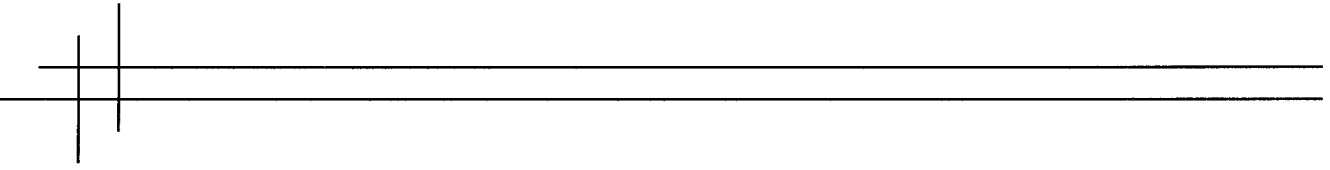




**STATE OF NEW MEXICO
VILLAGE OF LOGAN**

ANNUAL FINANCIAL REPORT
June 30, 2008

De'Aun Willoughby CPA, PC
Certified Public Accountant
Melrose, New Mexico



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VILLAGE OF LOGAN
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STATE OF NEW MEXICO
VILLAGE OF LOGAN
Official Roster
June 30, 2008

BOARD OF TRUSTEES

David Babb	Mayor
Apolonio Ramirez	Trustee
Russell Feerer	Trustee
Rose Marie Lower	Trustee
Darrel Boulware	Trustee

ADMINISTRATIVE OFFICIAL

Larry Wallin	Village Administrator
Angelina Cordova	Clerk/Treasurer

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(505) 253-4313

Independent Auditor's Report

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the VILLAGE OF LOGAN

Mr. Balderas and Members of the Board

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the VILLAGE OF LOGAN, (Village), as of and for the year ended June 30, 2008, 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 presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents. These financial statements are the responsibility of the Village's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village as of June 30, 2008, and the respective changes in financial position, and cash flows, where applicable, thereof and the respective budgetary comparisons for the general fund and the major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Village as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for all the nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2008, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

The Village has not presented management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

De'Aun Willoughby, CPA PC

December 1, 2008

FINANCIAL SECTION

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Statement of Net Assets
June 30, 2008

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 697,669	\$ 662,352	\$ 1,360,021
Investments	220,500	0	220,500
Receivables	94,025	48,982	143,007
Inventory	1,935	4,564	6,499
Total Current Assets	<u>1,014,129</u>	<u>715,898</u>	<u>1,730,027</u>
Noncurrent Assets			
Restricted Cash	0	44,670	44,670
Capital Assets	6,893,206	2,479,756	9,372,962
Less: Accumulated Depreciation	(3,639,112)	(770,624)	(4,409,736)
Total Noncurrent Assets	<u>3,254,094</u>	<u>1,753,802</u>	<u>5,007,896</u>
Total Assets	<u>4,268,223</u>	<u>2,469,700</u>	<u>6,737,923</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	4,534	3,068	7,602
Accrued Interest	469	2,702	3,171
Current Portion of Long-Term Debt	34,805	28,675	63,480
Total Current Liabilities	<u>39,808</u>	<u>34,445</u>	<u>74,253</u>
Noncurrent Liabilities			
Non Current Portion of Long Term Debt	149,714	107,262	256,976
Compensated Absences	56,020	6,505	62,525
Customer Deposits	0	22,489	22,489
Total Noncurrent Liabilities	<u>205,734</u>	<u>136,256</u>	<u>341,990</u>
Total Liabilities	<u>245,542</u>	<u>170,701</u>	<u>416,243</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	3,069,106	1,617,865	4,686,971
Unrestricted	953,575	681,134	1,634,709
Total Net Assets	<u>\$ 4,022,681</u>	<u>\$ 2,298,999</u>	<u>\$ 6,321,680</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 Statement of Activities

For the Year Ended June 30, 2008

Functions/Programs	Program Revenues				Net(Expenses) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
General Government	\$ 330,671	\$ 3,985	\$ 130,540	\$ 0	\$ (196,146)	\$ 0	\$ (196,146)
Public Safety	392,528	138,788	160,923	0	(92,817)	0	(92,817)
Public Works	300,587	0	0	50,268	(250,319)	0	(250,319)
Health & Welfare	184,758	0	163,000	0	(21,758)	0	(21,758)
Culture & Recreation	48,531	0	0	0	(48,531)	0	(48,531)
Interest on Long-Term Obligations	3,760	0	0	0	(3,760)	0	(3,760)
Total Governmental Activities	\$ 1,260,835	\$ 142,773	\$ 454,463	\$ 50,268	\$ (613,331)	\$ 0	\$ (613,331)
Business-type Activities							
Water & Sewer	336,400	397,016	0	615,000	0	675,616	675,616
Landfill	95,719	168,560	0	0	0	72,841	72,841
Total Business-type Activities	432,119	565,576	0	615,000	0	748,457	748,457
General Revenues							
Taxes					\$ 95,943	\$ 0	\$ 95,943
Property					404,870	0	404,870
Gross Receipts					4,896	6,980	11,876
Franchise					8,587	0	8,587
Motor Vehicle					4,125	0	4,125
Cigarette					10,416	0	10,416
Lodgers					28,993	0	28,993
Gasoline					83,530	0	83,530
Miscellaneous					13,007	21,014	34,021
Interest Income					654,367	27,994	682,361
Total General Revenues and Transfers					41,036	776,451	817,487
Change in Net Assets					3,981,645	1,522,548	5,504,193
Net Assets - beginning					\$ 4,022,681	\$ 2,298,999	\$ 6,321,680
Net Assets - ending							

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 GOVERNMENTAL FUNDS
 Balance Sheet
 June 30, 2008

	<u>General Fund</u>	<u>Fire Fund</u>	<u>EMS Ambulance Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 337,986	\$ 87,963	\$ 38,260
Investments	220,500	0	0
Receivables			
Accounts	0	0	40,174
Interest	4,777	0	0
Taxes	39,223	0	0
Inventory	100	0	1,835
Total Assets	<u>\$ 602,586</u>	<u>\$ 87,963</u>	<u>\$ 80,269</u>
 LIABILITIES AND FUND BALANCE			
Liabilities			
Current Liabilities			
Accounts Payables	\$ 3,166	\$ 0	\$ 356
Deferred Revenue	0	0	27,417
Total Liabilities	<u>3,166</u>	<u>0</u>	<u>27,773</u>
 Fund Balances			
Unreserved Reported In:			
General Fund	599,420	0	0
Special Revenue Fund	0	87,963	52,496
Total Fund Balances	<u>599,420</u>	<u>87,963</u>	<u>52,496</u>
 Total Liabilities and Fund Balances	 <u>\$ 602,586</u>	 <u>\$ 87,963</u>	 <u>\$ 80,269</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2008

	Health Clinic Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	\$ 28,737	\$ 204,723	\$ 697,669
Investments	0	0	220,500
Receivables			
Accounts	0	0	40,174
Interest	17	648	5,442
Taxes	0	9,186	48,409
Inventory	0	0	1,935
Total Assets	\$ 28,754	\$ 214,557	\$ 1,014,129
LIABILITIES AND FUND BALANCE			
Liabilities			
Current Liabilities			
Accounts Payables	\$ 0	\$ 1,012	\$ 4,534
Deferred Revenue	0		27,417
Total Liabilities	0	1,012	31,951
Fund Balances			
Unreserved Reported In:			
General Fund	0	0	599,420
Special Revenue Fund	28,754	213,545	382,758
Total Fund Balances	28,754	213,545	982,178
Total Liabilities and Fund Balances	\$ 28,754	\$ 214,557	\$ 1,014,129

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Assets
 June 30, 2008

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

Total Fund Balance - Governmental Funds	\$	982,178
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

The cost of capital assets	\$	6,893,206	
Accumulated depreciation is		<u>(3,639,112)</u>	3,254,094

Because some charges for services for the Ambulance Fund will not be collected for several months after the Village's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities.

27,417

Long-term and certain other liabilities, including notes payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and other liabilities at year end consist of :

Notes Payable	(184,519)	
Accrued interest on Notes Payable	(469)	
Compensated Absences	<u>(56,020)</u>	<u>(241,008)</u>

Total net assets - governmental activities	\$	<u><u>4,022,681</u></u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2008

	General Fund	Fire Fund	EMS Ambulance Fund
Revenues			
Taxes			
Property	\$ 100,838	\$ 0	\$ 0
Gross Receipts	355,032	0	0
Franchise	4,896	0	0
Motor Vehicle	8,587	0	0
Cigarette	2,746	0	0
Lodgers	0	0	0
Gasoline	0	0	0
State Grants	130,540	123,990	15,133
License, Fees, and Fines	3,985	0	0
Charges for Services	66,133	0	43,607
Interest Income	0	4,866	1,408
Miscellaneous	73,557	32	1,222
Total Revenues	<u>746,314</u>	<u>128,888</u>	<u>61,370</u>
Expenditures			
Current			
General Government	306,148	0	0
Public Safety	221,985	52,403	48,497
Public Works	87,005	0	0
Health & Welfare	0	0	0
Culture & Recreation	16,770	0	0
Capital Outlay	0	62,343	0
Debt Service			
Principal	0	19,624	8,728
Interest	0	2,666	0
Total Expenditures	<u>631,908</u>	<u>137,036</u>	<u>57,225</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>114,406</u>	<u>(8,148)</u>	<u>4,145</u>
Other Financing Sources (Uses)			
Transfers In/Out	(16,000)	0	0
Total Other Sources (Uses)	<u>(16,000)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	98,406	(8,148)	4,145
Fund Balance at Beginning of year	<u>501,014</u>	<u>96,111</u>	<u>48,351</u>
Fund Balance End of Year	<u>\$ 599,420</u>	<u>\$ 87,963</u>	<u>\$ 52,496</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2008

	Health Clinic Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues			
Taxes			
Property	\$ 0	\$ 0	\$ 100,838
Gross Receipts	0	49,838	404,870
Franchise	0	0	4,896
Motor Vehicle	0	0	8,587
Cigarette	0	1,379	4,125
Lodgers	0	10,416	10,416
Gasoline	0	28,993	28,993
State Grants	163,000	72,068	504,731
License, Fees, and Fines	0	0	3,985
Charges for Services	0	1,631	111,371
Interest Income	311	6,422	13,007
Miscellaneous	1,200	7,519	83,530
Total Revenues	164,511	178,266	1,279,349
Expenditures			
Current			
General Government	0	0	306,148
Public Safety	0	22,539	345,424
Public Works	0	34,643	121,648
Health & Welfare	172,019	0	172,019
Culture & Recreation	0	12,886	29,656
Capital Outlay	0	98,427	160,770
Debt Service			
Principal	0	5,761	34,113
Interest	0	1,153	3,819
Total Expenditures	172,019	175,409	1,173,597
Excess (Deficiency) of Revenues Over Expenditures	(7,508)	2,857	105,752
Other Financing Sources (Uses)			
Transfers In/Out	0	16,000	0
Total Other Sources (Uses)	0	16,000	0
Net Change in Fund Balance	(7,508)	18,857	105,752
Fund Balance at Beginning of year	36,262	194,688	876,426
Fund Balance End of Year	\$ 28,754	\$ 213,545	\$ 982,178

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balance
 To the Statement of Activities
 June 30, 2008

Net Change in Fund Balance \$ 105,752

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Because some property taxes and receivables will not be collected for several months after the Village's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities.

Property Taxes	(4,895)	
Charge for Services for the Ambulance Fund	<u>27,420</u>	22,525

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays in the period.

Depreciation expense	\$ (269,203)	
Capital Outlays	<u>160,770</u>	(108,433)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 34,113

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 59

Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (12,980)

Changes in Net Assets of Governmental Activities \$ 41,036

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
GENERAL FUND

Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes				
Property	\$ 78,774	\$ 78,774	\$ 100,359	\$ 21,585
Franchise	9,400	9,400	7,181	(2,219)
Gross Receipts	275,000	275,000	361,750	86,750
Motor Vehicle	8,500	8,500	8,588	88
Cigarette	2,500	2,500	3,082	582
License & Permits	3,600	3,600	3,765	165
Charges for Services	59,850	59,850	66,133	6,283
Fines and Forfeitures	0	0	220	220
Grants	56,000	56,000	130,540	74,540
Miscellaneous	44,895	44,895	74,139	29,244
Total Revenues	538,519	538,519	755,757	217,238
Expenditures				
Executive				
Personnel Services	50,897	50,897	51,575	(678)
Operating Expense	1,800	1,800	1,401	399
Total Executive	52,697	52,697	52,976	(279)
Financial Department				
Personnel Services	189,360	189,360	185,881	3,479
Operating Expense	28,200	28,200	22,689	5,511
Property Tax Administration Fee	788	788	0	788
Bulk Gas & Oil	2,400	2,400	917	1,483
Accounts Payable	1,000	1,000	1,477	(477)
Capital Outlay	22,583	22,583	0	22,583
Total Financial	244,331	244,331	210,964	33,367
Police Department				
Personnel Services	215,972	215,972	197,235	18,737
Operating Expense	8,500	8,500	11,643	(3,143)
DWI-Overtime	0	0	1,262	(1,262)
Animal Control	2,000	2,000	500	1,500
Bulk Gas & Oil	7,000	7,000	9,698	(2,698)
Accounts Payable	500	500	1,351	(851)
Total Police Department	\$ 233,972	\$ 233,972	\$ 221,689	\$ 12,283

STATE OF NEW MEXICO
VILLAGE OF LOGAN
GENERAL FUND

Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Highway & Streets				
Personnel Services	\$ 30,824	\$ 30,824	\$ 26,783	\$ 4,041
Operating Expense	17,250	17,250	12,727	4,523
Bulk Gas & Oil	9,000	9,000	7,564	1,436
Accounts Payable	1,000	1,000	1,745	(745)
Capital Outlay	0	0	2,750	(2,750)
Total Highway & Streets	58,074	58,074	51,569	6,505
Motor Vehicle Department				
Personnel Services	31,075	31,075	31,034	41
Operating Expense	2,800	2,800	2,617	183
Accounts Payable	200	200	65	135
Capital Outlay	0	0	400	(400)
Total Motor Vehicle	34,075	34,075	34,116	359
Civic Center				
Salaries & Benefits	8,724	8,724	11,358	(2,634)
Operating Expense	6,950	6,950	4,390	2,560
Accounts Payable	300	300	165	135
Capital Outlay	0	0	793	(793)
Total Civic Center	15,974	15,974	16,706	(732)
Insurance				
Employee Bonds	800	800	500	300
General fund	8,000	8,000	6,857	1,143
Risk Management	15,000	15,000	15,500	(500)
Workers Compensation	6,000	6,000	14,181	(8,181)
Total Insurance	29,800	29,800	37,038	(7,238)
Miscellaneous				
Election Expense	3,000	3,000	1,668	1,332
Asst to Chamber of Commerce	750	750	0	750
Legal Fees	5,000	5,000	0	5,000
Tornado Disaster	0	0	1,715	(1,715)
UTE Water Commission	600	600	600	0
EPCOG	443	443	443	0
NM State Library	300	300	300	0
Capital Outlay	12,000	12,000	1,206	10,794
Total Miscellaneous	22,093	22,093	5,932	16,161
Total Expenditures	\$ 691,016	\$ 691,016	\$ 630,990	\$ 60,426

STATE OF NEW MEXICO
VILLAGE OF LOGAN
GENERAL FUND

Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Excess (Deficiency) of Revenues Over Expenditures	<u>(152,497)</u>	<u>(152,497)</u>	<u>124,767</u>	<u>277,664</u>
Other Financing Sources (Uses)				
Transfer to Senior Citizens	<u>(16,000)</u>	<u>(16,000)</u>	<u>(16,000)</u>	<u>0</u>
Total Other Sources (Uses)	<u>(16,000)</u>	<u>(16,000)</u>	<u>(16,000)</u>	<u>0</u>
Net Change in Cash Balance	(168,497)	(168,497)	108,767	277,664
Cash Balance Beginning of Year	<u>449,719</u>	<u>449,719</u>	<u>449,719</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 281,222</u>	<u>\$ 281,222</u>	<u>\$ 558,486</u>	<u>\$ 277,664</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 124,767	
Net Change in Taxes Receivables			(8,861)	
Net Change in Interest Receivables			(582)	
Net Change in Accounts Payable			1,636	
Net Change in Inventory			<u>(2,554)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 114,406</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-FIRE FUND
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Fire Allotment	\$ 110,000	\$ 110,000	\$ 123,990	\$ 13,990
Interest	113,000	113,000	4,866	(108,134)
Miscellaneous	500	500	32	(468)
Total Revenues	<u>223,500</u>	<u>223,500</u>	<u>128,888</u>	<u>(94,612)</u>
Expenditures				
Public Safety				
Operating Expenses	10,800	10,800	9,554	1,246
Utilities	11,000	11,000	10,913	87
Bulk Gas & Oil	5,000	5,000	5,297	(297)
Training	10,000	10,000	8,463	1,537
Insurance	15,000	15,000	15,000	0
Accounts Payable	2,000	2,000	1,117	883
Lease Purchase				
Interest	0	0	2,666	(2,666)
Principal	0	0	19,624	(19,624)
Capital Outlay	131,569	131,569	65,519	66,050
Total Expenditures	<u>185,369</u>	<u>185,369</u>	<u>138,153</u>	<u>47,216</u>
Excess (Deficiency) of Revenues Over Expenditures	38,131	38,131	(9,265)	(47,396)
Cash Balance Beginning of Year	<u>97,228</u>	<u>97,228</u>	<u>97,228</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 135,359</u>	<u>\$ 135,359</u>	<u>\$ 87,963</u>	<u>\$ (47,396)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (9,265)	
Net Change in Accounts Payable			<u>1,117</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (8,148)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-EMS/AMBULANCE
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State EMS Grant	\$ 10,824	\$ 10,824	\$ 15,133	\$ 4,309
Ambulance Services	30,000	30,000	35,917	5,917
Donations	500	500	1,222	722
Interest	1,000	1,000	1,408	408
Total Revenues	<u>42,324</u>	<u>42,324</u>	<u>53,680</u>	<u>11,356</u>
Expenditures				
Public Safety				
Personnel Services	1,403	1,403	1,426	(23)
Operating Expense	22,500	22,500	18,540	3,960
Bulk Gas & Oil	4,000	4,000	3,501	499
Training	6,000	6,000	6,356	(356)
Insurance	8,000	8,000	8,000	0
Lease Purchase				
Principal	0	0	8,728	(8,728)
Interest	0	0	0	0
Accounts Payable	500	500	647	(147)
Capital Outlay	22,245	22,245	10,332	11,913
Total Expenditures	<u>64,648</u>	<u>64,648</u>	<u>57,530</u>	<u>7,118</u>
Excess (Deficiency) of Revenues Over Expenditures	(22,324)	(22,324)	(3,850)	18,474
Cash Balance Beginning of Year	<u>42,110</u>	<u>42,110</u>	<u>42,110</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 19,786</u>	<u>\$ 19,786</u>	<u>\$ 38,260</u>	<u>\$ 18,474</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,850)	
Net Change in Taxes Receivable			7,690	
Net Change in Inventory			15	
Net Change in Accounts Payable			290	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 4,145</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-HEALTH CLINIC
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Revenue	\$ 1,200	\$ 1,200	\$ 1,200	\$ 0
State Grant	163,500	163,500	163,000	(500)
Interest Income	200	200	359	159
Total Revenues	<u>164,900</u>	<u>164,900</u>	<u>164,559</u>	<u>(341)</u>
Expenditures				
Public Works				
Operating Expenses	<u>191,224</u>	<u>191,224</u>	<u>172,019</u>	<u>19,205</u>
Total Expenditures	<u>191,224</u>	<u>191,224</u>	<u>172,019</u>	<u>19,205</u>
Excess (Deficiency) of Revenues Over Expenditures	(26,324)	(26,324)	(7,460)	18,864
Cash Balance Beginning of Year	<u>36,197</u>	<u>36,197</u>	<u>36,197</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 9,873</u>	<u>\$ 9,873</u>	<u>\$ 28,737</u>	<u>\$ 18,864</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (7,460)	
Net Change in Interest Income			(48)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (7,508)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 PROPRIETARY FUND
 Statement of Net Assets
 June 30, 2008

ASSETS	Water and Sewer Fund	Landfill Fund	Total
Current Assets			
Cash and Cash Equivalents	\$ 363,101	\$ 299,251	\$ 662,352
Receivables			
Accounts	34,689	11,526	46,215
Interest	1,172	343	1,515
Taxes	0	1,252	1,252
Inventory	4,564	0	4,564
Total Current Assets	<u>403,526</u>	<u>312,372</u>	<u>715,898</u>
Noncurrent Assets			
Restricted Cash	44,670	0	44,670
Capital Assets	2,318,408	161,348	2,479,756
Less Accumulated Depreciation	(718,496)	(52,128)	(770,624)
Total Noncurrent Assets	<u>1,644,582</u>	<u>109,220</u>	<u>1,753,802</u>
Total Assets	<u>2,048,108</u>	<u>421,592</u>	<u>2,469,700</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	794	2,274	3,068
Accrued Interest	2,702	0	2,702
Current Portion of Long-Term Debt	28,675	0	28,675
Total Current Liabilities	<u>32,171</u>	<u>2,274</u>	<u>34,445</u>
Noncurrent Liabilities			
Bonds and Notes	107,262	0	107,262
Compensated Absences	5,098	1,407	6,505
Customer Deposits	22,489	0	22,489
Total Noncurrent Liabilities	<u>134,849</u>	<u>1,407</u>	<u>136,256</u>
Total Liabilities	<u>167,020</u>	<u>3,681</u>	<u>170,701</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	1,508,645	109,220	1,617,865
Unrestricted	372,443	308,691	681,134
Total Net Assets	<u>\$ 1,881,088</u>	<u>\$ 417,911</u>	<u>\$ 2,298,999</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 PROPRIETARY FUND
 Statement of Revenue, Expenses and Changes in Fund Net Assets
 For the Year Ended June 30, 2008

	Water and Sewer Fund	Landfill Fund	Total
Operating Revenues			
Sales & Service	\$ 374,152	\$ 155,938	\$ 530,090
Connection Fees	16,478	3,681	20,159
Miscellaneous	6,386	8,941	15,327
Total Operating Revenues	<u>397,016</u>	<u>168,560</u>	<u>565,576</u>
Operating Expenses			
Salaries & Benefits	119,066	28,282	147,348
Operating	67,916	50,730	118,646
Fuel & Power	28,887	482	29,369
Governmental Gross Receipt Tax	16,388	7,490	23,878
Water Conservation Fee	3,980	0	3,980
Administration Costs	40,000	0	40,000
Depreciation	50,776	8,735	59,511
Total Operating Expenses	<u>327,013</u>	<u>95,719</u>	<u>422,732</u>
Operating Income (Loss)	<u>70,003</u>	<u>72,841</u>	<u>142,844</u>
Nonoperating Revenue (Expenses)			
Taxes	0	6,980	6,980
Interest Income	11,977	9,037	21,014
Interest Expense	(9,387)	0	(9,387)
Total Nonoperating Revenue (Expense)	<u>2,590</u>	<u>16,017</u>	<u>18,607</u>
Other Items			
State Grant	<u>615,000</u>	<u>0</u>	<u>615,000</u>
Change in Net Assets	687,593	88,858	776,451
Total Net Assets - Beginning	<u>1,193,495</u>	<u>329,053</u>	<u>1,522,548</u>
Total Net Assets - Ending	<u>\$ 1,881,088</u>	<u>\$ 417,911</u>	<u>\$ 2,298,999</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 PROPRIETARY FUND
 Combined Statement of Cash Flows
 For the Year Ended June 30, 2008

	Water and Sewer Fund	Landfill Fund	Total
Cash Flows from Operating Activities			
Cash Received From Customers	\$ 357,173	\$ 170,803	\$ 527,976
Cash Paid to Suppliers and Employees	240,378	86,217	326,595
Net Cash Provided by Operating Activities	<u>116,795</u>	<u>84,586</u>	<u>201,381</u>
Cash Flows from Noncapital Financing Activities			
Taxes	0	6,980	6,980
Net Cash Provided by Noncapital Financing Activities	<u>0</u>	<u>6,980</u>	<u>6,980</u>
Cash Flows from Capital & Related Financing Activities			
Loan Proceeds	24,500	0	24,500
Grants for Construction Projects	615,000	0	615,000
Acquisition and Construction of Capital Assets	(679,532)	(27,480)	(707,012)
Principal Paid	(20,183)	0	(20,183)
Interest Paid	(9,387)	0	(9,387)
Net Cash Provided by Capital & Related Financing Activities	<u>(69,602)</u>	<u>(27,480)</u>	<u>(97,082)</u>
Cash Flows from Investing Activities			
Interest Received	11,977	9,037	21,014
Net Cash Provided by Investing Activities	<u>11,977</u>	<u>9,037</u>	<u>21,014</u>
Net Increase (Decrease) in Cash	59,170	73,123	132,293
Cash, Beginning of Year	<u>348,601</u>	<u>226,128</u>	<u>574,729</u>
Cash, End of Year	<u>\$ 407,771</u>	<u>\$ 299,251</u>	<u>\$ 707,022</u>
Cash and Cash Equivalents	\$ 363,101	\$ 299,251	\$ 662,352
Restricted Cash	44,670	0	44,670
Total Cash	<u>\$ 407,771</u>	<u>\$ 299,251</u>	<u>\$ 707,022</u>
Reconciliation of Net Income to Net Cash Provided by Operating Activities			
Operating Income (Loss)	\$ 70,003	\$ 72,841	\$ 142,844
Depreciation	50,776	8,735	59,511
Change in Assets and Liabilities			
(Increase) Decrease in Accounts Receivable	(1,642)	3,454	1,812
(Increase) Decrease in Interest Receivable	(688)	23	(665)
(Increase) Decrease in Taxes Receivable	0	(233)	(233)
(Increase) Decrease in Inventories	(358)	0	(358)
Increase (Decrease) in Accounts Payable	(2,468)	79	(2,389)
Increase (Decrease) in Accrued Interest	1,365	0	1,365
Increase (Decrease) in Compensated Absences	(969)	(313)	(1,282)
Increase (Decrease) in Customer Deposits	776	0	776
Net Cash Provided by Operating Activities	<u>\$ 116,795</u>	<u>\$ 84,586</u>	<u>\$ 201,381</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Statement of Fiduciary Assets and Liabilities - Agency Funds
For the Year Ended June 30, 2008

	<u>Agency Funds</u>
Assets	
Cash	\$ <u>100</u>
Total Assets	\$ <u><u>100</u></u>
Liabilities	
Due to Others	\$ <u>100</u>
Total Liabilities	\$ <u><u>100</u></u>

The notes to the financial statements are an integral part of this statement.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the VILLAGE OF LOGAN (Village) have been prepared in accordance with general accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) prior to November 30, 1989 that do not conflict with or contradict GASB pronouncements. The more significant of the Village's accounting policies are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis for State and Local Governments*. Some of the significant changes in the Statement include the following:

- A Management's Discussion and Analysis (MD & A) providing an analysis of the Village's overall financial position and results of operations.
- Governmental-Wide Financial Statements prepared using full-accrual accounting for all the Village's activities.
- A change in fund financial statements to focus on major funds.

These and other changes are reflected in the accompanying financial statements (including the notes to the financial statements) as of June 30, 2008.

In addition, in June 2001, the GASB issued Statement No. 37, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus* - an amendment of GASB Statement No. 21 and No. 34 and Statement No. 38, *Certain Financial Note Disclosures*. These two statements clarify, modify, establish and rescind certain disclosure requirements under GASB No. 34. Both statements are being implemented in conjunction with GASB Statement No. 34. These statements do not have an impact on the results of operations or the financial position of the Village.

Financial Reporting Entity

The VILLAGE OF LOGAN was incorporated under the laws of the State of New Mexico. The Village operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services.

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

The Village has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected Village members are financially accountable. There are no other primary governments with which the Village Board Members are financially accountable. There are no other primary governments with which the Village has a significant relationship.

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

The funds of the Village are classified into two categories: governmental and proprietary. In turn, each category is divided into separate fund types. The fund classification and a description of each existing fund type follows below:

Basis of Presentation

Government-Wide Financial Statements (GWFS)

The government-wide financial statements (the statement of net assets and the statement of changes in net assets) report information on all of the activities of the Village. Fiduciary funds are not included in the GWFS. Fiduciary Funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level. The effect of interfund activity, within the governmental and business-type activities columns, has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given program 2) operating grants and contributions that are restricted to meeting the operational requirements of a particular program and 3) capital grants or contributions restricted to meeting capital requirements of a particular program. Taxes and other items not properly included amount program revenues are reported instead as general revenues.

The Village segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The Village has presented the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Village and accounts for all revenues and expenditures of the Village not encompassed within other funds.

Fire Fund - To account for operation and maintenance of the Department. Financing is provided by the motor vehicle registration fee of one dollar. Funding is provided under State Statute 24-10A-1 NMSA, 1978 Compilation. Required to be accounted for as a separate fund by New Mexico Department of Health regulation.

EMS/Ambulance - To account for the operation and maintenance of the Village EMS Department. Financing is primarily from an annual EMS allotment and fees collected for emergency transportation. The fund was created by the authority of state grant provisions. (NMSA 59A-53-1)

Health Clinic - To account for the receipts and expenditures related to the Village Health Clinic. Funding is provided by the State Department of Health, Public Health Division, to provide primary health care services. The fund was created by State Grant Provision. NMSA 24-1A-3.1.

Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and cash flow. All assets and liabilities are included on the Statement of Net Assets. The Village has presented the following major proprietary funds:

Water & Waste Water - The funds are used to account for the provision of water and sewer to the residents of the Village. Activities of the funds include administration, operations and maintenance of the water and sewer system and billing and collection activities. The funds also account for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

Landfill - The Funds are used to account for the provision of garbage services to the residents of the Village. All costs are financed through charges to customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

Additionally, the Village reports the following non-major funds types:

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

Capital Projects Fund - The Capital Projects Fund is used to account for all resources for the acquisition of capital facilities by the Village.

Fiduciary Fund - The Fiduciary funds account for assets held by the Village in a trustee or agent capacity.

Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Derived tax revenue, such as franchise and sales tax revenue, is recognized when the underlying exchange transaction occurs.

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the Village's taxpayer or citizenry, as a whole; program revenues reduced the cost of the function to be financed from the Village's general revenues. Program revenues include charges for services or applicants who purchase, use or directly benefit from the goods or services provided by the given function.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e. when they become both measurable and available. "Measurable means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village considers property taxes as available if they are collected within 30 days after year end. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. Sales taxes collected and held by the state at year on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received.

Budgetary Control

1. Prior to June 1, the Village's Clerk-Treasurer submits the budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Prior to July 1, the budget is legally enacted through passage of an ordinance and then must be approved by Local Government Division of the State Department of Finance and Administration.
3. The Village treasurer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Village Trustees and the State Department of Finance and Administration.
4. Formal budgetary integration is employed as a management control device during the year for all funds.
5. The level of budget authority is at the fund level.

The Proprietary Funds group accounts for funds received in the course of the operation of self-supporting functions which receive their revenues from providing goods or services to internal or external customers. The two types of funds that make up this category are:

1. Enterprise Funds. Enterprise Funds account for operations carried out and financed like a business operation, usually designated to be self-supporting through fees for services and generating revenues from outside sources. The Village of Logan has two of these funds, including the Water and Sewer Fund as well as the Landfill Fund. Enterprise Funds are budgeted as separate cost centers but as integral parts of the work programs.
2. Internal Service Fund (ISF). An ISF accounts for financing goods or services provided by an organizational unit of the Village to other units of the Village, on a self-liquidating, fee-for-service basis. The Village of Logan does not have an ISF Fund.

Cash and Cash Equivalents

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

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Notes to the Financial Statements
June 30, 2008

The Village is authorized under the provisions of Chapter 6, Article 10, paragraph 10, NMSA 1978, to deposit its money in banks, savings and loan associations and/or credit unions whose accounts are insured by an agency of the United States.

Investments

All money not immediately necessary for the public uses of the Village may be invested in :

(a) bonds or negotiable securities of the United States, the state or any county, municipality or Village which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or

(b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.

(c) in contracts with banks, savings and loan associations or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in this subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with investment.

Prepaid Items

Prepaid balances are for payments made by the Village in the current year to provide services occurring in the subsequent fiscal year, and the reserve for prepaid items has been recorded to signify that a portion of fund balance is not available for other subsequent expenditures.

Receivables and Payables

Receivables include property taxes, interfund loans that are expected to be paid back and amount due from state government agencies related to various grant agreements. Payables represent routine monthly bills for services rendered and products purchased and accrued salaries and benefits.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Notes to the Financial Statements
June 30, 2008

Capital Assets

Capital assets, which includes property, plant, equipment (including software), and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Capital assets are recorded at historical costs and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the Village as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair market value on the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The construction period interest is not capitalized in the proprietary funds.

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

Buildings, Improvements and Infrastructure	20-50 Years
Equipment and Vehicles	3-15 Years

Use of Restricted Funds

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

Revenue

The policy for defining the proprietary fund's operating revenues and expenses is how individual transactions would be categorized for purposes of preparing a statement of cash flows. Transactions for which cash flows are reported as capital and related financing activities, noncapital financing activities, or investing activities normally are not reported as components of operating income.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water, Waste Water and the Solid Waste Fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Compensated Absences

All full-time employees are entitled to five to twenty days (depending on employment) a maximum of 20 days can be accrued. Non-salaried employees are eligible for compensation time.

Each permanent employee of the Village accrues sick leave as working days with full pay on the basis of one (1) day per each month of employment. Sick leave may be granted only from duty because of personal illness, legal quarantine, or medical, dental, or optical appointments. In case of an extended sickness in excess of the accumulated sick leave, annual leave may be applied to sick leave. The employee may be eligible to sell sick leave in excess of 10 days at the rate of 75% of regular pay, only upon approval of the board.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Notes to the Financial Statements
June 30, 2008

The following securities are pledged at **First National Bank**:

Description	CUSIP #	Par/Market		Maturity Date	Location
		Value			
FNMA-ARM POOL #670702	31391MDF7	\$	28,648	11-01-32	Dallas, TX
FNMA-ARM POOL #729128	31402HA50		27,540	11-01-33	Dallas, TX
Luna Co. NM School District	550340CF8		100,000	08-01-09	Dallas, TX
Vaughn, NM School District *	922382BX3		85,000	08-01-14	Dallas, TX
Eastern NM University	276785UA8		50,000	04-01-14	Dallas, TX
Eastern NM University	27678NAK9		25,000	08-15-11	Dallas, TX
Eastern NM University	27678NAK10		50,000	08-15-11	Dallas, TX
Bernalillo NM School District	085279MW4		25,000	08-01-17	Dallas, TX
Espanola NM Public School	296628BK5		25,000	07-01-17	Dallas, TX
Roosevelt Co NM Gross Recpts	776461AL9		125,000	06-01-17	Dallas, TX
Roosevelt Co NM Gross Recpts	776461AL10		50,000	06-01-17	Dallas, TX
FHLB Fixed Rate Note	3133XPFR0		45,000	02-22-18	Dallas, TX
		\$	<u>636,188</u>		

Bank of Albuquerque

Name of Account	Balance	Reconciled	Type
	Per Bank 06-30-08	Balance	
NMFA Trustee	\$ 22,220	\$ 22,220	Checking
TOTAL Deposited	22,220	<u>22,220</u>	
Less: FDIC Coverage	(22,220)		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	<u>0</u>		

Custodial Credit Risk-Deposits

Depository Account	Bank Balance
Insured	\$ 222,220
Collateralized:	
Collateral held by the pledging bank in Village's name	636,188
Uninsured and uncollateralized	548,551
Total Deposits	<u>\$ 1,406,959</u>

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2008 \$548,551 of the Village's bank balance of \$1,406,959 was exposed to custodial credit risk.

State Treasurer

Name of Account	Balance	Reconciled	Type
	Per Bank 06-30-08	Balance	
Village of Logan	\$ 220,500	\$ 220,500	Savings
TOTAL Deposited	<u>220,500</u>	<u>220,500</u>	

STATE OF NEW MEXICO
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The investments with the State Treasurer are valued at fair value based on quoted market prices as of valuation date.

The State Treasurer Local Government Investment Pool is not SEC registered. 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 by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments;

The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested; and

Participation in the local government investment pool is voluntary.

Interest Rate Risk

Interest rate risk is the risk that interest rate variations may adversely affect an investment's fair value. The prices of securities fluctuate with market interest rates and the securities held in a portfolio will decline if market interest rates rise. The portfolio's weighted average maturity (WAM) is a key determinant of the tolerance of a fund's investments to rising interest rates. The WAM for this investment is 24 days. The investment is rated AAAM and the rate is 2.408%.

NOTE D: RESTRICTED CASH

There was \$2,080 restricted cash in the Fire Fund and \$1,022 restricted cash in the EMS Ambulance Fund. This money is restricted for the purpose of retiring debt for the fire truck and ambulance financed by New Mexico Finance Authority.

NOTE E: CAPITAL ASSETS

Capital Assets Balances and Activity for the Year Ended June 30, 2008, is as follows:

	Balance 6/30/07	Increases	Decreases	Balance 6/30/08
Governmental Activities				
Capital Assets, not being Depreciated				
Land	\$ 58,500	\$ 0	\$ 0	\$ 58,500
Infrastructure	3,786,450	70,966	0	3,857,416
Total Capital Assets, not being Depreciated	3,844,950	70,966	0	3,915,916
Capital Assets, being Depreciated				
Buildings & Improvements	1,701,645	14,276	0	1,715,921
Equipment	920,126	55,456	0	975,582
Vehicles	265,715	20,072	0	285,787
Total Capital Assets, being Depreciated	2,887,486	89,804	0	2,977,290
Total Capital Assets	6,732,436	160,770	0	6,893,206

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Notes to the Financial Statements
June 30, 2008

Less Accumulated Depreciation

Infrastructure	2,289,896	172,035	0	2,461,931
Buildings & Improvements	570,373	32,623	0	602,996
Equipment	337,837	43,989	0	381,826
Vehicles	171,803	20,556	0	192,359
Total Accumulated Depreciation	<u>3,369,909</u>	<u>269,203</u>	<u>0</u>	<u>3,639,112</u>

Capital Assets, net	\$ <u>3,362,527</u>	\$ <u>(108,433)</u>	\$ <u>0</u>	\$ <u>3,254,094</u>
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Depreciation expense was charged to governmental activities as follows:

General	\$ 15,474
Public Safety	41,676
Public Works	180,439
Health & Welfare	12,739
Culture & Recreation	18,875
Total depreciation expenses	<u>\$ 269,203</u>

	Balance 6/30/07	Increases	Decreases	Balance 6/30/08
Business-Type Activities				
Capital Assets not being Depreciated				
Land	\$ 117,446	\$ 100,966	\$ 0	\$ 218,412
Total Capital Assets not being Depreciated	117,446	100,966	0	218,412
Other Capital Assets				
Buildings & Improvements	1,457,954	545,356	0	2,003,310
Equipment	176,785	15,940	0	192,725
Vehicles	20,559	44,750	0	65,309
Total Capital Assets at Historical Cost	<u>1,772,744</u>	<u>707,012</u>	<u>0</u>	<u>2,479,756</u>
Less Accumulated Depreciation				
Buildings & Improvements	629,920	43,429	0	673,349
Equipment	65,813	11,124	0	76,937
Vehicles	15,380	4,958	0	20,338
Total Accumulated Depreciation	<u>711,113</u>	<u>59,511</u>	<u>0</u>	<u>770,624</u>
Capital Assets, net	\$ <u>1,061,631</u>	\$ <u>647,501</u>	\$ <u>0</u>	\$ <u>1,709,132</u>

NOTE E: LONG TERM DEBT

Notes Payable

Loans were made with the New Mexico Finance Authority for the purpose of refunding water and sewer bonds and the construction of an equipment storage building. These loans are to be paid with revenues from the Water and Sewer Fund. The loan for 80 acres is with a private individual. The fire truck, ambulance, police vehicle and CNH Capital are general long-term debts of the Village. The capital lease is in Water and Sewer Fund.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Notes to the Financial Statements
June 30, 2008

A summary of activity in the Long-Term Debt is as follows:

	Balance 6/30/07	Additions	Reductions	Balance 6/30/08	Amounts Due Within One Year
Governmental Activities					
Notes Payable	\$ 218,631	\$ 0	\$ 34,114	\$ 184,517	\$ 34,805
Total Notes Payable	<u>218,631</u>	<u>0</u>	<u>34,114</u>	<u>184,517</u>	<u>34,805</u>
Other Liabilities					
Compensated Absences	43,040	42,337	29,357	56,020	0
Total Other Liabilities	<u>43,040</u>	<u>42,337</u>	<u>29,357</u>	<u>56,020</u>	<u>0</u>
Long-Term Liabilities	<u>\$ 261,671</u>	<u>\$ 42,337</u>	<u>\$ 63,471</u>	<u>\$ 240,537</u>	<u>\$ 34,805</u>

The compensated absences ultimately will be liquidated by the General Fund as they have been in the past.

Description	Date of Issue	Original Amount	Interest Rate	Balance
Fire Truck	05-12-03	200,000	2.002%	\$ 125,593
Ambulance	06-01-05	70,000	3.00%	43,969
CNH Capital	11-03-05	29,123	6.37%	14,956
				<u>\$ 184,518</u>

The annual requirements to amortize the loans as of June 30, 2008, including interest payments are as follows:

	Principal	Interest	Total
2009	\$ 34,805	\$ 3,199	\$ 38,004
2010	35,571	2,506	38,077
2011	31,718	1,824	33,542
2012	29,907	1,405	31,312
2013	30,415	971	31,386
2014	22,102	503	22,605
	<u>\$ 184,518</u>	<u>\$ 10,408</u>	<u>\$ 194,926</u>

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Notes to the Financial Statements
June 30, 2008

Proprietary Funds

A summary of activity in the Long-Term Debt is as follows:

	Balance 6/30/07	Additions	Reductions	Balance 6/30/08	Amounts Due Within One Year
Business-Type Activities					
Loans Payable	\$ 131,620	\$ 24,500	\$ 20,183	\$ 135,937	\$ 28,675
Total Notes Payable	<u>131,620</u>	<u>24,500</u>	<u>20,183</u>	<u>135,937</u>	<u>28,675</u>
Other Liabilities					
Compensated Absences	7,787	6,950	8,232	6,505	0
Total Other Liabilities	<u>7,787</u>	<u>6,950</u>	<u>8,232</u>	<u>6,505</u>	<u>0</u>
Long-Term Liabilities	<u>\$ 139,407</u>	<u>\$ 31,450</u>	<u>\$ 28,415</u>	<u>\$ 142,442</u>	<u>\$ 28,675</u>

The compensated absences ultimately will be liquidated by the Water & Sewer Fund as they have been in the past.

Description	Date of Issue	Original Amount	Interest Rate	Balance	Due Within One Year
Refunding Loan	09-30-98	215,669	6.58%	\$ 105,477	\$ 15,046
Storage Building	03-26-99	51,152	4.34%	5,960	5,960
Kansas State	04-01-08	24,500	5.00%	24,500	7,669
				<u>\$ 135,937</u>	<u>\$ 28,675</u>

The annual requirements to amortize the loans as of June 30, 2008, including interest payments are as follows:

	Principal	Interest	Total
2009	\$ 28,675	\$ 8,434	\$ 37,109
2010	24,127	6,730	30,857
2011	25,632	5,225	30,857
2012	18,010	3,623	21,633
2013	19,130	2,503	21,633
2014	20,363	1,271	21,634
	<u>\$ 135,937</u>	<u>\$ 27,786</u>	<u>\$ 163,723</u>

NOTE F: PROPERTY TAXES

The County collects the Village's share of property taxes assessed. Property taxes attach an enforceable lien on property as of January 1st. Tax notices are sent by the County treasurer to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. The County collects such taxes and distributes them to the Village on a monthly basis. The Village accounts for its share of property taxes in the General, Debt Service and Capital Projects Funds. Only those collections received are recorded as revenues for the budget presentation.

NOTE G: PENSION PLAN

Plan Description. Substantially all of the Town'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, NM 87504-2123. The report is also available on PERA's website at www.pera.state.nm.us.

Plan members are required to contribute 7% of their gross salary. The Village is required to contribute 10% of the gross covered salary, and 10% for all police employees. The Village's contributions to PERA for the year's ending June 30, 2008, 2007, and 2006, were \$76,901, \$76,148, and 75,652, respectively, equal to the amount of the required contributions for each year.

NOTE H: POST-EMPLOYMENT BENEFITS

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

Monies flow to the Retiree Health Care Fund on a pay-as-you-go basis from eligible employers and eligible retirees. Eligible employers consist of institutions of higher education, Villages, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities or counties, which are affiliated under or covered by the Education Retirement Act, Public Employees Retirement Act, Volunteer Firefighters Retirement Act, Judicial Retirement Act or the Magistrate Retirement Act.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
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Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf, unless that person retires before the employer's NMRHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employers effective date and the date of retirement and the date of retirement;

(2) Retirees defined by the Act who retired prior to July 1, 1990; and former legislators who served at least two years.

Each participating employer makes contributions to the fund in the amount of 1.3 percent of each participating employee's annual salary. Each employee contributes to the fund an employee contribution in an amount equal to .65 percent of the employee's salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional participation fee of five dollars (\$5.00) if the eligible participant retired prior to the employers NMRHCA effective date or is a former legislator. Participants may also enroll in optional plans of coverage.

The Retiree Health Care Authority issues a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the RHCA, 4308 Carlisle Blvd. NE, Suite 104, Albuquerque, New Mexico 87107.

For the fiscal year ended June 30, 2008, 2007, and 2006 the Village remitted \$7,845, \$8,406, and \$8,091 in employer and employee contributions to the Retiree Health Care Authority.

GASB 43 and GASB 45 will have a material effect on the financial statements of the Village as they become fully effective in 2007, 2008, 2009 and 2010.

NOTE I: RECEIVABLES

Receivables as of June 30, 2008, were as follows:

<u>Receivables</u>	<u>General</u>		<u>EMS Ambulance</u>		<u>Health Clinic</u>		<u>Non-Major</u>		<u>Business-Type</u>	
Accounts Receivable	\$	0	\$	40,174	\$	0	\$	0	\$	46,215
Interest		4,777		0		17		648		1,515
Gross Receipts										
Taxes		36,544		0		0		5,117		1,252
Other Taxes		2,679		0		0		4,069		0
	\$	<u>44,000</u>	\$	<u>40,174</u>	\$	<u>17</u>	\$	<u>9,834</u>	\$	<u>48,982</u>

NOTE J: INTERFUND TRANSFERS

Interfund transfers during the year ended June 30, 2008, were as follows:

	<u>Transfers Out</u>		<u>Transfer In</u>			
			<u>Senior Citizens</u>	<u>Lodgers Tax Promotional</u>	<u>Total</u>	
General Fund	\$	16,000	\$	16,000	\$	16,000
Lodgers Tax		5,000		0		5,000
	\$	<u>21,000</u>	\$	<u>16,000</u>	\$	<u>21,000</u>

The transfers out from the General Fund to the Senior Citizens Fund for financial support. The transfer from Lodgers Tax to Lodgers Tax Promotional is required by contract.

NOTE K: RISK MANAGEMENT

The Village participates in the New Mexico Self-Insurers Fund for medical insurance coverage for their employees. Commercial Insurance covers all other losses. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years. There are no claim liabilities at year end.

NOTE L: SURETY BOND

The officials and certain employees of the Village are covered by a surety bond as required by Section 12-6-7, NMSA, 1978 Compilation.

NOTE M: JOINT POWERS AGREEMENTS

Ute Reservoir Region

A Joint Powers Agreement has been entered into by and between the communities of Clovis, Portales, Texico, Melrose, Elida, Grady, San Jon, Logan, and Tucumcari New Mexico. The counties of Curry, Roosevelt and Quay. The purpose of the agreement is to protect and utilize existing water rights and water resources of the parties and to provide a mechanism to develop, acquire and finance a water supply and distribution system or systems to furnish, supply and provide water for the use of the parties from sources in, upon, along and including the financing of water storage, conveyance and water treatment projects. The Ute Reservoir is approximately 24,000 acre-feet, of that the Village has rights to 250 acre feet. This agreement shall be effective May 21, 2003. This agreement and the Authority created hereby shall expire on January 1, 2046 unless otherwise extended. However, any party may withdraw at any time, without penalty or liability with a written notice to other members ten days before the effective date of withdrawal. The City Treasury in Clovis is responsible for the audit responsibilities, and they are also the fiscal agent. The Department of Finance Local Government division is the agency where revenues and expenditures are reported. The Village of Logan did not contribute to the JPA for the year ending June 30, 2007. The total amount of the project is unknown since it is ongoing and can change from year to year.

Quay County Gaming Authority

The Village of San Jon and the communities of Logan, San Jon and Tucumcari have entered into an Agreement with the Quay County Gaming Authority on April 1, 2007. Whereas, all parties are interested in creating economic development in Quay County after years of economic stagnation; and whereas the State of New Mexico have entered into gambling compacts with the New Mexico Indian Tribes, which allows the State of New Mexico to issue an additional license to conduct Para-mutual horse racing in the State of New Mexico, and whereas a study completed by the Greater Tucumcari Economic Development Corporation has determined that Quay County would be an ideal place for a Para-mutual horse racing track and casino; whereas the Parties believe that it would be in the best interest of the State of New Mexico as well as each Party to this Agreement that the license, track facility and casino be owned and operated by the entities which are Parties to this Agreement; and whereas the Parties desire to pursue the acquisition of a license and ownership of a race track and casino by a Joint Powers Agreement; and whereas it is the desire that Quay County Gaming Authority have the power to carry out the purposes and functions as set forth herein.

The Purposes: The purposes of this Agreement are to pursue through all appropriate means an application for a license to conduct a horse racing meet pursuant to the New Mexico Horse Racing Act and regulations of the State Racing Commission. Also to provide a mechanism, upon being granted a license to conduct a horse racing track and casino for the benefit of the State of New Mexico and Parties to this Agreement.

Contributions: The initial contribution for each entity is as follows: 1.City of Tucumcari: \$24,000 2.County of Quay: \$18,000 3.Village of Logan \$9,000 4.Village of San Jon \$6,000. This shall be the full amount of the project for all communities.

Income Distribution: The Parties anticipate there will be income to distribute to each Party on an annual basis after the payment of all operating expenses, debt service and management fees. The amount subject to distribution, or "net profit", shall be distributed to each Party on an annual basis as follows: 1.City of Tucumcari 40% 2.County of Quay 30% 3.Village of Logan 15% 4.Village of San Jon 10% 5.Quay County Gaming Authority 5%.

Books and Records: Detailed records of all transactions made pursuant to this Joint Powers Agreement shall be kept and maintained by the Authority Board. Books and records shall be available for inspection subject to applicable statutes and shall be available to any of the member's Party to this Agreement upon reasonable request for access to the records. The financial records of the Authority shall be audited annually in accordance with the Single Audit Act and reviewed and approved by the State Auditor's Office. The results of the audit shall be reported to the Authority Board. Quay County shall be responsible for all operations, audit responsibility, and shall act as the fiscal agent. All Revenues and Expenditures shall be reported to the Department of Finance- Local Government Division.

Termination and Distribution of Assets

In the event of dissolution of the Authority, for any reason, or termination of this Agreement, the assets of the Authority shall be distributed to the Parties, with each receiving as its share of the distribution the same percentage of that Party's share of the distributable income as set forth in Article VI. An independent appraisal of all of the properties, improvements, equipment and other assets of the Authority shall be conducted and shall form the basis of the distribution of the assets according to this termination section. In the event of dissolution, termination or withdrawal, the Parties shall not be entitled to a refund of the amounts paid. In the event that all the Parties to the Agreement should elect

to terminate this Agreement, the Authority Board shall undertake to immediately establish the conditions under which distribution of assets shall be undertaken in accordance with the provisions of this section. During and after termination is shall be the responsibility of the Authority Board to coordinate the distribution of the assets and conduct a final audit on the operations of the Authority and to deliver such audit to the appropriate state authorities and local jurisdictions that were party to the Agreement during the year in which the termination occurred. Until this occurs this agreement shall be ongoing.

Severability

It is hereby declared to be the intention of the Parties that the articles, sections, subsections, paragraphs, sentences, clauses, and phrases of this Agreement are severable, and if any phrase, clause, sentence, paragraph, section, or article of this Agreement shall be declared unconstitutional by the valid judgment or decree of any court of competent jurisdiction, such unconstitutionality shall not affect any of the remaining phrases, clauses, sentences, paragraphs, sections, and articles of this Agreement, since the same would have been entered into by the Parties without such invalid portion.

San Jon Cooperative Ambulance and The Village of Logan

The village entered into a joint powers agreement with the San Jon Cooperative Ambulance on December 10th, 1996. The Village of Logan which represents the Logan Fire Department and Logan Ambulance Service, and the County of Quay which represents the Bard-Endee Fire Department and the Nara Visa Fire Department. The purpose of the agreement states that the departments involved provide fire, rescue, and ambulance services for approximately 1165 square miles. Currently, all services are dispatched by the Quay County Sheriff's Department. Several areas within the service area of these departments are unable have radio communication with the Quay County Sheriff's Department due to the distance and locations involved. The village of San Jon acting as the lead agency applied for and received funding from the Emergency Medical Services Fund Act in the amount of \$17,000.00 These funds are to erect a Tower and install a Repeater Unit. The purpose of this agreement is to equally divide between the San Jon Fire Department, San Jon Cooperative Ambulance Service, Bard-Endee Fire Department, Logan Ambulance Service, Logan Fire Department, and the Nara Visa Fire Department all operation and maintenance costs for the duration of the agreement. The Village of San Jon is the fiscal agent, responsible for operations, as well has having Audit Responsibilities. The Local Government Division is the government agency where revenues and expenditures are reported. The Village of Logan contributed \$281 dollars to the San Jon Cooperative Ambulance Service. The Joint Powers agreement shall remain in effect until January 1, 2092 or until this tower and repeater is no longer needed.

**SUPPLEMENTAL INFORMATION RELATED TO
NON MAJOR FUNDS**

NONMAJOR SPECIAL REVENUE FUNDS

Recreation Fund

To account for the operation and maintenance of the Village's youth recreation program. Financing is provided by the state shared cigarette tax. The fund was created by the authority of state statute. (NMSA 7-12-15)

Senior Citizens

To account for the receipts and expenditures of the Senior Citizens. Financing is provided by the Area on Aging. The fund was created by the authority of state statute. (NMSA 7-12-15)

Cemetery Fund

To account for the operations and maintenance of the cemetery. Financing is primarily from the sale of burial lots. The fund was authorized by NMSA 1978 3-40-1 through 9.

Law Enforcement

To account for funds received from the State of New Mexico for law enforcement purposes. The fund was created by the authority of state grant provisions. (NMSA 29-13-3)

Correction Fund

To account for the collection of fines which are used to supplement the cost of prisoner housing. The fund was created by the authority of state statute. (Section 29-1301 NMSA 1978)

Lodgers Tax

To account for a Lodger's Tax which is to be used for cultural and recreational purposes. The fund was created by the authority of state statute. (NMSA 3-38-13 to 24)

Lodgers Tax Promotional

To account for revenues and expenditures provided by a Lodger's Tax Fund for the advertising and promotion of the Village. The fund was created by the authority of state statute. (NMSA 3-38-15)

Streets Gas Tax

To account for the receipts and expenditures of special gasoline tax which is restricted for use in repairing and maintaining roads and streets within the municipality. The fund was created by the authority of state statute. (NMSA 7-1-16.9 and 7-13-1 to 18)

Infrastructure

To account for a reserve account used to improvements to roads, sewer system, and the water system. The fund was created by the authority of state statute.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 NONMAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 June 30, 2008

	<u>Recreation Fund</u>	<u>Senior Citizens</u>	<u>Cemetery Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 11,252	\$ 1,651	\$ 2,935
Receivables			
Accounts	0	0	0
Interest	0	0	0
Taxes	97	0	0
Inventory	0	0	0
Total Assets	<u>\$ 11,349</u>	<u>\$ 1,651</u>	<u>\$ 2,935</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 30	\$ 308	\$ 674
Deferred Revenue	0	0	0
Total Liabilities	<u>30</u>	<u>308</u>	<u>674</u>
Fund Balance			
Unreserved Reported In:			
Special Revenue	<u>11,319</u>	<u>1,343</u>	<u>2,261</u>
Total Fund Balance	<u>11,319</u>	<u>1,343</u>	<u>2,261</u>
 Total Liabilities and Fund Balance	 <u>\$ 11,349</u>	 <u>\$ 1,651</u>	 <u>\$ 2,935</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	<u>Law Enforcement</u>	<u>Correction Fund</u>	<u>Lodgers Tax</u>
ASSETS			
Cash and Cash Equivalents	\$ 8,379	\$ 427	\$ 20,043
Receivables			
Accounts	0	0	0
Interest	0	0	0
Taxes	0	0	1,411
Inventory	0	0	0
Total Assets	<u>\$ 8,379</u>	<u>\$ 427</u>	<u>\$ 21,454</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Unreserved Reported In:			
Special Revenue	<u>8,379</u>	<u>427</u>	<u>21,454</u>
Total Fund Balance	<u>8,379</u>	<u>427</u>	<u>21,454</u>
 Total Liabilities and Fund Balance	 <u>\$ 8,379</u>	 <u>\$ 427</u>	 <u>\$ 21,454</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2008

	<u>Lodgers Tax Promotional</u>	<u>Streets Gas Tax</u>	<u>Infrastructure</u>
ASSETS			
Cash and Cash Equivalents	\$ 4,053	\$ 17,647	\$ 138,336
Receivables			
Accounts	0	0	0
Interest	0	0	648
Taxes	0	2,561	5,117
Inventory	0	0	0
Total Assets	<u>\$ 4,053</u>	<u>\$ 20,208</u>	<u>\$ 144,101</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Deferred Revenue	0		
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Unreserved Reported In:			
Special Revenue	<u>4,053</u>	<u>20,208</u>	<u>144,101</u>
Total Fund Balance	<u>4,053</u>	<u>20,208</u>	<u>144,101</u>
 Total Liabilities and Fund Balance	 <u>\$ 4,053</u>	 <u>\$ 20,208</u>	 <u>\$ 144,101</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 NONMAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 June 30, 2008

	<u>Total</u>
ASSETS	
Cash and Cash Equivalents	\$ 204,723
Receivables	
Accounts	0
Interest	648
Taxes	9,186
Inventory	0
Total Assets	<u>\$ 214,557</u>
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ 1,012
Deferred Revenue	0
Total Liabilities	<u>1,012</u>
Fund Balance	
Unreserved Reported In:	
Special Revenue	<u>213,545</u>
Total Fund Balance	<u>213,545</u>
Total Liabilities and Fund Balance	<u>\$ 214,557</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Recreation Fund	Senior Citizens	Cemetery Fund
Revenues			
Taxes			
Gross Receipts	\$ 0	\$ 0	\$ 0
Cigarette	1,379	0	0
Lodgers	0	0	0
Gasoline	0	0	0
Capital Outlay			
State Grants	0	0	0
Charges for Services	0	0	1,631
Interest Income	345	0	124
Miscellaneous	0	0	1,614
Total Revenues	<u>1,724</u>	<u>0</u>	<u>3,369</u>
Expenditures			
Current			
Public Safety	0	0	0
Public Works	0	18,905	5,630
Culture & Recreation	1,382	0	0
Health & Welfare	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>1,382</u>	<u>18,905</u>	<u>5,630</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>342</u>	<u>(18,905)</u>	<u>(2,261)</u>
Other Financing Sources (Uses)			
Transfers In/Out	0	16,000	0
Total Other Sources (Uses)	<u>0</u>	<u>16,000</u>	<u>0</u>
Net Change in Fund Balance	342	(2,905)	(2,261)
Fund Balances at Beginning of Year	<u>10,977</u>	<u>4,248</u>	<u>4,522</u>
Fund Balance End of Year	<u>\$ 11,319</u>	<u>\$ 1,343</u>	<u>\$ 2,261</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	Law Enforcement	Correction Fund	Lodgers Tax
Revenues			
Taxes			
Gross Receipts	\$ 0	\$ 0	\$ 0
Cigarette	0	0	0
Lodgers	0	0	10,416
Gasoline	0	0	0
Capital Outlay			
State Grants	21,800	0	0
Charges for Services	0	0	0
Interest Income	578	0	564
Miscellaneous	5,905	0	0
Total Revenues	<u>28,283</u>	<u>0</u>	<u>10,980</u>
Expenditures			
Current			
Public Safety	22,539	0	0
Public Works	0	0	0
Culture & Recreation	0	0	0
Health & Welfare	0	0	0
Capital Outlay	14,711	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>37,250</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(8,967)</u>	<u>0</u>	<u>10,980</u>
Other Financing Sources (Uses)			
Transfers In/Out	0	0	(5,000)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(5,000)</u>
Net Change in Fund Balance	(8,967)	0	5,980
Fund Balances at Beginning of Year	<u>17,346</u>	<u>427</u>	<u>15,474</u>
Fund Balance End of Year	<u>\$ 8,379</u>	<u>\$ 427</u>	<u>\$ 21,454</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

	<u>Lodgers Tax Promotional</u>	<u>Streets Gas Tax</u>	<u>Infrastructure</u>
Revenues			
Taxes			
Gross Receipts	\$ 0	\$ 0	\$ 16,006
Cigarette	0	0	0
Lodgers	0	0	0
Gasoline	0	28,993	0
Capital Outlay			33,832
State Grants	0	50,268	0
Charges for Services	0	0	0
Interest Income	250	642	3,919
Miscellaneous	0	0	0
Total Revenues	<u>250</u>	<u>79,903</u>	<u>53,757</u>
Expenditures			
Current			
Public Safety	0	0	0
Public Works	0	7,108	3,000
Culture & Recreation	11,504	0	0
Health & Welfare	0	0	0
Capital Outlay	0	83,716	0
Debt Service			
Principal	0	5,761	0
Interest	0	1,153	0
Total Expenditures	<u>11,504</u>	<u>97,738</u>	<u>3,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(11,254)</u>	<u>(17,835)</u>	<u>50,757</u>
Other Financing Sources (Uses)			
Transfers In/Out	<u>5,000</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>5,000</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(6,254)	(17,835)	50,757
Fund Balances at Beginning of Year	<u>10,307</u>	<u>38,043</u>	<u>93,344</u>
Fund Balance End of Year	<u>\$ 4,053</u>	<u>\$ 20,208</u>	<u>\$ 144,101</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures
 and Changes in Fund Balance
 For the Year Ended June 30, 2008

	<u>Total</u>
Revenues	
Taxes	\$ 16,006
Gross Receipts	1,379
Cigarette	10,416
Lodgers	28,993
Gasoline	33,832
Capital Outlay	72,068
State Grants	1,631
Charges for Services	6,422
Interest Income	7,519
Miscellaneous	<u>178,266</u>
Total Revenues	
Expenditures	
Current	22,539
Public Safety	34,643
Public Works	12,886
Culture & Recreation	0
Health & Welfare	98,427
Capital Outlay	
Debt Service	5,761
Principal	1,153
Interest	<u>175,409</u>
Total Expenditures	
Excess (Deficiency) of Revenues Over Expenditures	<u>2,857</u>
Other Financing Sources (Uses)	
Transfers In/Out	<u>16,000</u>
Total Other Sources (Uses)	<u>16,000</u>
Net Change in Fund Balance	18,857
Fund Balances at Beginning of Year	<u>194,688</u>
Fund Balance End of Year	<u>\$ 213,545</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-RECREATION
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Cigarette Taxes	\$ 1,200	\$ 1,200	\$ 1,547	\$ 347
Interest	300	300	345	45
Total Revenues	<u>1,500</u>	<u>1,500</u>	<u>1,892</u>	<u>392</u>
Expenditures				
Culture & Recreation				
Personnel Services	4,608	4,608	0	4,608
Operating Expenses	1,154	1,154	1,052	102
Accounts Payable	2,500	2,500	300	2,200
Capital Outlay	100	100	33	67
Total Expenditures	<u>8,362</u>	<u>8,362</u>	<u>1,385</u>	<u>6,977</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,862)	(6,862)	507	7,369
Cash Balance Beginning of Year	<u>10,745</u>	<u>10,745</u>	<u>10,745</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 3,883</u>	<u>\$ 3,883</u>	<u>\$ 11,252</u>	<u>\$ 7,369</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 507	
Net Change in Taxes Receivables			(168)	
Net Change in Account Payable			3	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 342</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-SENIOR CITIZENS
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Culture & Recreation				
Operating	15,100	15,100	11,425	3,675
Bulk Gas & Oil	1,000	1,000	1,741	(741)
Insurance	3,000	3,000	3,000	0
Accounts Payable	900	900	850	50
Capital Outlay	0	0	2,430	(2,430)
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>19,446</u>	<u>554</u>
Excess (Deficiency) of Revenues Over Expenditures	(20,000)	(20,000)	(19,446)	554
Other Financing Sources (Uses)				
Transfer from General	16,000	16,000	16,000	0
Total Other Sources (Uses)	<u>16,000</u>	<u>16,000</u>	<u>16,000</u>	<u>0</u>
Net Change in Cash Balance	(4,000)	(4,000)	(3,446)	554
Cash Balance Beginning of Year	<u>5,097</u>	<u>5,097</u>	<u>5,097</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,097</u>	<u>\$ 1,097</u>	<u>\$ 1,651</u>	<u>\$ 554</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (19,446)	
Net Change in Accounts Payable			541	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (18,905)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-CEMETERY
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Services	\$ 1,500	\$ 1,500	\$ 1,631	\$ 131
Lot Sales	1,000	1,000	1,602	602
Dues & Contributions	100	100	0	(100)
Interest Income	200	200	124	(76)
Miscellaneous	0	0	12	12
Total Revenues	<u>2,800</u>	<u>2,800</u>	<u>3,369</u>	<u>557</u>
Expenditures				
Public Works				
Personnel Services	1,854	1,854	1,855	(1)
Operating Expenses	1,750	1,750	1,743	7
Accounts Payable	100	100	208	(108)
Capital Outlay	3,826	3,826	1,358	2,468
Total Expenditures	<u>7,530</u>	<u>7,530</u>	<u>5,164</u>	<u>2,366</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,730)	(4,730)	(1,795)	2,935
Cash Balance Beginning of Year	<u>4,730</u>	<u>4,730</u>	<u>4,730</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,935</u>	<u>\$ 2,935</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,795)	
Net Change in Account Payable			(466)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (2,261)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-LAW ENFORCEMENT
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State LEPP Grant	\$ 21,800	\$ 21,800	\$ 21,800	\$ 0
Interest	500	500	578	78
Miscellaneous	0	0	5,905	5,905
Total Revenues	<u>22,300</u>	<u>22,300</u>	<u>28,283</u>	<u>5,983</u>
Expenditures				
Public Safety				
Operating Expenses	12,269	12,269	21,674	(9,405)
Accounts Payable	0	0	238	(238)
Capital Purchases	27,615	27,615	15,576	12,039
Total Expenditures	<u>39,884</u>	<u>39,884</u>	<u>37,488</u>	<u>2,396</u>
Excess (Deficiency) of Revenues Over Expenditures	(17,584)	(17,584)	(9,205)	8,379
Cash Balance Beginning of Year	<u>17,584</u>	<u>17,584</u>	<u>17,584</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,379</u>	<u>\$ 8,379</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (9,205)	
Net Change in Accounts Payable			238	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (8,967)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-CORRECTION FUND
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Correction Fees	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Public Safety				
Housing of Prisoners	0	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>427</u>	<u>427</u>	<u>427</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 427</u>	<u>\$ 427</u>	<u>\$ 427</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-LODGERS TAX
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Lodgers Tax	\$ 7,000	\$ 7,000	\$ 10,284	\$ 3,284
Interest Income	400	400	563	163
Total Revenues	<u>7,400</u>	<u>7,400</u>	<u>10,847</u>	<u>3,447</u>
Expenditures				
Culture & Recreation				
Operating	100	100	0	100
Total Expenditures	<u>100</u>	<u>100</u>	<u>0</u>	<u>100</u>
Excess (Deficiency) of Revenues Over Expenditures	7,300	7,300	10,847	3,547
Other Financing Sources (Uses)				
Transfer to Promotional	(5,000)	(5,000)	(5,000)	0
Total Other Sources (Uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>0</u>
Net Change in Cash Balance	2,300	2,300	5,847	3,547
Cash Balance Beginning of Year	<u>14,196</u>	<u>14,196</u>	<u>14,196</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 16,496</u>	<u>\$ 16,496</u>	<u>\$ 20,043</u>	<u>\$ 3,547</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 10,847	
Net Change in Taxes Receivables			<u>133</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 10,980</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-LODGERS TAX PROMOTIONAL
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Interest	\$ 100	100	\$ 250	\$ 150
Total Revenues	<u>100</u>	<u>100</u>	<u>250</u>	<u>150</u>
Expenditures				
Culture & Recreation				
Operating Expenses	13,900	13,900	11,504	2,396
Accounts Payable	0	0	22	(22)
Total Expenditures	<u>13,900</u>	<u>13,900</u>	<u>11,526</u>	<u>2,374</u>
Excess (Deficiency) of Revenues Over Expenditures	(13,800)	(13,800)	(11,276)	2,524
Other Financing Sources (Uses)				
Transfer from Lodgers Tax	5,000	5,000	5,000	0
Total Other Sources (Uses)	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Net Change in Cash Balance	(8,800)	(8,800)	(6,276)	2,524
Cash Balance Beginning of Year	<u>10,329</u>	<u>10,329</u>	<u>10,329</u>	<u>0</u>
Cash Balance End of Year	\$ <u>1,529</u>	\$ <u>1,529</u>	\$ <u>4,053</u>	\$ <u>2,524</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (11,276)	
Net Change in Account Payable			<u>22</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(11,254)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-STREETS GAS TAX FUND
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Coop Grant	\$ 80,268	\$ 80,268	\$ 50,268	\$ (30,000)
Interest Income	600	600	642	42
Regular Gas Tax	17,000	17,000	16,242	(758)
Special Gas Tax	15,000	15,000	13,144	(1,856)
Total Revenues	<u>112,868</u>	<u>112,868</u>	<u>80,296</u>	<u>(32,572)</u>
Expenditures				
Public Works				
Operating	1,000	1,000	3,028	(2,028)
Debt Service				
Principal	0	0	5,762	(5,762)
Interest	0	0	1,153	(1,153)
Capital Outlay	<u>127,268</u>	<u>127,268</u>	<u>87,796</u>	<u>39,472</u>
Total Expenditures	<u>128,268</u>	<u>128,268</u>	<u>97,739</u>	<u>30,529</u>
Excess (Deficiency) of Revenues Over Expenditures	(15,400)	(15,400)	(17,443)	(2,043)
Cash Balance Beginning of Year	<u>35,090</u>	<u>35,090</u>	<u>35,090</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 19,690</u>	<u>\$ 19,690</u>	<u>\$ 17,647</u>	<u>\$ (2,043)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (17,443)	
Net Change in Taxes Receivables			<u>(392)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (17,835)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
SPECIAL REVENUE FUND-INFRASTRUCTURE
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Non-GAAP-Budgetary Basis)
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Gross Receipts Tax	\$ 20,000	\$ 20,000	\$ 16,989	\$ (3,011)
Capital Outlay Tax	29,500	29,500	33,832	4,332
Interest Income	500	500	3,271	2,771
Total Revenues	<u>50,000</u>	<u>50,000</u>	<u>54,092</u>	<u>4,092</u>
Expenditures				
Public Works				
Operating Expense	<u>37,244</u>	<u>37,244</u>	<u>3,000</u>	<u>34,244</u>
Total Expenditures	<u>37,244</u>	<u>37,244</u>	<u>3,000</u>	<u>34,244</u>
Excess (Deficiency) of Revenues Over Expenditures	12,756	12,756	51,092	38,336
Cash Balance Beginning of Year	<u>87,244</u>	<u>87,244</u>	<u>87,244</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 138,336</u>	<u>\$ 38,336</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 51,092	
Net Change in Taxes Receivables			(983)	
Net Change in Interest Receivables			648	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 50,757</u>	

The notes to the financial statements are an integral part of this statement.

ENTERPRISE FUNDS

Water and Sewer and Landfill

To account for the provision of water, waste water and solid waste service to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to administration, operations, maintenance, financing and related debt service, and billing and collections.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 PROPRIETARY FUND-WATER AND SEWER FUNDS
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Non-GAAP-Budgetary Basis)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Sales & Service	\$ 325,000	\$ 325,000	\$ 336,980	\$ 11,980
Connection Fees	15,000	15,000	11,130	(3,870)
Governmental Gross Receipts Tax	21,000	21,000	26,759	5,759
Conservation Tax	7,500	7,500	9,549	2,049
CRP	2,671	2,671	2,671	0
Grants	615,000	615,000	615,000	0
Interest	10,000	10,000	11,619	1,619
Miscellaneous	7,500	7,500	9,063	1,563
Total Revenues	<u>1,003,671</u>	<u>1,003,671</u>	<u>1,022,771</u>	<u>19,100</u>
Expenditures				
Public Works				
Personnel Services	134,764	134,764	120,035	14,729
Operating Expenses	22,950	22,950	32,909	(9,959)
Bulk Gas & Oil	4,000	4,000	2,402	1,598
Insurance	8,000	8,000	8,000	0
Fuel & Power	29,000	29,000	28,886	114
Governmental Gross Receipt Tax	16,000	16,000	16,388	(388)
Water Conservation Fee	4,000	4,000	3,982	18
Administration Cost	40,000	40,000	40,000	0
Accounts Payable	2,000	2,000	3,262	(1,262)
Capital Outlay	675,000	675,000	679,532	(4,532)
Debt Service				
Principal	20,183	20,183	20,183	0
Interest	8,021	8,021	8,021	0
Total Expenditures	<u>963,918</u>	<u>963,918</u>	<u>963,600</u>	<u>318</u>
Excess (Deficiency) of Revenues Over Expenditures	39,753	39,753	59,171	19,418
Cash Balance Beginning of Year	<u>348,600</u>	<u>348,600</u>	<u>348,600</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 388,353</u>	<u>\$ 388,353</u>	<u>\$ 407,771</u>	<u>\$ 19,418</u>

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 PROPRIETARY FUND-WATER AND SEWER FUNDS
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Non-GAAP-Budgetary Basis)
 For the Year Ended June 30, 2008

Reconciliation of Budgetary Basis to GAAP Basis	
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis	\$ 59,171
Capital Outlay	679,532
Depreciation	(50,776)
Loan Proceeds	(24,500)
Principal Paid	20,183
Net Change in Accounts Receivables	1,642
Net Change in Interest Receivables	688
Net Change in Inventory	358
Net Change in Accounts Payables	2,468
Net Change in Accrued Interest	(1,365)
Net Change in Compensated Absences	969
Net Change in Customer Deposits	(777)
Change in Net Assets-GAAP Basis	<u>\$ 687,593</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 PROPRIETARY FUND-LANDFILL FUND
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Non-GAAP-Budgetary Basis)
 For the Year Ended June 30, 2008

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Sales & Service	\$ 150,000	\$ 150,000	\$ 151,201	\$ 1,201
Fees	1,500	1,500	3,681	2,181
Environment Gross Receipts Tax	6,000	6,000	6,980	980
Governmental Gross Receipts Tax	5,500	5,500	7,958	2,458
Interest Income	5,000	5,000	9,060	4,060
Miscellaneous	0	0	8,941	8,941
Total Revenues	<u>168,000</u>	<u>168,000</u>	<u>187,821</u>	<u>19,821</u>
Expenditures				
Public Works				
Personnel Services	33,370	33,370	28,596	4,774
Operating Expenses	52,600	52,600	43,455	9,145
Bulk Gas & Oil	3,500	3,500	482	3,018
Insurance	5,000	5,000	5,000	0
Governmental Gross Receipt Tax	7,500	7,500	7,490	10
Accounts Payable	2,000	2,000	2,195	(195)
Capital Outlay	20,000	20,000	27,480	(7,480)
Total Expenditures	<u>123,970</u>	<u>123,970</u>	<u>114,698</u>	<u>9,272</u>
Excess (Deficiency) of Revenues Over Expenditures	44,030	44,030	73,123	29,093
Cash Balance Beginning of Year	<u>226,128</u>	<u>226,128</u>	<u>226,128</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 270,158</u>	<u>\$ 270,158</u>	<u>\$ 299,251</u>	<u>\$ 29,093</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 73,123	
Net Change in Accounts Receivables			232	
Net Change in Uncollectible			(3,454)	
Net Change in Fixed Assets			27,480	
Net Changes in Depreciation			(8,735)	
Net Changes in Accounts Payables			(78)	
Change in Net Assets-GAAP Basis			<u>\$ 88,568</u>	

The notes to the financial statements are an integral part of this statement.

AGENCY FUNDS

Motor Vehicle Department

To account for the collection and disbursement of Motor Vehicle Department fees to the State Motor Vehicle Department.

STATE OF NEW MEXICO
VILLAGE OF LOGAN
 AGENCY FUND
 Schedule of Changes in Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2008

	<u>Balance 06/30/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06/30/08</u>
ASSETS				
Motor Vehicle Department	\$ 100	\$ 287,807	\$ 287,807	\$ 100
Total Assets	<u>\$ 100</u>	<u>\$ 287,807</u>	<u>\$ 287,807</u>	<u>\$ 100</u>
LIABILITIES				
Funds Held for				
Motor Vehicle Department	\$ 100	\$ 287,807	\$ 287,807	\$ 100
Total Liabilities	<u>\$ 100</u>	<u>\$ 287,807</u>	<u>\$ 287,807</u>	<u>\$ 100</u>

The notes to the financial statements are an integral part of this statement.

Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
In Accordance with *Government Auditing Standards*

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the VILLAGE OF LOGAN

Mr. Balderas and Members of the Board

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds presented as supplemental information of the VILLAGE OF LOGAN (Village), as of and for the year ended June 30, 2008, and have issued our report thereon dated December 1, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Village's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Village's financial statements that is more than inconsequential will not be prevented or detected by the Village's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Village's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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 the 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*.

This report is intended solely for the information and use of management, the New Mexico State Legislature and its committees, the Office of the State Auditor, the New Mexico Department of Finance and Administration - Local Government and federal awarding agencies and pass through entities and is not intended to be and should not be used by anyone other than these specified parties.

De'Ann Willoughby CPA PC

December 1, 2008

STATE OF NEW MEXICO
VILLAGE OF LOGAN
Schedule of Findings and Responses
For the Year Ended June 30, 2008

Prior Year Audit Findings

	<u>Status</u>
2005-1 Tax Information	Resolved
07-02 Late Audit Report - Compliance	Resolved
07-03 Preparation of the Audit Report	Resolved

Current Year Audit Findings

There are no current year Findings.

Financial Statement Preparation

The financial statements were prepared by De'Aun Willoughby CPA. However, they are the responsibility of management.

Exit Conference

An exit conference was held on December 1, 2008. In attendance was David Babb, Mayor, Larry Wallin, Village Administrator and Angelina Cordova, Clerk and De'Aun Willoughby, CPA.