPAL POLICE DIVISION
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PLAN
LAST 10 FISCAL YEARS***

		2015
The Village's proportion of the net pension liability (asset) (%)		0.14%
The Village's proportionate share of the net pension liability (asset) (\$)	\$	460,949
The Village's covered-employee payroll	\$	438,864
The Village's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll		105%
Plan fiduciary net position as a percentage of the total pension liability		81.29%

*The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Village will present information for those years for which information is available.

See Note 12 for Notes to Required Supplementary Information

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF VILLAGE OF CORRALES' PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY OF PERA FUND DIVISION;
MUNICIPAL FIRE DIVISION
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PLAN
LAST 10 FISCAL YEARS***

		2015
The Village's proportion of the net pension liability (asset) (%)		0.13%
The Village's proportionate share of the net pension liability (asset) (\$)	\$	556,393
The Village's covered-employee payroll	\$	268,240
The Village's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll		207%
Plan fiduciary net position as a percentage of the total pension liability		81.29%

*The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Village will present information for those years for which information is available.

See Note 12 for Notes to Required Supplementary Information

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF VILLAGE OF CORRALES' CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PLAN
PERA FUND DIVISION; MUNICIPAL GENERAL DIVISION
LAST 10 FISCAL YEARS***

		<u>2015</u>
Contractually required contribution	\$	69,636
Contributions in relation to the contractually required contribution		<u>69,636</u>
Contribution deficiency (excess)	\$	<u><u>-</u></u>
The Village's covered-employee payroll	\$	729,173
Contributions as a percentage of covered-employee payroll		9.55%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Village will present information for those years for which information is available.

See Note 12 for Notes to Required Supplementary Information

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF VILLAGE OF CORRALES' CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PLAN
PERA FUND DIVISION; MUNICIPAL POLICE DIVISION
LAST 10 FISCAL YEARS***

		<u>2015</u>
Contractually required contribution	\$	67,585
Contributions in relation to the contractually required contribution		<u>67,585</u>
Contribution deficiency (excess)	\$	<u><u>-</u></u>
The Village's covered-employee payroll	\$	438,864
Contributions as a percentage of covered-employee payroll		15.40%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Village will present information for those years for which information is available.

See Note 12 for Notes to Required Supplementary Information

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF VILLAGE OF CORRALES' CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) PLAN
PERA FUND DIVISION; MUNICIPAL FIRE DIVISION
LAST 10 FISCAL YEARS***

		<u>2015</u>
Contractually required contribution	\$	48,015
Contributions in relation to the contractually required contribution		<u>48,015</u>
Contribution deficiency (excess)	\$	<u><u>-</u></u>
The Village's covered-employee payroll	\$	268,240
Contributions as a percentage of covered-employee payroll		17.90%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Village will present information for those years for which information is available.

See Note 12 for Notes to Required Supplementary Information

STATE OF NEW MEXICO
VILLAGE OF CORRALES
SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING \$60,000 (EXCLUDING GRT)
FOR THE YEAR ENDED JUNE 30, 2015

#	RFB#/RFP# / State-Wide Price Agreement #	Type of Procurement	Awarded Vendor	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Name and Physical Address of ALL Vendor(s) that responded	In-State/ Out-of State Vendor (Y or N) (Based on Statutory Definition)	Was the vendor instate and chose Veteran's preference (Y or N)	Brief Description of the Scope of Work
1	Price Agreement #VCR-FY14-012A (County of Valencia)	On-call contract	Albuquerque Asphalt	\$160,420.01				N	Windsong, Morning Sun Trail Road maintenance
2	Price Agreement #VCR-FY14-012A (County of Valencia)	On-call contract	Albuquerque Asphalt	\$131,332.44					Calle Blanca area maintenance
3	Price Agreement #VCR-FY14-012A (County of Valencia)	On-call contract	Albuquerque Asphalt	\$102,575.22				N	West Ella Dr road maintenance
4	Price Agreement #VCR-FY14-012A (County of Valencia)	On-call contract	Albuquerque Asphalt	\$130,676.87				N	Jones Road maintenance
5	Price Agreement #VCR-FY14-012A (County of Valencia)	On-call contract	Albuquerque Asphalt	\$241,680.38				N	Camino de la Tierra road maintenance
6	CES agreement		Cooperative Educational Services	\$98,191.05				N	2015 Hino 338 Dump Truck
7	RFP 2013-04	professional services	Coppler Law Firm PC	\$137,642.09		Coppler Law Firm PC 645 Don Gaspar Ave. Santa Fe, NM 87505 Sutin, Thayer & Brown Law Firm Two Park Square, Ste 1000 6565 Americas Parkway NE, Albuquerque, NM 87110 Conklin Woodcock & Ziegler 320 Gold Ave. SW Albuquerque, NM 87102 Kenneth Downes 3949 Corrales Road, Ste 210 Corrales, NM 87048 Kanter & Grubestic 620 Roma Ave NW Albuquerque, NM 87102 Voss Law Firm 4481 Corrales Road Corrales, NM 87048	Y Y Y Y Y	N N N N N	Legal services
8	RFP 11-02	Professional Services	Larkin Group of NM	\$319,935.13		Dennis Engineering Co. 21 Main Street Ste. 201 Edgewood NM 87015 Samara R. Stoltzfus 201 N. Church St, Ste. 300 Las Cruces, NM 88001 Huit-Zollars, Inc. 6501 Americas Parkway NE, Suite 550 Albuquerque, NM 87110 The Larkin Group PO Box 3360 Corrales, NM 87048 Weston Solutions, Inc. 3840 Commons Ave. NE Albuquerque, NM 87109 Bohannon Houston 7500 Jefferson St. NE Albuquerque, NM 87109	Y Y Y Y Y Y	N N N N N N	Engineering Services
9	RFP 14-01	Construction services	Longhorn Construction	\$136,610.40		Creative Designs - 10 Cielo Escondido Ct Los Lunas, NM 87031 Native American Housing Consultants - 8308 Washington St. NE Albuquerque, NM 87114 BZ Enterprises - 3103 La Junta Rd SW Albuquerque, NM 87105 Longhorn Construction Services - 9208 Lona Lane NE Albuquerque, NM 87111 Enterprise Builders - PO Box 3987 Albuquerque, NM 87190 Britton Construction - 6005 Coronado Ave NE Suite D Albuquerque, NM 87109 First Mesa Construction - 8819 Second St NW Albuquerque, NM 87114 Vigil Contracting Services - 1512 Coors SW Albuquerque, NM 87121 Anchor Built Inc - PO Box 27688 Albuquerque, NM 87125 Insight Construction - PO Box 6653 Albuquerque, NM 87197	Y Y Y Y Y Y Y Y Y Y	N N N N N N N N N N	Construction - Library



**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. Tim Keller,
New Mexico State Auditor
Scott Kominiak, Mayor,
Village Council of
Village of Corrales

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, the aggregate remaining fund information, the budgetary comparison of the general fund of the Village of Corrales (Village) as of and for the year ended and the related notes to the financial statements, which collectively comprise the Village’s basic financial statements, and the combining and individual finds and related budgetary comparisons of the Village presented as supplemental information of and have issued our report thereon dated December 7, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village’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 Village’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Village’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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However material weaknesses may exist that were not identified.

December 7, 2015

**Independent Auditor's Report On Internal Control Over
Financial Reporting And On Compliance And Other Matters
On Based On An Audit Of Financial Statements Performed In
Accordance With *Government Auditing Standards*,
continued**

Compliance and Other Matters

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

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.

Hinkle & Landers, P.C.

Hinkle + Landers, P.C.
Albuquerque, NM
December 7, 2015

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Schedule of Findings and Responses
For the Year Ended June 30, 2015**

Reference #	Finding	Status of Prior / Current Year Findings	Type of Finding*
PRIOR YEAR			
2011-003 [2011-C]	Budget Deficit in Excess Cash	Resolved	G
2013-004	Timely Submission of Financial Statements	Resolved	G
2014-001	Cash and Investment Controls and Reconciliations, Lack of Segregation of Duties	Resolved	A
2014-002	Approval of Journal Entries	Resolved	B
2014-003	Review of Payroll Register	Resolved	B
2014-004	Travel and Per Diem	Resolved	G
2014-005	IT Controls	Resolved	B
CURRENT YEAR			
None			

* Legend for Type of Findings

- A. Material Weakness in Internal Control Over Financial Reporting
- B. Significant Deficiency in Internal Control Over Financial Reporting
- C. Other Matters Involving Internal Control Over Financial Reporting
- D. Material Weakness in Internal Control Over Compliance of Federal Awards
- E. Significant Deficiency in Internal Control Over Compliance of Federal Awards
- F. Instance of Noncompliance to Federal Awards
- G. Compliance with State Audit Rule

**STATE OF NEW MEXICO
VILLAGE OF CORRALES
Exit Conference
For the Year Ended June 30, 2015**

PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Village as of June 30, 2015, were substantially prepared by Hinkle + Landers, PC; however, the financial statements are the responsibility of management.

EXIT CONFERENCE

The contents of the report for Village of Corrales were discussed on December 7, 2015. The following individuals were in attendance.

Village of Corrales Officials

Scott Kominiak
Patricia S. Clauser
John Avila
Terri Gray
John Jennings

Mayor
Mayor Pro Tem
Village Administrator
Finance Officer
Contract CPA

Auditors

Farley Vener, CPA, CFE, CGMA

President & Managing Shareholder