



TORRANCE COUNTY
RESOLUTION # 2018- 23

Cash Transfers & Line Item Transfers Between Funds

WHEREAS, the Torrance County Commission in regular session on Wednesday, April 25th 2018 did propose to authorize cash transfers and line item transfers between funds in the FY 2017-18 Budget, and

WHEREAS, cash transfers and line item transfers between funds require authorization from the Department of Finance and Administration, and

WHEREAS, we request authorization for the following cash transfers and line item transfers between funds:

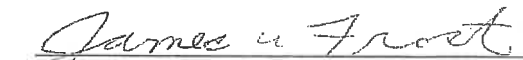
CASH TRANSFERS:	641(Wind Pilt) to 605 (DWI Grant)	\$36,000
	641(Wind Pilt) to 628 (Raid Grant)	\$15,000
	641(Wind Pilt) to 629 (HV Grant)	\$55,000
	641(Wind Pilt) to 635 (JV Grant)	\$60,000
	641(Wind Pilt) to 690 (DV Grant)	\$10,000
	641(Wind Pilt) to 802 (JLEO Grant)	\$15,000
	641(Wind Pilt) to 803 (Legislative Appr)	\$33,360
	641(Wind Pilt) to 805 (Traffic Safety)	\$6,000
	641(Wind Pilt) to 808 (Forest Patrol)	\$6,000
	641(Wind Pilt) to 834 (Dog Head Fire)	\$104,401
	641(Wind Pilt) to 420 (Jail fund)	\$400,000
	401(General) to 685 (P&Z Court Fee's)	\$3,100

LINE ITEM TRANSFER: (See Schedule A)


NOW THEREFORE, it is respectfully requested that these cash transfers and line item transfers between funds in the 2017-18 FY budget be approved by the Department of Finance and Administration.

DONE at Estancia, New Mexico, Torrance County this 25th day of April 2018.

TORRANCE COUNTY COMMISSION


James W. Frost, District 1


Julia DuCharme, District 2


Javier E. Sanchez, District 3



County Clerk

DFA Approval

SUSANA MARTINEZ
GOVERNOR



DUFFY RODRIGUEZ
CABINET SECRETARY

RICK LOPEZ
DIRECTOR

JOLENE SLOWEN
DEPUTY DIRECTOR

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
LOCAL GOVERNMENT DIVISION
Bataan Memorial Building ♦ 407 Galisteo St. ♦ Suite 202 ♦ Santa Fe, NM 87501
PHONE (505) 827-4950 ♦ FAX (505) 827-4948

MEMORANDUM BFB #18-02

TO: New Mexico Counties and Municipalities

FROM: Rick Lopez, Director
Local Government Division

DATE: April 19, 2018

SUBJECT: Fiscal Year 2018-19 Budget Preparation & Submission Guidelines

Section 6-6-2 NMSA 1978 requires each local public body to furnish and file with the Department of Finance and Administration (DFA), Local Government Division (LGD) a proposed (interim) budget for the next fiscal year. Furthermore, this statute authorizes the LGD to prescribe the form for all budgets, books, records and accounts for local public bodies.

Submission of the Fiscal Year 2018-19 interim budget will be on the Local Government Budget Management System (LGBMS). Additionally, budget supporting schedules in the prescribed Excel format will be submitted electronically as attached files via LGBMS.

If your local government participates in the pilot group, you will continue to submit Budgets, Budget Adjustment Requests (BARs), and Quarterly Reports on LGBMS for as you have been.

We anticipate access to LGBMS will be available sometime during the week of May 21, 2018. Pursuant to Section 6-6-2K NMSA 1978, DFA/LGD is requiring that county and municipal budgets be submitted on LGBMS. **Any county or municipality failing to submit on LGBMS will receive conditional budget approval and will be given ninety (90) days to comply with LGBMS submission requirements.**

If you haven't already, please be sure to submit a Security Access Form (SAF) for each individual within your local government who requires access to the system.

The SAF and other LGBMS resources and information are available on our website: <http://www.nmdfa.state.nm.us/lgbms.aspx> (Note: The *LGBMS User Guide* will be posted by the week of May 21, 2018).

Budget supporting schedules in Excel format are also on our website: <http://www.nmdfa.state.nm.us/bfb-forms.aspx>

PLEASE NOTE:

In light of the continuing fiscal challenges, we recommend the following for your consideration in preparing a balanced interim budget:

- Adopting and applying formal policy that strictly disallows recurring expenditures from cash balances and non-recurring revenues,
- Implementing an immediate freeze on all current vacant employee positions (excluding health and public safety services positions) as well as increases to employee salaries (excluding union contractual obligations),
- Implementing an immediate freeze on any new non-essential contracts that affect the General Fund,
- Discontinue the practice of providing funds to any non-profit organizations that are not tied to a legislative appropriation

INTERIM Budget Deadlines:

Counties & Municipalities

Budget Submittal on LGBMS: June 1, 2018 *[submission extensions cannot be granted]*

Budget Resolution: optional at this date

Property Tax Resolution: June 1, 2018 (changes to the operating mill levy)

LGD

Interim Approval Letter: July 1, 2018

NOTE: Approval of the interim budget designates it a legal binding document until the final budget is approved.

FINAL Budget Deadlines:

Counties & Municipalities

Budget Revisions on LGBMS: **REQUIRED** on July 31, 2018

Budget Resolution: **REQUIRED** on July 31, 2018

Budget Supporting Schedules: **REQUIRED** on July 31, 2018

4th quarter report: **REQUIRED** on July 31, 2018

4th quarter report Resolution: **REQUIRED** on July 31, 2018

LGD

Final Approval Letter: September 4, 2018

NOTE: Approval of the final budget designates it as a legal binding document.

Other Required Items:

Resolutions

Sample resolutions for budget and 4th quarter report adoptions are located on our website:
<http://www.nmdfa.state.nm.us/bfb-forms.aspx>

Supporting Schedules

Required schedules that support the budget are listed below and can be found on our website:
<http://www.nmdfa.state.nm.us/bfb-forms.aspx>

- Property Tax Calculation Worksheet - calculates projected property tax revenue
- Debt Schedule -lists all outstanding debt (loans, revenue & general obligation bonds)
- S-5 (DETAIL OF NON-BUDGETED RESERVE REQUIREMENTS form) - lists additional reserves (not LGD required reserves) and must tie to amounts reported in LGBMS under Object Code 10105 Locally Imposed Reserve.
- Revenue Checklist -lists all GRT imposed increments including intercepted GRT amounts
- Form S-2 (SCHEDULE OF INSURANCE) - lists all insurance costs
- Salary Schedule - lists salaries and benefits associated with each budget position [personnel schedules generated from your systems will be accepted]
- County Elected Official Salary Schedule - lists salaries of all county elected officials to review compliance with NM Statutory caps.
- FY19 Co-Muni Budget Work Plan Questionnaire -- describes major issues affecting an entity's FY2018-19 budget and how those factors are being addressed in the budget.

4th Quarter Report

This report will be submitted in existing Excel form and must include the following:

- Recapitulation (recap) page (signed by preparer of quarterly report)
- Resolution (approved by governing body)

OTHER:

Items on the Budget Recapitulation (Recap) Page to be aware of:

- Beginning cash on recap page must tie to the 4th quarter report ending cash (before reserves)
- Investments must be reported in the investments column
- Total Transfers must always equal to zero (LGBMS will flag this as an error)
- Adjusted Ending Cash balances of any Fund cannot be negative, including Funds that are awaiting grant reimbursements (LGBMS will flag this as an error)
- County Expenditure Limitations: Pursuant to Section 6-6-7 NMSA 1978, county officials may not expend in excess of 50% of the approved budget for the fiscal year during which the terms of office of any official will expire.

LGD RESERVES (LGBMS will automatically calculate):

General Fund Reserve Requirements:

- Muni Reserve is 1/12th of total budgeted expenditures
- County Reserve is 3/12^{ths} of total budgeted expenditures

County Road Fund Reserve Requirements:

- County Reserve is 1/12th of total budgeted expenditures

Salary Increases:

One- time temporary salary increases (known as bonuses) are not allowed.

See the "July 2, 2008 Memo Performance Bonuses, Retroactive Pay Increases and Bonuses In Lieu of Pay Increases" memo located on our website:

http://www.nmdfa.state.nm.us/Budget_Memos_1.aspx

Law Enforcement Protection Fund:

- Budget the Law Enforcement Protection Fund (LEPF) distributions in LGBMS under Fund 21100 Law Enforcement Protection, Department 1005 County Sheriff –or- Department 3001 Law Enforcement, Object Code 47110 Law Enforcement Protection (DFA)
- LEPF funds should be expended to zero each fiscal year.
- If a balance remains at the end of the previous fiscal year, approval from LGD is required prior to spending. Please fill out the LEPF Carryover Request Form which is located on our website:
<http://www.nmdfa.state.nm.us/bfb-forms.aspx>

If you have any further questions, please contact your assigned analyst or the main number at (505)827-4975.

xc: BFB Analysts
Jack Emmons, Deputy State Auditor
Bill Fulginiti, NMML Executive Director
Steve Kopelman, NMAC Executive Director