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**STATE OF NEW MEXICO
COUNTY OF TORRANCE
FINANCIAL STATEMENTS**

June 30, 1999

STATE OF NEW MEXICO
COUNTY OF TORRANCE
FINANCIAL STATEMENTS

June 30, 1999

STATE OF NEW MEXICO
COUNTY OF TORRANCE

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STATE OF NEW MEXICO
COUNTY OF TORRANCE

OFFICIAL ROSTER
June 30, 1999

ELECTED OFFICIALS

Bill R. Williams	Chairman
Rodger E. Rayner	Commissioner
Chester Riley, Jr.	Commissioner
Linda Lujan	County Clerk
Dorothy Sandoval	County Treasurer
Chris Pohl	County Assessor
Pete Golden	Sheriff
Woodrow Woodburn	Probate Judge

ADMINISTRATIVE OFFICIALS

Babette Berkshire	County Manager
Tracy Sedillo	Assistant County Manager
Della Tapia	Senior Citizens Director

Mr. Bill R. Williams, Chairman
Members of the Board of County Commissioners County of Torrance
Estancia, New Mexico
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In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to obtain complete and accurate accounting records of the General Fixed Assets Account Group, on which we do not express an opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the County at June 30, 1999, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles. Also, in our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to obtain the complete and accurate accounting records of the General Fixed Assets Account Group, on which we do not express an opinion, the combining, individual fund and individual account group financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of each of the individual funds and account groups of the County as of June 30, 1999, and the results of operations of such funds for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated February 2, 2000, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole and on the combining, individual fund and account group financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the general-purpose financial statements and the combining, individual fund and account group financial statements of the County. Such Schedule has been subjected to the auditing procedures applied in the audit of the general-purpose, combining, individual fund and account group financial statements and, in our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to obtain the complete and accurate accounting records of the General Fixed Assets Account Group, on which we do not express an opinion, is fairly presented in all material respects in relation to the financial statements of each of the respective individual funds and account groups taken as a whole.

Henderson, Black & Company, P.C.
Certified Public Accountants

EXHIBIT 1

Account Groups		Totals Primary Government (Memorandum Only)	Component Unit Solid Waste Authority	Totals Reporting Entity (Memorandum Only)
General Fixed Assets	General Long-Term Debt			
\$ -	\$ -	\$ 300	\$ -	\$ 300
-	-	2,050,752	22,748	2,073,500
-	-	795,605	212,035	1,007,640
-	-	67,983	-	67,983
-	-	-	75,000	75,000
-	-	32,245	-	32,245
6,759,047	-	6,759,047	2,341,789	9,100,836
-	215,673	215,673	-	215,673
-	2,012,479	2,012,479	-	2,012,479
<u>\$ 6,759,047</u>	<u>\$ 2,228,152</u>	<u>\$ 11,934,084</u>	<u>\$ 2,651,572</u>	<u>\$ 14,585,656</u>
\$ -	\$ -	\$ 313,319	\$ -	\$ 313,319
-	-	207,408	161,549	368,957
-	-	64,013	6,342	70,355
-	-	-	75,000	75,000
-	-	120,760	-	120,760
-	62,928	62,928	5,134	68,062
-	119,000	119,000	-	119,000
-	955,000	955,000	-	955,000
-	-	-	21,820	21,820
-	210,000	210,000	-	210,000
-	881,224	881,224	157,553	1,038,777
-	2,228,152	2,933,652	427,398	3,361,050
6,759,047	-	6,759,047	-	6,759,047
-	-	-	2,048,228	2,048,228
-	-	-	175,946	175,946
-	-	300	-	300
-	-	32,245	-	32,245
-	-	215,673	-	215,673
-	-	1,362,035	-	1,362,035
-	-	631,132	-	631,132
6,759,047	-	9,000,432	2,224,174	11,224,606
<u>\$ 6,759,047</u>	<u>\$ 2,228,152</u>	<u>\$ 11,934,084</u>	<u>\$ 2,651,572</u>	<u>\$ 14,585,656</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND EQUITY – ALL GOVERNMENTAL FUND TYPES
For the year ended June 30, 1999

EXHIBIT 2

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
REVENUES					
Taxes	\$ 2,051,897	\$ 836,940	\$ 436,917	\$ -	\$ 3,325,754
Intergovernmental	139,265	2,794,359	-	-	2,933,624
Charges for Services	715,808	-	-	-	715,808
Miscellaneous	241,428	85,417	-	3,363	330,208
Total revenue	<u>3,148,398</u>	<u>3,716,716</u>	<u>436,917</u>	<u>3,363</u>	<u>7,305,394</u>
EXPENDITURES					
Current:					
General government	1,114,975	24,749	-	-	1,139,724
Public safety	1,749,670	827,304	-	-	2,576,974
Highways and streets	-	17,000	-	-	17,000
Health and welfare	-	1,600,713	-	-	1,600,713
Culture and recreation	-	21,549	-	-	21,549
Capital expenditures	130,739	813,210	-	-	943,949
Debt service:					
Principal	-	-	152,000	-	152,000
Interest	-	-	72,348	-	72,348
Bank service charges	-	-	106	-	106
Total expenditures	<u>2,995,384</u>	<u>3,304,525</u>	<u>224,454</u>	<u>-</u>	<u>6,524,363</u>
Excess (deficiency) of revenues over expenditures	<u>153,014</u>	<u>412,191</u>	<u>212,463</u>	<u>3,363</u>	<u>781,031</u>
Other financing sources (uses):					
Operating transfers in	643,949	226,237	-	-	870,186
Operating transfers out	(799,351)	(70,835)	-	-	(870,186)
Total other financing sources (uses)	<u>(155,402)</u>	<u>155,402</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(2,388)</u>	<u>567,593</u>	<u>212,463</u>	<u>3,363</u>	<u>781,031</u>
Fund balance, beginning of year, as restated	<u>1,151,674</u>	<u>289,998</u>	<u>3,210</u>	<u>15,472</u>	<u>1,460,354</u>
Fund balance, end of year	<u>\$ 1,149,286</u>	<u>\$ 857,591</u>	<u>\$ 215,673</u>	<u>\$ 18,835</u>	<u>\$ 2,241,385</u>

See accompanying notes to financial statements.

EXHIBIT 3

<u>All Special Revenue Funds</u>		
<u>Revised Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
\$ 1,291,360	\$ 935,819	\$ (355,541)
2,343,776	1,903,588	(440,188)
8,000	11,462	3,462
85,114	78,446	(6,668)
<u>3,728,250</u>	<u>2,929,315</u>	<u>(798,935)</u>
35,253	15,729	19,524
867,613	776,411	91,202
688,016	711,766	(23,750)
987,931	826,325	161,606
24,100	20,850	3,250
<u>1,105,600</u>	<u>833,934</u>	<u>271,666</u>
<u>3,708,513</u>	<u>3,185,015</u>	<u>523,498</u>
 <u>\$ 19,737</u>	 <u>\$ (255,700)</u>	 <u>\$ (275,437)</u>

See accompanying notes to financial statements.

EXHIBIT 4

<u>All Capital Project Funds</u>		
<u>Revised Budget</u>	<u>Actual</u>	Variance- Favorable <u>(Unfavorable)</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	<u>3,363</u>	<u>3,363</u>
-	<u>3,363</u>	<u>3,363</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>\$ -</u>	<u>\$ 3,363</u>	<u>\$ 3,363</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF CASH FLOWS DISCRETELY PRESENTED COMPONENT UNIT
For the year ended June 30, 1999

EXHIBIT 6

Cash flows from operating activities	
Cash received from customers	\$ 671,882
Cash received from grants	69,021
Cash received from taxes	32,303
Interest received	63
Cash received from miscellaneous sources	-
Cash paid to suppliers and employees	(826,097)
Net cash provided (used) by operating activities	<u>(52,828)</u>
Cash flows form financing activities	
Proceeds from debt financing	75,000
Proceeds from capital contributions	(34,833)
Net cash provided from financing activities	<u>40,167</u>
Cash flows from investing activities	
Proceeds from the sale of fixed assets	23,815
Capital outlay	(21,220)
Net cash provided from financing activities	<u>2,595</u>
Net increase (decrease) in cash	(10,066)
Cash, July 1, 1998	32,814
Cash, June 30, 1999	<u>\$ 22,748</u>
Reconciliation of net income to net cash provided by operating activities	
Net income (loss)	\$ (168,757)
Adjustment to reconcile net income to net cash provided by operating activities:	
Depreciation	263,467
Uncollectible accounts	50,400
Loss on sale of fixed assets	(287,375)
Landfill closure costs	68,984
(Increase) decrease in receivables	(1,840)
Increase (decrease) in accounts payables	473
Increase (decrease) in other payables	21,820
Net cash provided (used) by operating activities	<u>\$ (52,828)</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 1 – Organization and summary of significant accounting policies – (continued)

A. Reporting entity – (continued)

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the County and is generally available to citizens.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of fiscal dependence, regardless of whether the government is able to exercise oversight responsibilities. In determining fiscal independence or dependence, a government entity is considered fiscally independent if it has the authority to do all three of the following:

- (a) Determine its budget without another government having the authority to approve and modify that budget
- (b) Levy taxes or set rates or changes without approval by another government, and
- (c) Issue bonded debt without approval by another government

Discretely presented component: The Torrance County Solid Waste Authority (Authority) is responsible for providing solid waste disposal services within the County's jurisdiction and for several municipalities within the County. The eleven members of the Authority's governing board are appointed by the County (3) and by several municipalities(8), who are participants to the joint powers agreement establishing the Authority. Although the County does not appoint a majority of the Authority's board members, the Authority is fiscally dependent upon the County because the County must approve the solid waste fee charged by the Authority, and the County is responsible for the debt service payments of the Solid Waste Revenue Bonds. The Authority is presented as a proprietary fund type.

Complete financial statements for the Authority may be obtained by writing to the following address:

Torrance County Solid Waste Authority
P.O. Box 736
Estancia, New Mexico 87015

B. Fund accounting

The accounts of the County are organized and operated on the basis of funds and account groups. The 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. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 1 – Organization and summary of significant accounting policies – (continued)

B. Fund accounting – (continued)

The Capital Projects Fund account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or non-expendable trust funds.

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of others.

The *Agency Funds* are custodial in nature and does not present results of operations or have a measurement focus. Agency Funds are accounted for using the modified accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity. The Agency funds were reclassified at June 30, 1997 to correctly separate the Undistributed Taxes Fund and the Cost to State/Penalty and Interest Fund.

Account Groups. The *General Fixed Assets Account Group* is used to account for fixed assets not accounted for in proprietary or trust funds. The *General Long-Term Debt Account Group* is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

C. Assets, liabilities and equity

1. Deposits and investments

The County's cash and investments are considered to be cash on hand, demand deposits and short-term investments with original maturities of one year or less from the date of acquisition. State statutes (Public Monies Act 6-10-1 through 6-10-63 NMSA 1978) authorize the County to invest in (1) bond or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (\$1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or (2) securities that are issued by the United States government or by its agencies or instrumentality and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government. The County may also invest in repurchase agreements and in the State Treasurer's Investment Pool. Sections 6-10-16 and 6-10-17 NMSA 1978, requires that the deposit of public money be secured by securities of the United States, its agencies or instrumentality or by securities of the state of New Mexico, its agencies, instrumentality, counties, municipalities or other subdivisions or by securities that are guaranteed by the United States or the State of New Mexico equal to one-half the amount of public money on deposit.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 1 – Organization and summary of significant accounting policies – (continued)

C. Assets, liabilities and equity – (continued)

7. Long-term obligations

The government reports long-term debt of governmental funds at face value in the General Long-Term Debt Account Group. For governmental fund types, bond issuance costs are recognized during the current period.

8. Fund equity

Reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The Department of Finance and Administration Local Government Division requires all counties to establish and maintain a cash balance in the general fund equal to 3/12th (25%) of their budgeted expenditures and a 1/12th cash balance in the road fund which will help maintain an adequate cash flow until the next significant property tax collection. These cash balance requirements are classified as "unreserved designated for subsequent year expenditures" in the County's governmental fund type fund balances.

D. Property taxes

The County Treasurer receives deposits of monies from and collect taxes for the various County funds and other entities located within the County. These monies are deposited by the Treasurer in banks. In the accompanying financial statements monies held for other than County entities are presented as Agency Fund monies.

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

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

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

The Constitution of the State of New Mexico provides the following maximum tax rates and restrictions concerning the use of tax proceeds.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 1 – Organization and summary of significant accounting policies – (continued)

E. Budgetary information – (continued)

- d. Certify a final budget for the County prior to the first Monday in September of each year. Such budgets, when approved, shall be binding upon all officials of the state;
 - e. Upon the approval of the director of the Department of Finance and Administration, authorize the transfer of funds from one budget item to another when such transfer is requested and an emergency condition exists meriting such transfer and such transfer is not prohibited by law. In case of emergency necessitating the expenditure for item or items not provided for in the budget, upon approval of the director of the Department of Finance and Administration, the budget may be revised to authorize such expenditures;
 - f. With written approval of the director of the Department of Finance and Administration, increase the total budget of the County in the event the County undertakes an activity, service, project or construction program which was not contemplated at the time the final budget was adopted and approved and which activity, service, project or construction program will produce sufficient revenue to cover such increase in the budget or the County has surplus funds on hand not necessary to meet the expenditures provided for in the budget with which to cover such increase in the budget;
 - g. Supervise the disbursement of funds to the end that expenditures will not be made in excess of budgeted items or for items not budgeted and that there will not be illegal expenditures;
 - h. Prescribe the form for all budgets, books, records and accounts for the County; and
 - i. With the approval of the director of the Department of Finance and Administration, make rules and regulations relating to budgets, records, reports, handling and disbursement of public funds, or in any matter relating to the financial affairs of the County.
3. The County Manager is authorized to transfer budgeted amounts between departments within any fund;
 4. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Fund, and Debt Service Funds. The County did not adopt a budget for the General Obligation Bond Debt Service Fund, and the General Obligation Bond Acquisition Capital Projects Fund.

Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). Budgetary and actual comparisons presented for these funds in this report are on the non- GAAP (cash) budgetary basis;

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 2 – Cash on deposit

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

The following is a description of cash on deposit by financial institution and the related pledged collateral at June 30, 1999:

WELLS FARGO BANK NA

Demand deposits	\$ 2,045,649
Certificate of deposit	126,675
Trust account	<u>1,769</u>
Total on deposit	2,174,093
Amount insured by FDIC	<u>(200,000)</u>
Uninsured public funds	<u>\$ 2,025,649</u>
50% collateral requirement	<u>\$ 1,015,825</u>

Carrying amount by fund per financial statements at June 30, 1999, is:

	Cash in Bank and Certificates of Deposit	Cash Overdrafts	Total
General Fund (including petty cash)	\$ 1,075,338	\$ -	\$ 1,075,338
Special Revenue Fund	639,281	(313,319)	325,962
Debt Service Fund	215,673	-	215,673
Fiduciary Fund	120,760	-	120,760
Total cash in bank and certificates of deposit per financial statements	<u>\$ 2,051,052</u>	<u>\$ (313,319)</u>	<u>\$ 1,737,733</u>
Less deposit in transit			(54,840)
Add outstanding checks:			
Manager's office			821,935
Treasurer's office			<u>2,659</u>
Total cash on deposit			<u>\$ 2,507,487</u>

Amount collateralized with the following securities held by Wells Fargo Bank NA:

	Original Face	Current Face	Current Market	Collateral Value
FNMA 303913 Sec.	1,895,000	1,181,938	1,160,888	1,160,688
	<u>\$ 1,895,000</u>	<u>\$ 1,181,938</u>	<u>\$ 1,160,888</u>	<u>\$ 1,160,888</u>

Amount over requirement at June 30, 1999 \$ 145,063

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 3 – Receivables

Receivables at June 30, 1999, consist of the following:

	<u>General</u>	<u>Special Revenue</u>
Intergovernmental	\$ 32,306	\$ 686,263
Taxes	53,945	14,603
Charges for services	<u>3,869</u>	<u>-</u>
Total	<u>\$ 90,120</u>	<u>\$ 700,866</u>

All amounts are considered collectible.

Note 4 – Changes in fixed assets

A summary of changes in general fixed assets follows:

	<u>Balance June 30, 1998</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 1999</u>
Land	\$ 60,741	\$ -	\$ -	\$ 60,741
Right-of-way	21,084	-	-	21,084
Buildings and improvements	1,743,210	218,308	-	1,961,518
Furniture and equipment	<u>3,978,757</u>	<u>736,947</u>	<u>-</u>	<u>4,715,704</u>
Total	<u>\$ 5,803,792</u>	<u>\$ 955,255</u>	<u>\$ -</u>	<u>\$ 6,759,047</u>

Investments in general fixed assets:

	<u>Balance June 30, 1998</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 1999</u>
Acquisition prior to June 30, 1985 not identifiable by source	\$ 822,432	\$ -	\$ -	\$ 822,432
General Fund	1,767,255	130,739	-	1,897,994
Special Revenue Funds	2,555,349	824,516	-	3,379,865
Capital Projects Funds	<u>658,756</u>	<u>-</u>	<u>-</u>	<u>658,756</u>
Total	<u>\$ 5,803,792</u>	<u>\$ 955,255</u>	<u>\$ -</u>	<u>\$ 6,759,047</u>

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 5 – Changes in long-term debt – (continued)

Leases – (continued)

The annual requirements to amortize to maturity in capital leases payables are as follows:

<u>Year Ended</u>	<u>Total Payments</u>
2000	\$ 267,849
2001	268,149
2002	215,307
2003	90,895
2004	100,789
Thereafter	<u>46,215</u>
Total	989,204
Less amount represent interesting payments	<u>107,980</u>
Present value of minimum lease payments	<u><u>\$ 881,224</u></u>

The county has entered into non-cancelable operating leases with IKON Capital for various office equipment. Future minimum payments are shown in the following schedule:

<u>Year Ended</u>	<u>Total Payments</u>
2000	\$ 39,228
2001	39,228
2002	36,936
2003	<u>8,300</u>
Total future minimum payments	<u><u>\$ 123,692</u></u>

General obligation bonds

During the fiscal year ended June 30, 1993, the County issued \$1,300,000 of General Obligation bonds, \$1,000,000 to design, construct, and acquire services and equipment for a regional landfill system and \$300,000 for construction and repairs to County roads. The bonds are secured by the full faith and credit of the County and are payable from taxes levied on all property located within the County.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 5 – Changes in long-term debt – (continued)

Long term notes – (continued)

The annual requirements to amortize to maturity the long term notes are as follows:

<u>Year Ended</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2000	\$ 6,757	\$ 7,000	\$ 13,757
2001	6,431	7,000	13,431
2002	6,090	7,000	13,090
2003	5,739	7,000	12,739
2004	5,382	7,000	12,382
Thereafter	<u>33,196</u>	<u>84,000</u>	<u>117,196</u>
Total	<u>\$ 63,595</u>	<u>\$ 119,000</u>	<u>\$ 182,595</u>

Accrued compensated absences

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

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

<u>Hours Per Pay Period</u>	<u>Accrual Rate Per Pay Period</u>	<u>Years of Service</u>
32	2.46	Less than 3 years of service
32	2.95	3 or more but less than 7
32	3.68	7 or more but less than 11
32	4.43	11 or more but less than 15
32	4.92	15 or more years of service
36	2.77	Less than 3 years of service
36	3.32	3 or more but less than 7
36	4.15	7 or more but less than 11
36	4.99	11 or more but less than 15
36	5.54	15 or more years of service
40	3.08	Less than 3 years of service
40	3.69	3 or more but less than 7
40	4.61	7 or more but less than 11
40	5.54	11 or more but less than 15
40	6.15	15 or more years of service

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 7 – Tax roll reconciliation

Uncollected taxes, July 1, 1999		\$ 586,625
Plus: Net taxes assessed, current year		4,517,318
Adjustment to current year's assessments		40,643
Less: taxes collected		<u>(4,396,179)</u>
Uncollected taxes, June 30, 1999		<u>\$ 748,407</u>
Undistributed taxes, July 1, 1998		\$ 93,270
Adjustment to prior year balance		(34,975)
Taxes collected		<u>4,396,179</u>
Taxes available for distribution		4,454,474
Decrease in cash balance of Debt Service Fund		-
Undistributed taxes, June 30, 1999		<u>(74,773)</u>
Taxes distributed		<u>\$ 4,379,701</u>
Detail of taxes, distributed:		
County General Fund		\$ 2,030,619
County Debt Service Fund Municipalities:		
Willard	1,161	
Estancia	10,011	
Moriarty	32,486	
Mountainair	36,146	
Encino	<u>1,130</u>	
		80,934
Special District:		
Claunch-Pinto Soil and Water	12,454	
Carrizozo Soil and Water	8	
East Torrance Soil and Water	40,690	
Edgewood Soil and Water	<u>51,443</u>	
		104,595
State:		
State levy	241,197	
Cattle levy	38,268	
Dairy and Hogs levy	1,591	
Sheep levy	1,797	
Hog/Swine levy	<u>16</u>	
		282,869
Schools:		
Operational	71,690	
Debt service	1,473,379	
Capital improvements	<u>335,615</u>	
		<u>1,880,684</u>
Total taxes distributed		<u>\$ 4,379,701</u>

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 9 – Budget reconciliation – (continued)

	General	Special Revenue	Debt Service	Capital Projects
Expenditures per modified accrual basis	\$ 2,995,384	\$ 3,304,525	\$ 224,454	\$ -
Differences attributable to accruals at beginning and ending of year:				
Accrued expenditures	91,119	(94,658)	-	-
Prepaid expenditures	(43,677)	(24,306)	-	-
Amortization	(1,078)	(546)	-	-
Other	-	-	-	-
Expenditures per budgetary basis	<u>\$ 3,041,748</u>	<u>\$ 3,185,015</u>	<u>\$ 224,454</u>	<u>\$ -</u>

Note 10 – PERA pension plan

Plan Description

Substantially all of the County'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, disability 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. That report may be obtained by writing to PERA, P.O. Box 2123, Santa Fe, New Mexico 87504-2123.

Funding Policy

Plan members are required to contribute 9.15% of gross salary for regular County employees and 7.0% of gross salary for Sheriff's Department employees. The County is required to contribute 9.15% of gross salary for regular employees and 10.0% for Sheriff's Department employees. The contribution requirements of plan members and the County are established in Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County's contributions to PERA for the years ended June 30, 1999, 1998 and 1997 were \$154,042, \$134,853, and \$142,802, respectively, equal to the amount of the required contributions for each year. Employee contributions for the three years were not available.

Note 11 – Post-employment benefits

The Retiree Health Care Act (Act) (Chapter 10, Article 7C NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public service in New Mexico. The Retiree Health Care Authority is the administrator of the plan. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into the Retiree Health Care Fund and by co-payments or out-of-pocket payments of eligible retirees.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

Note 12 – Prior period adjustments – (continued)

The adjustments noted in the prior period reflect certain adjustments in encumbrances and unrecorded long-term liabilities.

Note 13 – Contingent liabilities

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

In litigation recently filed, Davis vs. CCA, et al, First Judicial District No. D-9191-CV-99-2137, names Torrance County as a defendant. However, CCA, a named defendant, is bound by the contract with Torrance County to defend this litigation and to indemnify the County for damages, if any.

Since, ultimate monetary liability of the County, if any, is undeterminable, the accompanying financial statements contain no provisions for liability.

Note 14 – Preparation of financial statements

The financial statements presented in this report were substantially prepared by Henderson, Black & Company, P.C.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

TORRANCE COUNTY SOLID WASTE AUTHORITY
NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of significant accounting policies – (continued)

B. Fund accounting – (continued)

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types." The Authority accounts for its operations using a single proprietary fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

C. Basis of accounting

The proprietary fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The accrual basis of accounting is utilized by proprietary fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The Authority reports deferred revenue on its balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the Authority before it has a legal claim to them, as when grant money is received prior to the incurring of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

TORRANCE COUNTY SOLID WASTE AUTHORITY
NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of significant accounting policies – (continued)

I. Compensated absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

J. Long-term obligations

Notes payable from cash advances and purchase agreements are reflected as a liability of the fund. On purchase agreements which reflect no interest, the interest was imputed and the liability reflects the net amount. Long-term financing lease purchases are recorded as a fund liability.

K. Fund equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from other governmental entities, customers or other funds. Reserves represent those portions of fund equity not available for appropriation for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources. The Authority does not have reserved funds as of the date of these statements.

Note 2 – Legal compliance – budgets

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

Prior to June 1, the Authority's administration submits to the Board of Directors a proposed budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

Prior to July 1, the budget is legally enacted through formal adoption by the Board and then must be approved by Local Government Division of the State Department of Finance and Administration.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

TORRANCE COUNTY SOLID WASTE AUTHORITY
NOTES TO FINANCIAL STATEMENTS

Note 5 – Capital leases

The Authority is obligated under certain lease purchase agreements accounted for as capital leases. The leased assets are included in the property plant and equipment accounts on the balance sheet, and each is depreciated accordingly. The lease obligations are included in the respective liability sections of the balance sheet, with imputed interest reflected as an expense. Assets under capital leases totaled \$192,386. The following is a schedule of future minimum lease payments under capital leases, with initial or remaining lease terms in excess of one year were at June 30, 1999.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	\$ 35,926	\$ 8,476	\$ 44,402
2001	38,141	6,261	44,402
2002	40,494	3,908	44,402
2003	42,991	1,374	44,365
Subsequent years	<u>1</u>	<u>-</u>	<u>1</u>
	<u>\$ 157,553</u>	<u>\$ 20,019</u>	<u>\$ 177,572</u>

Note 6 – PERA pension plan

Plan Description. The Torrance County Solid Waste Authority full time employees participate in a public employee retirements 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, 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. That report may be obtained by writing to PERA, PO Box 2123, Santa Fe, NM 87504-2123.

Funding Policy. Plan members are required to contribute 9.15% of their gross salary. The Torrance County Solid Waste Authority is required to contribute 9.15% of the gross covered salary. The contribution requirements of plan members and the Torrance County Solid Waste Authority are established under Chapter 10, Article 11 NMSA 1978. The Requirements may be amended by acts of the legislature. The Authority was accepted to participate in the plan in February, 1999. The Torrance County Solid Waste Authority's contributions to PERA for those employees covered for the year ended June 30, 1999 was \$18,982.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

TORRANCE COUNTY SOLID WASTE AUTHORITY
NOTES TO FINANCIAL STATEMENTS

Note 11 – Accounts receivable

Accounts receivable represent unpaid billings to service recipients. The receivables from the service recipients are provided an allowance for uncollectible accounts based on the status of the receivable. Accounts receivable consisted of the following at June 30, 1999:

	Collection Fund	Landfill Fund	Total
Accounts receivable	\$ 183,636	\$ 163,720	\$ 347,356
Less allowance for uncollectible accounts	<u>(135,321)</u>	<u>-</u>	<u>(135,321)</u>
Net receivables	<u>\$ 48,313</u>	<u>\$ 163,720</u>	<u>\$ 212,035</u>

Note 12 – Financial statement preparation

The financial statements were prepared by Dan Austin, CPA, P.C. with the assistance of Authority personnel.

Note 13 – Changes in fixed assets

	Balance June 30, 1998	Additions	Deletions	Balance June 30, 1999
Equipment	\$ 1,676,263	\$ 8,836	\$ (27,679)	\$ 1,657,420
Landfill	992,578	12,383	-	1,004,961
Accumulated depreciation	<u>(60,515)</u>	<u>(263,467)</u>	<u>3,390</u>	<u>(320,592)</u>
Total	<u>\$ 2,608,326</u>	<u>\$ (242,248)</u>	<u>\$ (24,289)</u>	<u>\$ 2,341,789</u>

Note 14 – Related party transactions

The County of Torrance obtained a revenue bond in 1993 to open and begin operations of the county landfill. The County of Torrance is responsible for this debt and all members of the Joint powers agreement have pledged environmental gross receipts to service this debt. The County has expended \$1,105,228 to purchase land, design the landfill and acquire equipment. The amounts expended are considered contributed capital to the authority. All assets acquired and contributed to the Authority are depreciated over their expected useful lives. The landfill construction was completed and approval was received to open on August 4, 1998.

Members of the Landfill Joint Powers agreement owed landfill usage fees to the Authority on June 30, 1999, in the amount of \$127,765.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

TORRANCE COUNTY SOLID WASTE AUTHORITY
NOTES TO FINANCIAL STATEMENTS

Note 17 – Joint powers agreement Torrance county/Bernalillo county landfill

The members of the Authority and the County of Bernalillo entered into a joint powers agreement to participate in the construction and operation of the landfill. Bernalillo County agreed to contribute \$633,000 toward the construction and acquisition of equipment. The County of Bernalillo agreed to annually guarantee a certain tonnage in support of the landfill and have the ability to participate in the determination of fees charged for use of the facility. The landfill received final approval to receive waste and opened August 4, 1999.

Note 18 – Year 2000 issue

The year 2000 issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the Authority's operations as early as fiscal year 1999.

The Authority has completed an inventory of computer systems and other electronic equipment that may be affected by the year 2000 issue and are necessary to conducting Authority operations.

The Authority owns accounting software used in daily operations. The software provider is responsible for annual updates and remediating this software. The software provider is solely responsible for any costs associated with this project.

The Authority has reviewed and tested all operation systems and found no material areas where service to its customers will be significantly interrupted. All costs associated with this review have been absorbed in current operations.

Because of the unprecedented nature of the year 2000 issue, its affects and success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure the Authority is or will be year 2000 ready.

Note 19 – Restricted assets

The Authority established a restricted cash account to accumulate estimated landfill closure costs. The cash balance as of June 30, 1999 was \$18,257.

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

ROAD FUND

To account for funds used to maintain roads for which the County has responsibility. Financing is provided by motor vehicles fees flowing through the state. Expenditures are restricted to the construction and maintenance of County Roads. Authority is Sections 64-55A-40 through 43 NMSA 1978.

FARM AND RANGE FUND

To account for the operations of farm and range activities, including soil and water conservation, predatory animal and insect control. Financing is provided from distributions made under the Taylor Grazing Act. Authority is Section 6-11-6, NMSA 1978.

RECREATION FUND

To account for the operations and maintenance of County owned recreational facilities. Financing is provided by state shared one-cent cigarette tax, which is required by state law to be used for recreational facilities and salaries of instructors and other employees necessary to the operation of such facilities. Authority is Section 7-12-15, NMSA 1978.

FIRE DISTRICT FUNDS

To account for the operations of the five fire districts, which are defined by the area served. Financing is provided by state fire allotments. The individual fire districts are Northeast Torrance, Fire District No. 2, Duran, McIntosh, and Torreon-Tajique. Financing is provided from County's share of fire allotment issued by the State Fire Marshall under NMSA 59A-53-1, NMSA 1978, and also by gross receipts tax approved by the voters of the County.

LAW ENFORCEMENT PROTECTION FUND

To account for a grant from the State of New Mexico Correction Department through the Law Enforcement Protection Act. The funding is to be used for law enforcement improvements. Authority is 29-13-1, NMSA 1978.

COUNTY INDIGENT FUND

To account for expenditures incurred in providing services for the care of indigents. Financing is provided by the County's share of gross receipts tax and may be used only for that purpose. Authority is 25-5-7, NMSA 1978.

EMERGENCY MEDICAL SERVICES FUND

To account for a grant from the State of New Mexico to be used for the acquisition of emergency medical services to County residents. Sources of funds are the State of New Mexico Health Department, Emergency Medical Services Bureau. Authority is Section 24- 10A-1 through 10, NMSA 1978.

MATERNAL HEALTH CARE FUND

To account for a grant from the State of New Mexico Department of Health, to provide maternal child health coordination, adolescent pregnancy prevention, prenatal care coordination, information and referral services and maternal child health tracking services. Authority is Section 24-1.B-3, NMSA 1978.

MOUNTAINAIR CLINIC GRANT FUND

To account for expenditures incurred in recruiting and retaining health care personnel and assisting in the provision of primary care services through eligible programs in undeserved areas of the state. Authority is Section 24-1.A-1, NMSA 1978.

SPECIAL REVENUE FUNDS

UNIVERSAL HIRING GRANT FUND

To account for grant funds provided by the U.S. Department of Justice to hire office personnel for the Torrance County Sheriff's Department. Authority is NMSA 6-1-6.

LEGISLATIVE APPROPRIATIONS FUND

To account for appropriations from the State of New Mexico for capital outlay purchases of police vehicles for the Torrance County Sheriff's Department. Authority is NMSA 6-1-6.

EMERGENCY 911 GRANT FUND

To account for grant funds that are to be used to pay for a 911 system. Financing is provided by a grant from New Mexico Department of Finance and Administration pursuant to Section 63-9D-1, NMSA 1978, "Enhanced 911 Act".

FAIR BOARD FUND

To account for the proceeds and expenditures of a special gross receipts tax. The purpose of the tax is to fund the annual county fair. Authority is NMSA 6-1-6.

DR. SAUL SCHOLARSHIP FUND

To account for monies received on behalf of a local citizen, which proceeds are to be used for scholarships for County youth. Authority is NMSA 6-1-6.

U.S. FOREST CO-OP FUND

To account for funds received under a cooperative agreement with the U.S. Forest Service for police protection of Forest Service areas. Authority is NMSA 6-1-6.

LODGER'S TAX FUND

To account for funds received from the imposition of the lodger's tax on the overnight accommodations of area motels.

Funds are to be used for the promotion of tourism-related activities. NMSA 6-1-6.

INTERDISCIPLINARY PROGRAM FUND

To account for a grant received to enhance law enforcement activities. Authority is NMSA 6-1-6.

DOMESTIC VIOLENCE FUND

To account for a grant from the State of New Mexico to be used for the prevention of domestic violence. Authority is NMSA 6-1-6.

DRUG EDUCATION FUND

To account for a grant received from the U.S. Department of Justice to be used to educate people about the dangers of drug abuse. Authority is NMSA 6-1-6.

LANDFILL/SAFETY PROGRAM FUND

To be used to account for fees received from the use of a separate dumping area. The proceeds are used in the County's safety program. Authority is NMSA 6-1-6.

RURAL ADDRESSING FUND

To account for the proceeds of a part of the 1/4% gross receipts tax, to be used to mark rural addresses for use by emergency personnel. Authority is NMSA 6-1-6.

ENERGY CONSERVATION

To account for funds which are used to update various fixed assets with more efficient units. Authority is NMSA 6-1-6.

LAW ENFORCEMENT BLOCK GRANT

To account for funds designated for law enforcement expenditures relating to training and equipping law enforcement personnel. Authority is NMSA 6-1-6.

STATEMENT B

N.E. Torrance Fire District	Torreon- Fire District No. 2	Duran Fire District	McIntosh Fire District	Tajique Fire District	Law Enforcement Protection
\$ 43,943	\$ 67,385	\$ 17,185	\$ 40,126	\$ 79,092	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
4,241	4,241	4,241	4,241	4,241	-
<u>\$ 48,184</u>	<u>\$ 71,626</u>	<u>\$ 21,426</u>	<u>\$ 44,367</u>	<u>\$ 83,333</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	9035	-	1,546	837	-
-	-	-	-	-	-
-	9,035	-	1,546	837	-
-	-	-	-	-	-
3,737	590	-	-	20,062	-
44,447	62,001	21,426	42,821	62,434	-
48,184	62,591	21,426	42,821	82,496	-
<u>\$ 48,184</u>	<u>\$ 71,626</u>	<u>\$ 21,426</u>	<u>\$ 44,367</u>	<u>\$ 83,333</u>	<u>\$ -</u>

See accompanying notes to financial statements.

STATEMENT B
Continued

Mountainair Clinic Grant	Senior Citizens	Civil Defense	DWI Grant	Assessor Reappraisal	Clerk's Equipment
\$ -	\$ 8,424	\$ -	\$ -	\$ 78,838	\$ 2,712
-	8,508	14,603	13,985	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 16,932</u>	<u>\$ 14,603</u>	<u>\$ 13,985</u>	<u>\$ 78,838</u>	<u>\$ 2,712</u>
\$ 113	\$ -	\$ 120	\$ 82,471	\$ -	\$ -
-	13,876	383	-	69	-
-	-	800	4,887	-	-
<u>113</u>	<u>13,876</u>	<u>1,303</u>	<u>87,358</u>	<u>69</u>	<u>-</u>
-	-	-	-	-	-
(113)	3,056	-	(73,373)	62,087	-
-	-	13,300	-	16,682	2,712
<u>(113)</u>	<u>3,056</u>	<u>13,300</u>	<u>(73,373)</u>	<u>78,769</u>	<u>2,712</u>
<u>\$ -</u>	<u>\$ 16,932</u>	<u>\$ 14,603</u>	<u>\$ 13,985</u>	<u>\$ 78,838</u>	<u>\$ 2,712</u>

See accompanying notes to financial statements.

STATEMENT B
Continued

<u>Cops More</u>	<u>Cops Fast</u>	<u>Universal Hiring</u>	<u>Legislative Appropriations</u>	<u>Emergency 911</u>	<u>Fair Board</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	663,770	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663,770</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 8,093	\$ -	\$ 72,505	\$ 191	\$ 4,359	\$ -
-	-	-	60,909	306	-
-	-	-	-	-	-
<u>8,093</u>	<u>-</u>	<u>72,505</u>	<u>61,100</u>	<u>4,665</u>	<u>-</u>
-	-	-	-	-	-
(8,093)	-	591,265	(61,100)	(4,665)	-
-	-	-	-	-	-
<u>(8,093)</u>	<u>-</u>	<u>591,265</u>	<u>(61,100)</u>	<u>(4,665)</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663,770</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

STATEMENT B
Continued

<u>Interdisciplinary Fund</u>	<u>Domestic Violence</u>	<u>Drug Education</u>	<u>Landfill/ Safety Program</u>	<u>Rural Addressing</u>
\$ -	\$ -	\$ 9,266	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,266</u>	<u>\$ -</u>	<u>\$ -</u>
-	3,351	\$ -	\$ 59,563	\$ 69,161
-	1,245	-	400	12,542
-	-	-	-	1,195
-	4,596	-	59,963	82,898
-	-	-	-	-
-	(4,596)	9,266	(59,963)	(82,898)
-	-	-	-	-
-	(4,596)	9,266	(59,963)	(82,898)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,266</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS
As of June 30, 1999

STATEMENT B
Continued

	Energy Conservation	Law Enforcement Block Grant	Totals (Memorandum only)
ASSETS			
Cash	\$	\$ 1,063	\$ 639,281
Accounts receivable	-	4,619	705,485
Bond issuance costs	-	-	5,627
Prepaid expenses	-	-	24,306
 Total assets	 \$	 \$ 5,682	 \$ 1,374,699
LIABILITIES AND FUND EQUITY			
Cash overdraft	\$ 11,554	\$ -	\$ 313,319
Accounts payable	-	-	177,975
Accrued expenditures	-	-	25,814
 Total liabilities	 11,554	 -	 517,108
 Fund balance (deficit)			
Reserved:			
For bond issuance costs	-	-	5,627
Unreserved:			
Designated for subsequent year's expenditures	(11,554)	5,682	581,435
Undesignated	-	-	270,529
 Total fund balance (deficit)	 (11,554)	 5,682	 857,591
 Total liabilities and fund equity	 \$ -	 \$ 5,682	 \$ 1,374,699

See accompanying notes to financial statements.

STATEMENT C

N.E. Torrance Fire District	Torreon- Fire District No. 2	Duran Fire District	McIntosh Fire District	Tajique Fire District
\$ 25,518	\$ 28,618	\$ 14,309	\$ 28,618	\$ 17,641
69,997	147,551	153,330	76,297	87,984
<u>2,123</u>	<u>6,581</u>	<u>3,241</u>	<u>2,259</u>	<u>3,135</u>
<u>97,638</u>	<u>182,750</u>	<u>170,880</u>	<u>107,174</u>	<u>108,760</u>
-	-	-	-	-
8,396	24,062	5,273	18,812	8,088
-	-	-	-	-
-	-	-	-	-
<u>11,716</u>	<u>41,651</u>	<u>43,687</u>	<u>54,641</u>	<u>13,745</u>
<u>20,112</u>	<u>65,713</u>	<u>48,960</u>	<u>73,453</u>	<u>21,833</u>
<u>77,526</u>	<u>117,037</u>	<u>121,920</u>	<u>33,721</u>	<u>86,927</u>
-	-	-	10,835	-
<u>-</u>	<u>(60,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>(60,000)</u>	<u>-</u>	<u>10,835</u>	<u>-</u>
<u>77,526</u>	<u>57,037</u>	<u>121,920</u>	<u>44,556</u>	<u>86,927</u>
<u>(29,342)</u>	<u>5,554</u>	<u>(100,494)</u>	<u>(1,735)</u>	<u>(4,431)</u>
<u>\$ 48,184</u>	<u>\$ 62,591</u>	<u>\$ 21,426</u>	<u>\$ 42,821</u>	<u>\$ 82,496</u>

See accompanying notes to financial statements.

STATEMENT C
Continued

Maternal Health Care	Mountainair Clinic Grant	Senior Citizens	Civil Defense	DWI Grant
\$ -	\$ -	\$ -	\$ 27,617	\$ -
324,077	32,942	206,786	-	169,975
825	-	-	73	-
<u>324,902</u>	<u>32,942</u>	<u>206,786</u>	<u>27,690</u>	<u>169,975</u>
-	-	-	-	-
-	-	-	37,567	211,812
-	-	-	-	-
342,801	-	213,453	-	-
-	-	-	-	-
1,210	33,054	18,867	-	10,215
<u>344,011</u>	<u>33,054</u>	<u>232,320</u>	<u>37,567</u>	<u>222,027</u>
<u>(19,109)</u>	<u>(112)</u>	<u>(25,534)</u>	<u>(9,877)</u>	<u>(52,052)</u>
-	-	32,996	18,794	-
-	-	-	-	-
-	-	32,996	18,794	-
<u>(19,109)</u>	<u>(112)</u>	<u>7,462</u>	<u>8,917</u>	<u>(52,052)</u>
<u>(28,232)</u>	<u>(1)</u>	<u>4,406</u>	<u>4,383</u>	<u>(21,321)</u>
<u>\$ (47,341)</u>	<u>\$ (113)</u>	<u>\$ 3,056</u>	<u>\$ 13,300</u>	<u>\$ (73,373)</u>

See accompanying notes to financial statements.

STATEMENT C
Continued

Estancia Valley Continuing Education	¼%Fire Excise Tax	Cops More	Cops Fast	Universal Hiring
\$ -	\$ 38,089	\$ -	\$ -	\$ -
-	-	5,565	-	680,249
<u>1,580</u>	<u>5,947</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,580</u>	<u>44,036</u>	<u>5,565</u>	<u>-</u>	<u>680,249</u>
-	-	-	-	-
-	6,410	12,272	-	108,185
-	-	-	-	-
-	-	-	-	-
1,400	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,400</u>	<u>6,410</u>	<u>12,272</u>	<u>-</u>	<u>108,185</u>
<u>180</u>	<u>37,626</u>	<u>(6,707)</u>	<u>-</u>	<u>572,064</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>180</u>	<u>37,626</u>	<u>(6,707)</u>	<u>-</u>	<u>572,064</u>
-	2,824	(1,386)	-	19,201
<u>\$ 180</u>	<u>\$ 40,450</u>	<u>\$ (8,093)</u>	<u>\$ -</u>	<u>\$ 591,265</u>

See accompanying notes to financial statements.

STATEMENT C
Continued

<u>Dr. Saul Scholarship</u>	<u>U.S. Forest Co-op</u>	<u>Lodger's Tax</u>	<u>Inter- Disciplinary Program</u>	<u>Domestic Violence</u>
\$ -	\$ -	\$ 3,603	\$ -	\$ -
-	853	-	800	167,035
<u>3,267</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,267</u>	<u>853</u>	<u>3,603</u>	<u>800</u>	<u>167,035</u>
-	1,910	-	-	-
-	-	-	800	176,155
-	-	-	-	-
2,000	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>757</u>	<u>-</u>	<u>-</u>	<u>3,717</u>
<u>2,000</u>	<u>2,667</u>	<u>-</u>	<u>800</u>	<u>179,872</u>
<u>1,267</u>	<u>(1,814)</u>	<u>3,603</u>	<u>-</u>	<u>(12,837)</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,267</u>	<u>(1,814)</u>	<u>3,603</u>	<u>-</u>	<u>(12,837)</u>
<u>500</u>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>8,241</u>
<u>\$ 1,767</u>	<u>\$ (1,815)</u>	<u>\$ 3,603</u>	<u>\$ -</u>	<u>\$ (4,596)</u>

See accompanying notes to financial statements.

STATEMENT C
Continued

<u>Energy Conservation</u>	<u>Law Enforcement Block Grant</u>	<u>Total (Memorandum Only)</u>
\$ 63,180	\$ -	\$ 836,940
-	10,000	2,794,359
-	-	85,417
<u>63,180</u>	<u>10,000</u>	<u>3,716,716</u>
-	-	24,749
-	5,238	827,304
-	-	17,000
14,048	-	1,600,713
-	-	21,549
-	-	813,210
<u>14,048</u>	<u>5,238</u>	<u>3,304,525</u>
<u>49,132</u>	<u>4,762</u>	<u>412,191</u>
-	-	226,237
-	-	(70,835)
-	-	155,402
<u>49,132</u>	<u>4,762</u>	<u>567,593</u>
<u>(60,686)</u>	<u>920</u>	<u>289,998</u>
<u>\$ (11,554)</u>	<u>\$ 5,682</u>	<u>\$ 857,591</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – FARM AND RANGE SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 1,262	\$ 968	\$ (294)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>1,262</u>	<u>968</u>	<u>(294)</u>
Expenditures:			
Current operations:			
Health and welfare	18,000	17,000	1,000
Capital expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>18,000</u>	<u>17,000</u>	<u>1,000</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ (16,738)</u>	<u>\$ (16,032)</u>	<u>\$ 706</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – NORTHEAST TORRANCE FIRE DISTRICT
SPECIAL REVENUE FUND
For the year ended June 30,1999

STATEMENT G

	<u>Budget</u>	<u>Actual</u>	Variance Favorable/ (Unfavorable)
Revenues:			
Taxes	\$ 29,616	\$ 31,562	\$ 1,946
Intergovernmental	25,550	25,550	-
Miscellaneous	<u>1,892</u>	<u>2,123</u>	<u>231</u>
Total revenues	<u>57,058</u>	<u>59,235</u>	<u>2,177</u>
Expenditures:			
Current operations:			
Public safety	53,481	49,263	4,218
Capital expenditures	<u>47,692</u>	<u>11,716</u>	<u>35,976</u>
Total expenditures	<u>101,173</u>	<u>60,979</u>	<u>40,194</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ (44,115)</u>	<u>\$ (1,744)</u>	<u>\$ 42,371</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – DURAN FIRE DISTRICT SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable/ (Unfavorable)
Revenues:			
Taxes	\$ 12,878	\$ 17,641	\$ 4,763
Intergovernmental	25,550	25,550	-
Miscellaneous	<u>2,900</u>	<u>3,241</u>	<u>341</u>
Total revenues	<u>41,328</u>	<u>46,432</u>	<u>5,104</u>
Expenditures:			
Current operations:			
Public safety	53,943	9,514	44,429
Capital expenditures	<u>11,211</u>	<u>43,687</u>	<u>(32,476)</u>
Total expenditures	<u>65,154</u>	<u>53,201</u>	<u>11,953</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ (23,826)</u>	<u>\$ (6,769)</u>	<u>\$ 17,057</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – TORREON-TAJIQUE FIRE DISTRICT
SPECIAL REVENUE FUND
For the year ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Taxes	\$ 12,878	\$ 17,641	\$ 4,763
Intergovernmental	25,550	25,550	-
Miscellaneous	<u>1,854</u>	<u>3,135</u>	<u>1,281</u>
Total revenues	<u>40,282</u>	<u>46,326</u>	<u>6,044</u>
Expenditures:			
Current operations:			
Public safety	42,876	11,492	31,384
Capital expenditures	<u>55,053</u>	<u>13,745</u>	<u>41,308</u>
Total expenditures	<u>97,929</u>	<u>25,237</u>	<u>72,692</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ (57,647)</u>	<u>\$ 21,089</u>	<u>\$ 78,736</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – COUNTY INDIGENT SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Taxes	\$ 225,429	\$ 196,519	\$ (28,910)
Miscellaneous	<u>-</u>	<u>1,389</u>	<u>1,389</u>
Total revenues	<u>225,429</u>	<u>197,908</u>	<u>(27,521)</u>
Expenditures:			
Current operations:			
Health and welfare	247,688	189,930	57,758
Capital expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>247,688</u>	<u>189,930</u>	<u>57,758</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ (22,259)</u>	<u>\$ 7,978</u>	<u>\$ 30,237</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – MATERNAL HEALTH CARE
SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable/ (Unfavorable)
Revenues:			
Intergovernmental	\$ 419,897	\$ 324,077	\$ (95,820)
Miscellaneous	<u>428</u>	<u>825</u>	<u>397</u>
Total revenues	<u>420,325</u>	<u>324,902</u>	<u>(95,423)</u>
Expenditures:			
Current operations:			
Health and welfare	148,500	280,329	(131,829)
Capital expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>148,500</u>	<u>280,329</u>	<u>(131,829)</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ 271,825</u>	<u>\$ 44,573</u>	<u>\$ (227,252)</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – SENIOR CITIZENS SPECIAL REVENUE FUND
For the year ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 447,748	\$ 228,451	\$ (219,297)
Miscellaneous	<u>29,200</u>	<u>-</u>	<u>(29,200)</u>
Total revenues	<u>476,948</u>	<u>228,451</u>	<u>(248,497)</u>
Expenditures:			
Current operations:			
Health and welfare	214,257	199,577	14,680
Capital expenditures	<u>208,826</u>	<u>18,867</u>	<u>189,959</u>
Total expenditures	<u>423,083</u>	<u>218,444</u>	<u>204,639</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ 53,865</u>	<u>\$ 10,007</u>	<u>\$ (43,858)</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – D.W.I. GRANT SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 220,890	\$ 155,990	\$ (64,900)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>220,890</u>	<u>155,990</u>	<u>(64,900)</u>
Expenditures:			
Current operations:			
Public safety	195,075	206,473	(11,398)
Capital expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>195,075</u>	<u>206,473</u>	<u>(11,398)</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ 25,815</u>	<u>\$ (50,483)</u>	<u>\$ (76,298)</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – CLERK’S EQUIPMENT SPECIAL REVENUE FUND
For the year ended June 30,1999

STATEMENT U

	<u>Budget</u>	<u>Actual</u>	Variance Favorable/ (Unfavorable)
Revenues:			
Intergovernmental	\$ -	\$ -	\$ -
Miscellaneous	<u>11,947</u>	<u>15,684</u>	<u>3,737</u>
Total revenues	<u>11,947</u>	<u>15,684</u>	<u>3,737</u>
Expenditures:			
Current operations:			
General government	-	-	-
Capital expenditures	<u>14,083</u>	<u>16,661</u>	<u>(2,578)</u>
Total expenditures	<u>14,083</u>	<u>16,661</u>	<u>(2,578)</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ (2,136)</u>	<u>\$ (977)</u>	<u>\$ 1,159</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – ESTANCIA VALLEY CONTINUING EDUCATION
SPECIAL REVENUE FUND
For the year ended June 30,1999

STATEMENT W

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ -	\$ -	\$ -
Miscellaneous	<u>-</u>	<u>1,580</u>	<u>1,580</u>
Total revenues	<u>-</u>	<u>1,580</u>	<u>1,580</u>
Expenditures:			
Current operations:			
Health and welfare	-	1,400	(1,400)
Capital expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>1,400</u>	<u>(1,400)</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ -</u>	<u>\$ 180</u>	<u>\$ 180</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – ¼% FIRE EXCISE TAX SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Taxes	\$ 6,000	\$ 41,421	\$ 35,421
Miscellaneous	-	5,446	5,446
Total revenues	<u>6,000</u>	<u>46,867</u>	<u>40,867</u>
Expenditures:			
Current operations:			
Public safety	-	5,987	(5,987)
Capital expenditures	<u>29,139</u>	<u>-</u>	<u>29,139</u>
Total expenditures	<u>29,139</u>	<u>5,987</u>	<u>23,152</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (23,139)</u>	<u>\$ 40,880</u>	<u>\$ 64,019</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – COPS FAST GRANT SPECIAL REVENUE FUND
For the year ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ -	\$ -	\$ -
Miscellaneous	<u>667</u>	<u>-</u>	<u>(667)</u>
Total revenues	<u>667</u>	<u>-</u>	<u>(667)</u>
Expenditures:			
Current operations:			
Public safety	-	-	-
Capital expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures - (prior year cash balance required to balance budget)	<u>\$ 667</u>	<u>\$ -</u>	<u>\$ (667)</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – LEGISLATIVE APPROPRIATIONS
SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 175,000	\$ -	\$ (175,000)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>175,000</u>	<u>-</u>	<u>(175,000)</u>
Expenditures:			
Capital expenditures	<u>235,000</u>	<u>121,100</u>	<u>113,900</u>
Total expenditures	<u>235,000</u>	<u>121,100</u>	<u>113,900</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (60,000)</u>	<u>\$ (121,100)</u>	<u>\$ (61,100)</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – FAIR BOARD SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Taxes	\$ 19,000	\$ 19,000	\$ -
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Expenditures:			
Current operations:			
Culture and recreation	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Total expenditures	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – U.S. FOREST CO-OP SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 2,400	\$ 910	\$ (1,490)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>2,400</u>	<u>910</u>	<u>(1,490)</u>
Expenditures:			
Current operations:			
Health and welfare	3,900	1,000	2,900
Capital expenditures	<u>-</u>	<u>757</u>	<u>(757)</u>
Total expenditures	<u>3,900</u>	<u>1,757</u>	<u>2,143</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (1,500)</u>	<u>\$ (847)</u>	<u>\$ (653)</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – INTERDISCIPLINARY PROGRAM
SPECIAL REVENUE FUND
For the year ended June 30,1999

	Budget	Actual	Variance Favorable/ (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Miscellaneous	<u>800</u>	<u>800</u>	<u>-</u>
Total revenues	<u>800</u>	<u>800</u>	<u>-</u>
Expenditures:			
Current operations:			
Culture and recreation	<u>800</u>	<u>800</u>	<u>-</u>
Total expenditures	<u>800</u>	<u>800</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – DRUG EDUCATION SPECIAL REVENUE FUND
For the year ended June 30,1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ -	\$ 15,098	\$ 15,098
Miscellaneous	<u>2,106</u>	<u>-</u>	<u>(2,106)</u>
Total revenues	<u>2,106</u>	<u>15,098</u>	<u>12,992</u>
Expenditures:			
Current operations:			
Health and welfare	4,212	8,833	(4,621)
Capital expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>4,212</u>	<u>8,833</u>	<u>(4,621)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (2,106)</u>	<u>\$ 6,265</u>	<u>\$ 8,371</u>

See accompanying notes to financial statements.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP
BUDGETARY BASIS) – RURAL ADDRESSING SPECIAL REVENUE FUND
For the year ended June 30, 1999

STATEMENT MM

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
Revenues:			
Taxes	\$ 248,168	\$ 35,508	\$ (212,660)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>248,168</u>	<u>35,508</u>	<u>(212,660)</u>
Expenditures:			
Capital expenditures	<u>196,398</u>	<u>103,538</u>	<u>92,860</u>
Total expenditures	<u>196,398</u>	<u>103,538</u>	<u>92,860</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 51,770</u>	<u>\$ (68,030)</u>	<u>\$ (119,800)</u>

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

General Obligation Bond Debt Service Fund

To accumulate monies for payment of the 1994 General Obligation Serial bonds. The County is authorized to levy ad valorem taxes and other funds for the payment of principal and interest.

Solid Waste Revenue Bond Debt Service Fund

To accumulate monies for payment of the 1992 Environmental Gross Receipts Tax bonds. Bond interest and principal is payable from a 1/8 cent gross receipts tax as authorized by Section 7-1-6, NMSA 1978, and from landfill fees.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE
DEBT SERVICE FUNDS
June 30, 1999

STATEMENT PP

	General Obligation Bond	Solid Waste Revenue Bond	Totals (Memorandum only)
REVENUES			
Taxes	\$ 310,374	\$ 126,543	\$ 436,917
Total revenues	<u>310,374</u>	<u>126,543</u>	<u>436,917</u>
EXPENDITURES			
Debt service:			
Principal paid	117,000	35,000	152,000
Interest paid	55,504	16,844	72,348
Bank service charges	<u>106</u>	<u>-</u>	<u>106</u>
Total expenditures	<u>172,610</u>	<u>51,844</u>	<u>224,454</u>
Excess (deficiency) of revenues over expenditures	137,764	74,699	212,463
Fund balance, beginning of the year (as restated)	<u>3,210</u>	<u>-</u>	<u>3,210</u>
Fund balance, end of year	<u>\$ 140,974</u>	<u>\$ 74,699</u>	<u>\$ 215,673</u>

STATE OF NEW MEXICO
COUNTY OF TORRANCE
STATEMENT OF REVENUE, EXPENDITURES BUDGET (NON-GAAP
BUDGETARY BASIS) AND ACUTAL (NON-GAAP BUDGETARY
BASIS) – SOLID WASTE REVENUE BOND
DEBT SERVICE FUND
June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
REVENUES			
Taxes	\$ 51,844	\$ 126,543	\$ 74,699
Total revenues	<u>51,844</u>	<u>126,543</u>	<u>74,699</u>
Expenditures:			
Debt service:			
Principal paid	35,000	35,000	-
Interest paid	<u>16,844</u>	<u>16,844</u>	<u>-</u>
Total expenditures	<u>51,844</u>	<u>51,844</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 74,699</u>	<u>\$ 74,699</u>

STATE OF NEW MEXICO
COUNTY OF TORRANCE
BALANCE SHEET
CAPITAL PROJECTS FUND
June 30, 1999

STATEMENT SS

	<u>Acquisition Fund</u>
ASSETS	
Current assets:	
Cash	\$ -
Bond issuance costs (net)	18,835
Due from other funds	<u>-</u>
Restricted assets:	
Total assets	<u>\$ 18,835</u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Due to other funds	\$ <u>-</u>
Total liabilities	<u>-</u>
Fund Balance:	
Reserved for bond issuance costs	<u>18,835</u>
Total fund balance	<u>-</u>
Total liabilities and fund balance	<u>\$ 18,835</u>

See accompanying notes to financial statements.

AGENCY FUNDS

Agency Funds are used to account for the collection of taxes and distributions to other taxing entities and for monies paid to the County by the State of New Mexico and the Federal U.S. Marshall's Office, which are then forwarded to the Corrections Corporation of America (CCA). The funds are custodial in nature and do not involve measurement of results of operations.

Children's Trust Fund

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

Treasurer - Undistributed Taxes

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

Treasurer - Overpayment of Taxes 7-38-38

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

Treasurer - Taxes Paid in Advance

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

Federal Prisoner Agreement

To account for monies which are received from the Federal U.S. Marshall's Office under contract with the County which are then submitted to CCA in payment for the cost of housing federal prisoners.

State Prisoner Agreement

To account for monies which are received from the State of New Mexico Correction's Department under contract with the County which are then submitted to CCA in payment for the cost of housing state prisoners.

Treasurer - Unknown Taxes Collected

To account for property taxes received for which the County has not identified the taxpayer or the property.

Cost to State/Penalty and Interest

To account for costs collected for the State of New Mexico and for penalty and interest on delinquent taxes collected for the state.

STATE OF NEW MEXICO STATEMENT UU (con't.)
COUNTY OF TORRANCE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS – (CONTINUED)
For the year ended June 30, 1999

	Balance July 1, 1998	Additions	Deletions	Balance June 30, 1999
STATE PRISONER AGREEMENT				
Assets				
Cash	\$ 747,086	\$ 5,834,247	\$ 6,581,333	\$ -
Liabilities				
Deposits held for others	\$ 747,086	\$ 5,834,247	\$ 6,581,333	\$ -
TREASURER-UNKNOWN TAXES COLLECTED				
Assets				
Cash	\$ -	\$ -	\$ -	\$ -
Liabilities				
Deposits held for others	\$ -	\$ -	\$ -	\$ -
COST TO STATE/PENALTY AND INTEREST				
Assets				
Cash	\$ 2,371	\$ 13,988	\$ 12,563	\$ 3,796
Liabilities				
Deposits held for others	\$ 2,371	\$ 13,988	\$ 12,563	\$ 3,796
TOTAL ALL AGENCY FUNDS				
Assets				
Cash	\$ 880,301	\$12,658,858	\$13,418,399	\$ 120,760
Liabilities				
Deposits held for others	\$ 880,301	\$12,658,858	\$13,418,399	\$ 120,760

See accompanying notes to financial statements.

SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO STATEMENT VV (con't.)
COUNTY OF TORRANCE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS – (CONTINUED)
For the year ended June 30, 1999

Notes to Schedule of Expenditures of Federal Awards

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County of Torrance (County) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the general-purpose financial statements.

2. Non-Cash Assistance

The County did not receive any non-cash assistance during the year.

3. Sub-recipients

The County did not provide any federal awards to sub-recipients during the year.

OTHER REPORTS

Independent Auditor's Report on Compliance and on Internal Control
Over Financial Reporting Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards
Page 2

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the County's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as item 96-1, 97-1, 97-6, 97-10, 97-16, 97-21, 97-22 and 99-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider item 96-1 to be a material weakness.

This report is intended for the information of the County's management, State of New Mexico Department of Finance and Administration, the New Mexico State Legislature, and the Federal oversight agency and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Lundquist, Blush & Company, P.C.
Certified Public Accountants

Independent Auditor's Report on Compliance and on Internal Control
Over Compliance in Accordance with OMB Circular A-133
Page 2

necessary, in our opinion, for the County to comply with the requirements applicable to those programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1999.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the County's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying schedule of findings and question costs as item 96-1, 97-1, 97-6, 97-10, 97-16, 97-21, 97-22 and 99-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that non-compliance with the applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that 96-1 to be a material weakness.

This report is intended for the information of the County's management, New Mexico Department of Finance and Administration, the New Mexico State Legislature, the New Mexico State Auditor, and the Federal oversight agency and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Henderson, Black & Company, P.C.
Certified Public Accountants

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the year ended June 30, 1999

96-1 – Fixed assets – Repeated

96-4 – Competitive bid documentation – Resolved

96-7 – Unauthorized bank accounts – Resolved

97-1 – Review of disbursement vouchers prior to payment – Repeated

97-4 – Physical access to computer room Resolved

97-5 – Computer back-up and security – Resolved

97-6 – User access/password security – Partially resolved and modified

97-10 – Transfer of funds from indigent fund – Repeated

97-11 – Unsecured investments – Resolved

97-13 – County board of finance – Resolved

97-16 – Interest earned on bank deposits – Repeated

97-20 – Due to/from other funds – Resolved

97-21 – Enterprise fund – Negative cash balance – Repeated

97-22 – Grant reimbursements – Repeated and modified

97-23 – Investment policies – Resolved

97-24 – Prison contracts – Reported as a contingent liability in the footnotes of the financial statements

98-1 – Davis Bacon wages – Resolved

98-2 – Reporting – Resolved

98-3 – Late deposit program income – Resolved

98-4 – Funds not budgeted – Resolved

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 1999

96-1 Fixed Assets – (continued)

Criteria – (continued)

4.2 Inventory Information – (continued)

- 4.2.11 Expenditure account (record the title of number of the expenditure account debited with the acquisition cost)
- 4.2.12 Depreciation (mandatory if an agency has proprietary funds)
- 4.2.13 Net book value (mandatory if an agency has proprietary funds)
- 4.2.14 Location (geographic area – building and/or room – and organizational unit or person to whom asset is assigned.

4.3 Physical Inventory Report

The results of the physical inventory shall be recorded in a written inventory report, certified as to correctness and signed by the governing authority of the agency. This report shall be retained with the physical inventory for verification by the agency's independent auditor.

4.4 Annual Physical Inventory

Each agency shall conduct a physical inventory of its fixed assets at the end of each fiscal year.

Effect

Without the system of fixed asset accounting and control listed above:

1. County financial records will not accurately reflect fixed assets and their values and, consequently, the financial statements will not be fairly presented in accordance with generally accepted accounting principles;
2. Fixed assets could be stolen and not be detected in a timely manner; and
3. The County's fixed asset accounting system can not be relied upon to provide management with useful information necessary in making certain decisions.

Cause

It is the responsibility of the governing authority and management of the county to ensure that assets and resources of the County are adequately safeguarded against theft. The County has not allocated adequate resources to update and maintain an accurate detailed listing of fixed assets for the past several years.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 1999

97-1 Review of Disbursement Vouchers Prior to Payment – (continued)

Recommendation

All disbursement vouchers should be reviewed for proper authorization and supporting documentation prior to submission for payment.

Management's response

The County has developed a process to review all disbursement vouchers before payment.

97-6 User Access/Password Security

Statement of finding

The following issue related to user access and password security was noted that the minimum length of user passwords is only two characters.

Criteria

Proper internal controls related to computer user access and password security require that, user access is formally documented. User access logs should be maintained to track employee use of the system. Policies and procedures exist for the removal of user names and passwords of terminated or transferred employees, and password length is a minimum of six characters.

Effect

Without the above controls, access to system applications may not be adequately controlled. Terminated to transferred employees may access applications and make unauthorized changes if their passwords are not deactivated in a timely manner, and passwords are easier to circumvent without a minimum length of at least six characters.

Cause

The County does not have any formal electronic data processing or computer policies and procedures in place.

Recommendation

The County should establish formal policies and procedures for authorizing access to system applications and maintain system logs to track employee use of system. Establish policies and procedures for deactivating passwords of terminated or transferred employees and set the minimum length of user passwords to six characters.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 1999

97-10 Transfer of Funds From Indigent Fund – (continued)

Cause

The State Auditor, in a letter dated January 27, 1997, informed the County that they incorrectly disbursed \$30,400 from the indigent fund on September 8, 1996, for the purchase of land, citing the New Mexico Laws of 1996, Chapter 29, amendment to Section 7-20E-E NMSA 1978. The State Auditor, with the concurrence of the County's Department of Finance and Administration (DFA) Local Government Budget Analyst, recommended that the County reimburse the indigent fund for the \$30,400 incorrectly disbursed. The County Commission is in disagreement with the State Auditor's recommendation and has indicated in their commission board minutes dated April 23, 1997, that it intends to pursue legal remedies to resolve the situation.

Recommendation

The County should comply with Sections 27-5-7E and 27-5-7.1 NMSA 1978 and its DFA Local Government Budget Analyst's recommendation that it reimburse the indigent fund for the \$30,400 incorrectly disbursed.

Management's response

The County Attorney is working on a resolution to this problem.

97-16 Interest Earned on Bank Deposits

Statement of finding

The County does not have a written investment policy regarding allocation interest earned on bank deposit and investments. Currently, the County allocates interest earned from Norwest Bank and the State Investment Pool to the following funds based on the percentage of individual fund cash balance to the total combined cash balances:

<u>Fund Number</u>	<u>Fund Name</u>
401	General fund
405	Northeast Torrance Fire District
406	Indian Hills Fire District
407	Duran Fire District
408	McIntosh Fire District
409	Torreón Fire District

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 1999

97-21 Enterprise Fund – Negative Cash Balance – (continued)

Criteria

All funds should reflect an actual economic position.

Effect

The County has a negative cash balance in an enterprise fund that is no longer being utilized.

Cause

The County has not addressed the negative cash balance or made a decision to close the fund.

Recommendation

The County should make a determination as to whether to collect an amount equal to the negative cash balance from the Authority or transfer money from the general fund to remove the negative cash balance before removing the enterprise fund from its books.

Management's response

The County will do a budget transfer next fiscal year to clear this negative balance.

97-22 Grant Reimbursements

Statement of finding

The Recreation, Mountainair Clinic, Civil Defense, DWI, COPS More, Universal Hiring, Legislative Appropriations, Emergency 911, US Forest Co-op, Domestic Violence, Landfill/Safety, Energy Conservation and Law Enforcement Block grants have negative cash balances as of June 30, 1999.

Criteria

Good accounting procedures require that grant expenditures reimburse be requested on a timely basis.

Effect

The County may not have adequate cash flow for operating purposes and may have to utilize cash resources from other County funds. The Senior Citizens and DWI funds will always have a negative cash balance for grant expenditures incurred by the County which are not reimbursed by the grantor agency.

STATE OF NEW MEXICO
COUNTY OF TORRANCE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 1999

99-1 Payroll Is Not Always Complete and Accurate – (continued)

Effect

The payroll process currently in place at Torrance County does not always allow Torrance County employees to report actual information since timesheets are being turned in before the pay period ends.

Cause

There is not enough time between when the pay period ends and payroll is disbursed for county management to accurately compile payroll data.

Recommendation

We recommend that County management push its timesheet deadlines until the first business day subsequent to the end of the payroll period. Additionally, the payroll disbursement date should also be pushed back until the middle or latter part of the week to allow County management reasonable time to accurately compile payroll data.

Management's response

Torrance County will change the paydays from Mondays to Thursdays, with timesheets due on the Monday after the close of the pay period. This will allow management reasonable time to accurately compile payroll data.

