

**STATE OF NEW MEXICO
TORRANCE COUNTY**

**ANNUAL FINANCIAL REPORT
AND INDEPENDENT AUDITORS' REPORT**

FOR THE YEAR ENDED JUNE 30, 2021

**STATE OF NEW MEXICO
TORRANCE COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2021**

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INTRODUCTORY SECTION

**STATE OF NEW MEXICO
TORRANCE COUNTY
OFFICIAL ROSTER (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2021**

ELECTED OFFICIALS

Kevin McCall County Commissioner – District 1
Ryan Schwebach County Commissioner – District 2
LeRoy M. Candelaria County Commissioner – District 3
Jesse Lucero County Assessor
Yvonne Otero County Clerk
Martin Rivera County Sheriff
Tracy L. Sedillo County Treasurer
Josie Chavez County Probate Judge

ADMINISTRATIVE OFFICIALS

Janice Y. Barela County Manager
Juan Torres Deputy County Manager
Jeremy Oliver Finance Director
Noah J. Sedillo Chief Procurement Officer

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Honorable Brian S. Colón, Esq., CFE
New Mexico State Auditor
and
Honorable Members of the Board of County Commissioners
Torrance County
Estancia, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue fund of Torrance County, New Mexico (the "County"), as of and for the year ended June 30, 2021, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2021, and the respective changes in financial position thereof and the respective budgetary comparisons for the general fund and major special revenue fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

The County has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the *County's Proportionate Share of the Net Pension Liability* and their *Proportionate Share of the OPEB Liability* on pages 5, 56 and 59, the *Schedule of the County's Contributions* on pages 57, 58 and 60, and the notes to the required supplementary information, on page 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic and historical context. We have applied certain limited procedures to the Schedule of the *County's Proportionate Share of the Net Pension Liability and OPEB Liability, the Schedule of the County's PERA and OPEB Contributions*, and the notes to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements for all nonmajor funds required by Section 2.2.2. NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2021 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Kubiak Melton & Associates, LLC

Kubiak Melton & Associates, LLC
Auditors – Business Consultants - CPAs

Albuquerque, New Mexico
November 23, 2021

BASIC FINANCIAL STATEMENTS

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENT OF NET POSITION
JUNE 30, 2021**

	Governmental Activities
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 4,240,146
Restricted Cash	162,946
Investments	6,656,593
Receivables:	
Property Tax	1,248,083
Other Taxes	1,928,299
Other Receivables, Net	4,118,866
Prepaid Expenses	177,015
Total Current Assets	18,531,948
Noncurrent Assets:	
Capital Assets Not Being Depreciated	839,334
Capital Assets Being Depreciated	27,235,490
Less: Accumulated Depreciation	(14,762,734)
Total Noncurrent Assets	13,312,090
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows - Pension Related	2,926,691
Deferred Outflows - OPEB Related	944,398
Total Deferred Outflows of Resources	3,871,089
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 35,715,127

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENT OF NET POSITION (CONTINUED)
JUNE 30, 2021**

	Governmental Activities
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 1,550,026
Accrued Salaries and Benefits	204,557
Accrued Interest Payable	17,524
Unearned Revenue	1,501,559
Compensated Absences Payable	210,629
Capital Lease Payable, Current	37,608
Notes and Bonds Payable, Current	255,054
Total Current Liabilities	<u>3,776,957</u>
Noncurrent Liabilities:	
Capital Lease Payable, Noncurrent	39,203
Net Pension Liability	8,674,139
Net OPEB Liability	3,574,950
Notes and Bonds Payable, Noncurrent	2,129,318
Total Noncurrent Liabilities	<u>14,417,610</u>
TOTAL LIABILITIES	<u>18,194,567</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows - Pension Related	96,394
Deferred Inflows - OPEB Related	1,341,921
Total Deferred Inflows of Resources	<u>1,438,315</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	19,632,882
NET POSITION	
Net Investment in Capital Assets	10,850,907
Restricted	7,586,461
Unrestricted (Deficit)	<u>(2,355,123)</u>
Total Net Position	<u>16,082,245</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u>\$ 35,715,127</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

Functions and Programs	Expenses	Program Revenues			Net
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	(Expense) Revenue and Changes in Net Position
PRIMARY GOVERNMENT					
Governmental Activities					
General Government	\$ 5,621,387	\$ 226,648	\$ 1,115,136	\$ 51,161	\$ (4,228,442)
Public Safety	28,077,315	25,151,119	1,257,627	17,198	(1,651,371)
Public Works	2,621,101	47,457	1,288,854	490,167	(794,623)
Culture and Recreation	229,117	-	-	-	(229,117)
Health and Welfare	570,801	-	-	-	(570,801)
Interest on Long-term Debt	67,452	-	-	-	(67,452)
Total Governmental Activities	<u>\$ 37,187,173</u>	<u>\$ 25,425,224</u>	<u>\$ 3,661,617</u>	<u>\$ 558,526</u>	<u>(7,541,806)</u>
General Revenues:					
Taxes:					
Property Taxes levied for general purposes					5,187,490
Gross Receipts Taxes					7,097,349
Gasoline and Motor Vehicle Taxes					724,157
Other Taxes					99,905
Payments in Lieu of Taxes					352,191
Investment Income					86,319
Loss on Disposal of Assets					(24,387)
Miscellaneous Income					637,533
Subtotal, General Revenues					<u>14,160,557</u>
Change in Net Position					6,618,751
Net Position, Beginning					<u>9,463,494</u>
Net Position, Ending					<u>\$ 16,082,245</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2021**

	<u>General Fund</u>	<u>ICE Inmate Care</u>	<u>Total Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and Cash Equivalents	\$ 84,102	\$ 45	\$ 4,155,999	\$ 4,240,146
Restricted Cash	-	-	162,946	162,946
Investments	4,112,287	-	2,544,306	6,656,593
Receivables:				
Property Taxes	1,173,392	-	74,691	1,248,083
Other Taxes	1,317,299	-	611,000	1,928,299
Other Receivables, Net	-	4,053,162	65,704	4,118,866
Prepaid Expenses	177,015	-	-	177,015
TOTAL ASSETS	<u>\$ 6,864,095</u>	<u>\$ 4,053,207</u>	<u>\$ 7,614,646</u>	<u>\$ 18,531,948</u>
LIABILITIES				
Accounts Payable	\$ 160,114	\$ 1,011,226	\$ 378,686	\$ 1,550,026
Accrued Salaries and Benefits	124,871	-	79,686	204,557
Unearned Revenue	-	-	1,501,559	1,501,559
TOTAL LIABILITIES	<u>284,985</u>	<u>1,011,226</u>	<u>1,959,931</u>	<u>3,256,142</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue:				
Property Taxes	1,086,324	-	71,317	1,157,641
TOTAL DEFERRED INFLOWS	<u>1,086,324</u>	<u>-</u>	<u>71,317</u>	<u>1,157,641</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>1,371,309</u>	<u>1,011,226</u>	<u>2,031,248</u>	<u>4,413,783</u>
FUND BALANCES				
Nonspendable:				
Prepaid Expenses	177,015	-	-	177,015
Restricted For:				
Special Revenue Funds	-	-	4,809,867	4,809,867
Debt Service Funds	-	-	313,105	313,105
Capital Projects Funds	-	-	388,391	388,391
Subsequent Year Expenditures	1,921,405	-	153,693	2,075,098
Unassigned	3,394,366	3,041,981	(81,658)	6,354,689
TOTAL FUND BALANCES	<u>5,492,786</u>	<u>3,041,981</u>	<u>5,583,398</u>	<u>14,118,165</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 6,864,095</u>	<u>\$ 4,053,207</u>	<u>\$ 7,614,646</u>	<u>\$ 18,531,948</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021**

Total Fund Balance - Governmental Funds	\$ 14,118,165
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Amounts reported for governmental activities in the statement of net position
are different because:

Capital assets used in governmental activities are not financial resources
and therefore are not reported in the funds

Capital Assets, Net	13,312,090
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Deferred outflows and inflows of resources related to pensions are
applicable to future periods and therefore, are not reported in funds:

Deferred Outflows of Resources Related to GASB 68 - Pension	2,926,691
Deferred Outflows of Resources Related to GASB 75 - OPEB	944,398
Deferred Inflows of Resources Related to GASB 68 - Pension	(96,394)
Deferred Inflows of Resources Related to GASB 75 - OPEB	(1,341,921)

Delinquent property taxes not collected within sixty days after year end are
not considered "available" revenues and are considered to be unavailable
revenue in the fund financial statements, but are considered revenue in
the Statement of Activities

1,157,641

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

Accrued Interest Payable	(17,524)
Compensated Absences Payable	(210,629)
Notes and Bonds Payable	(2,384,372)
Capital Leases Payable	(76,811)
Net Pension Liability	(8,674,139)
Net OPEB Liability	(3,574,950)

Total Net Position of Governmental Activities	\$ <u>16,082,245</u>
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See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>General Fund</u>	<u>ICE Inmate Care</u>	<u>Total Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes:				
Property Taxes	\$ 5,102,445	\$ -	\$ 120,429	\$ 5,222,874
Gross Receipts Taxes	3,646,582	-	3,450,767	7,097,349
Gasoline and Motor Vehicle Taxes	57,986	-	666,171	724,157
Other Taxes	-	-	99,905	99,905
Federal Operating Grants	-	-	136,729	136,729
State Operating Grants	653,396	-	2,862,489	3,515,885
State Capital Grants	-	-	558,526	558,526
Payments in Lieu of Taxes	352,191	-	-	352,191
Charges for Services	208,338	24,967,509	249,377	25,425,224
Investment Income	-	-	86,319	86,319
Miscellaneous Income	68,178	-	569,355	637,533
TOTAL REVENUES	<u>10,089,116</u>	<u>24,967,509</u>	<u>8,800,067</u>	<u>43,856,692</u>
EXPENDITURES				
Current:				
General Government	4,501,617	-	793,578	5,295,195
Public Safety	1,770,117	21,924,736	3,699,988	27,394,841
Public Works	-	-	2,224,603	2,224,603
Culture and Recreation	-	-	228,617	228,617
Health and Welfare	-	-	569,571	569,571
Capital Outlay	68,557	-	1,608,319	1,676,876
Debt Service:				
Principal	-	-	540,118	540,118
Interest	-	-	66,943	66,943
TOTAL EXPENDITURES	<u>6,340,291</u>	<u>21,924,736</u>	<u>9,731,737</u>	<u>37,996,764</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>3,748,825</u>	<u>3,042,773</u>	<u>(931,670)</u>	<u>5,859,928</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	256,989	-	2,031,730	2,288,719
Transfers Out	(985,973)	-	(1,302,746)	(2,288,719)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(728,984)</u>	<u>-</u>	<u>728,984</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	3,019,841	3,042,773	(202,686)	5,859,928
FUND BALANCE, BEGINNING	<u>2,472,945</u>	<u>(792)</u>	<u>5,786,084</u>	<u>8,258,237</u>
FUND BALANCE, ENDING	<u>\$ 5,492,786</u>	<u>\$ 3,041,981</u>	<u>\$ 5,583,398</u>	<u>\$ 14,118,165</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

Net Changes in Fund Balance - Governmental Funds **\$ 5,859,928**

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which depreciation exceeded capital outlays in the period:

Loss on Disposal of Assets	(24,387)	
Capital Outlay	1,676,876	
Depreciation Expense	<u>(1,665,845)</u>	
Excess (Deficiency) of Capital Outlay over Depreciation Expense		(13,356)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:

Change in Property Taxes	(35,384)
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Governmental funds report County pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension & OPEB expense:

Pension Expense	5,435
OPEB Expense	240,293

In the Statement of Activities, certain operating expenses including compensated absences and long term debt payments are measured by the amounts incurred during the year. In the fund financial statements, however, expenditures are measured by the amount of financial resources used (essentially the amounts actually paid):

(Increase) Decrease in Compensated Absences Payable	22,226
(Increase) Decrease in Accrued Interest Payable	(509)
Principal Payments on Debt and Capital Lease Payable	<u>540,118</u>

Change in Net Position of Governmental Activities **\$ 6,618,751**

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENT OF REVENUES EXPENDITURES & CHANGES IN FUND BALANCE, BUDGET
(NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) –
GENERAL FUND 401
FOR THE YEAR ENDED JUNE 30, 2021**

	Original Budget	Final Budget	Actual	Variance With Final Budget Favorable (Unfavorable)
REVENUES				
Taxes:				
Property Taxes	\$ 5,219,707	\$ 5,219,707	\$ 5,100,807	\$ (118,900)
Gross Receipts Taxes	451,658	1,460,658	2,518,874	1,058,216
Gasoline and Motor Vehicle Taxes	51,147	51,147	57,891	6,744
State Operating Grants	705,000	705,000	653,396	(51,604)
Payments in Lieu of Taxes	484,718	484,718	352,191	(132,527)
Charges for Services	160,178	166,698	208,338	41,640
Investment Income	-	-	-	-
Miscellaneous Income	32,621	48,186	68,178	19,992
TOTAL REVENUES	<u>7,105,029</u>	<u>8,136,114</u>	<u>8,959,675</u>	<u>823,561</u>
EXPENDITURES				
Current:				
General Government	4,864,495	5,850,715	4,516,408	1,334,307
Public Safety	1,790,041	1,834,906	1,687,603	147,303
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>6,654,536</u>	<u>7,685,621</u>	<u>6,204,011</u>	<u>1,481,610</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>450,493</u>	<u>450,493</u>	<u>2,755,664</u>	<u>(658,049)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	256,989	256,989	256,989	-
Transfers Out	(1,086,330)	(1,086,330)	(985,973)	100,357
TOTAL OTHER FINANCING SOURCES (USES)	<u>(829,341)</u>	<u>(829,341)</u>	<u>(728,984)</u>	<u>100,357</u>
INCREASE (DECREASE)	<u>(378,848)</u>	<u>(378,848)</u>	<u>\$ 2,026,680</u>	<u>\$ (557,692)</u>
PRIOR YEAR CASH BALANCE BUDGETED	<u>\$ -</u>	<u>\$ -</u>		

Reconciliation of Budgetary Basis to GAAP Basis Financial Statements:

Revenues & Transfers In, Actual on a Budget Basis	\$ 9,216,664
Revenues & Transfers In, Actual on Modified Accrual Basis	<u>10,346,105</u>
Adjustments to revenues for property tax and grant revenues	<u>\$ (1,129,441)</u>
Expenditures & Transfers Out, Actual on a Budget Basis	\$ 7,189,984
Expenditures & Transfers Out, Actual on Modified Accrual Basis	<u>7,326,264</u>
Adjustments to expenditures for general government	<u>\$ (136,280)</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENT OF REVENUES EXPENDITURES & CHANGES IN FUND BALANCE, BUDGET
(NON-GAAP BUDGETARY BASIS) AND ACTUAL (NON-GAAP BUDGETARY BASIS) –
INMATE CARE (ICE) FUND 825
FOR THE YEAR ENDED JUNE 30, 2021**

	Original Budget	Final Budget	Actual	Variance With Final Budget Favorable (Unfavorable)
REVENUES				
Taxes:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	25,140,000	25,140,000	23,015,776	(2,124,224)
Miscellaneous Income	-	-	-	-
TOTAL REVENUES	<u>25,140,000</u>	<u>25,140,000</u>	<u>23,015,776</u>	<u>(2,124,224)</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	25,140,000	25,140,000	23,016,520	2,123,480
TOTAL EXPENDITURES	<u>25,140,000</u>	<u>25,140,000</u>	<u>23,016,520</u>	<u>2,123,480</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>(744)</u>	<u>(4,247,704)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
INCREASE (DECREASE)	<u>-</u>	<u>-</u>	<u>\$ (744)</u>	<u>\$ (4,247,704)</u>
PRIOR YEAR CASH BALANCE BUDGETED	<u>\$ -</u>	<u>\$ -</u>		

Reconciliation of Budgetary Basis to GAAP Basis Financial Statements:

Revenues, Actual on a Budget Basis	\$ 23,015,776
Revenues, Actual on Modified Accrual Basis	<u>24,967,509</u>
Adjustments to revenues for property tax and grant revenues	<u>\$ (1,951,733)</u>
Expenditures, Actual on a Budget Basis	\$ 23,016,520
Expenditures, Actual on Modified Accrual Basis	<u>21,924,736</u>
Adjustments to expenditures for general government, and transfers	<u>\$ 1,091,784</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2021**

	Custodial Funds
Assets	
Cash and Cash Equivalents	\$ 221,142
Investments	384,113
Property Taxes Receivable	<u>1,234,388</u>
Total Assets	<u><u>\$ 1,839,643</u></u>
Liabilities	
Due to Other Taxing Entities	<u>\$ 128,135</u>
Total Liabilities	<u>128,135</u>
Net Position	
Restricted for:	
Held for Formal Protest	384,113
Local Governments	<u>1,327,395</u>
Total Net Position	<u>1,711,508</u>
Total Liabilities and Net Position	<u><u>\$ 1,839,643</u></u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS
AS OF JUNE 30, 2021**

	Custodial Funds
ADDITIONS	
Property Tax Collections for Local Government	\$ 6,092,793
Charges for Services Collections for Local Government	156,019
Investment Income Collections for Local Government	<u>585</u>
Total Assets	<u>6,249,397</u>
DEDUCTIONS	
Distributions to Local Government	<u>5,120,638</u>
Total Liabilities	<u>5,120,638</u>
Net Increase (Decrease) in Fiduciary Net Position	<u>1,128,759</u>
Net Position, Beginning of Year	-
Restatement (<i>Note 21</i>)	<u>582,749</u>
Net Position, As Restated	<u>582,749</u>
Net Position, End of Year	<u>\$ 1,711,508</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies

Torrance County (the "County") is a political sub-division of the State of New Mexico established under the provisions of Section 14-14-1 of NMSA, 1978 compilation and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissions-manager form of government and provides the following services as authorized by public law: public safety (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

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

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

This summary of significant accounting policies of the County is presented to assist in the understanding of the County's financial statements. The financial statements and notes are the representation of the County's management who is responsible for their integrity and objectivity. The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental entities.

A. Financial Reporting Entity

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, as amended by GASB Statement No. 39 and GASB Statement No. 61. Blended component units, though legally separate entities, are, in substance, part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

A. Financial 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.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

Based upon the application of these criteria, the County has no component units, and is not a component unit of another governmental agency.

B. Government-wide and fund financial statements

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

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

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

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

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

Grants and similar items are recognized as revenue as soon as all eligibility requirements of time, reimbursement and contingencies imposed by the provider are met.

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

For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place, and the revenues are measurable and available. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

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

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

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

The *ICE Inmate Care Fund (825)* is used to account for the payments for Immigration & Customs Enforcement inmates that are housed at Corrections Corporation of America – Torrance County Detention Facility under Torrance County's agreement. Authority is the County Commission. This is a special revenue fund.

Fiduciary Funds (700) Custodial funds are used to account for assets held as an agent for other governmental units, individuals, and other funds. These funds are custodial in nature and report additions and deductions to related assets, liabilities, and net position. The County's custodial funds are used to account for the collection and payment of property taxes to other governmental agencies. The County's custodial fund presented in the statement of fiduciary net position consists of the following funds:

Children's Trust Fund — To account for a \$15 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 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.

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.

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.

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.

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.

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity

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

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

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

Receivables and Payables: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting funds and reduces its related cost as a reimbursement.

All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

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

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. In the government-wide and governmental fund financial statements, delinquent property taxes are recorded as revenue when levied net of estimated refunds and uncollectable amounts.

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments by November 10th and April 10th. Property taxes uncollected after May 10th are considered delinquent. The taxes attach as an enforceable lien on property as of January 1st.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Inventory: The County's method of accounting for inventory is the consumption method. Under the consumption approach, the government reports inventory they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories actually are consumed. Inventory is valued at cost and consists of supplies and materials. The cost of purchased supplies and materials is recorded as an expenditure at the time individual inventory items are consumed. The County did not have material inventory as of June 30, 2021.

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

Restricted Assets: Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended. Descriptions for the related restriction of net position for special revenue, debt service and capital projects are found in the notes to the financial statements.

Capital Assets: Capital assets are recorded at historical cost and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the County as assets with an initial individual cost of more than \$5,000 in accordance with Section 12- 6-10 NMSA 1978 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized.

Other costs incurred for repairs and maintenance are expensed as incurred. The County does not capitalize interest in regard to its capital assets. The County capitalizes purchased software but has not internally developed software.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands.

Straight-line depreciation is used based on the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	15-45
Vehicles, Machinery and Equipment	4-20
Infrastructure (Roads)	10-40

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Accrued Salaries and Benefits: Accrued salaries and benefits are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2021, along with applicable PERA, FICA, and Medicare payable.

Deferred Outflow of Resources: *Deferred Outflow of Resources:* In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element represents a use of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The County has multiple types of items that qualify for reporting in this category related to GASB 68 and GASB 75: changes in proportion, net difference between expected and actual experience and employer contributions subsequent to measurement date. These total \$3,871,089 and have been reported as deferred outflows of resources. These amounts are reported in the Statement of Net Position. These amounts are deferred and recognized as outflows of resources the next period.

Deferred Inflows of Resources: In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Revenue must be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period) to be recognized. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding deferred inflow of resources.

The County has one item, which arise under the modified accrual basis of accounting, that qualify for reporting in this category. Accordingly, the item, unavailable revenue – property taxes is reported only in the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. The County has recorded \$1,157,641 related to property taxes considered “unavailable.”

In addition, the County has multiple types of deferred inflows which arise due to the implementation of GASB 68 and GASB 75 and the related net pension liability and net OPEB liability. Accordingly, these items, net difference between projected and actual investment earnings, change in assumptions, and differences between expected and actual experience, are reported on the Statement of Net Position in the amount of \$1,438,315 as of June 30, 2021. Net difference between expected and actual investment earnings are amortized into pension expense over a five-year period. Changes in assumptions are amortized into pension expense over the average remaining service life of the employee participants. Differences between expected and actual experience are amortized into pension expense over the five-year period. Detail is found in the notes and the required supplementary information.

Unearned Revenue: The County recognizes grant revenue at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are show as unearned revenues. The County had \$1,501,559 of unearned revenues as of June 30, 2021.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Accrued 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 of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide Statement of Net Position. The General Fund is typically the fund used to liquidate compensated absences not liquidated by another fund.

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 bi-weekly pay period. Accrued sick leave is forfeited upon termination of employment. Full-time County employees accrue annual leave based on hours per bi-weekly pay period and years of service according to the following schedule:

Hours Per Bi-Weekly Pay Period	Accrual Rate Range Per Bi- Weekly Pay Period
64	2.46 - 4.92
72	2.77 - 5.54
80	3.08 - 6.15

Annual leave must be taken within the calendar year. Employees are only allowed to carry over one hundred and sixty (160) hours of annual leave to the next calendar year. Also included in accrued compensated absences is the liability for unused compensatory time.

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. For bonds issued after GASB 34 was implemented, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method or on a straight-line basis if the difference is inconsequential. For fund financial reporting, bond premiums, discounts as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as other financing sources. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Fund Balance Classification Policies and Procedures: For committed fund balance, the County's highest level of decision-making authority is the County Commission. In order for a fund balance commitment to be established, the County Commission must take formal action.

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Fund Balance Classification Policies and Procedures (continued):

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

Nonspendable Fund Balance: At June 30, 2021, the nonspendable fund balance in the governmental funds consists of amounts associated with prepaid expenses in the amount of \$177,015 that are not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2021, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$7,586,461 for various County operations as restricted by enabling legislation. The County has no presented committed fund balance on the governmental funds balance sheet.

Required Minimum Fund Balance. According to New Mexico State Statute and the New Mexico Department of Finance and Administration (DFA), the County is required to reserve 3/12ths of the General Fund's budgeted expenditures (\$1,921,405) for subsequent year expenditures to maintain an adequate cash flow until the next significant property tax collection. The DFA also requires that 1/12th of the Road Fund budgeted expenditures be reserved (\$153,693). The County has incorporated this reserve requirement within its financial policies approved by the County Commission. These balances are reported as assigned to subsequent years expenditures in the General Fund. The County is in compliance with these DFA requirements.

Net Position: The financial statements net position is reported in three categories: net investment in capital assets, restricted, and unrestricted:

- **Net Investment in Capital Assets** – This component consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any related debt attributable to the acquisition, construction, or improvement of those assets.
- **Restricted Net Position** – Net position is reported as restricted when constraints placed on net position use are either (1) externally imposed by creditors, grantors, contributions or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for “special revenue, debt service, and capital projects” are described on pages 16, 61-65, 90 and 93.
- **Unrestricted Net Position** – Net position that do not meet the definition of “restricted” and “Net Investment in Capital Assets.”

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1: Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the County are management's estimate of depreciation on assets over their estimated useful lives, the current portion of accrued compensated absences, uncollectible amounts of receivables, pension liability, and related deferred inflows and outflows of resources.

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

Postemployment Benefits Other Than Pensions (OPEB): For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRHCA. For this purpose, NMRHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

COVID-19 (Coronavirus) Pandemic: In March 2020, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. In response to the COVID-19 Pandemic, there have been variations of federal, state, and local mandates that impacted the County's operations. These mandates resulted in an overall decline in economic activity and a rise in economic uncertainties. However, the related financial impact and duration cannot be reasonably estimated at this time.

The safety and health of our employees as well as the general public that we serve is of great importance to the County. We remain committed to the purpose of our County and ensuring that adequate internal controls over financial transactions and reporting were maintained while complying with federal state, and local mandates.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 2: Stewardship, Compliance, and Accountability

Budgetary Information

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

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

The budgetary information presented in these financial statements has been properly amended by County Commissioners in accordance with the above procedures. The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2021 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

NOTE 3: Deposits and Investments

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2021.

Deposits of funds may be made in interest or non-interest-bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the County. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized as required by County Resolution.

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

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments. All of the County's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the Standard Maximum Deposit Insurance Amount of \$250,000.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 3: Deposits and Investments (continued)

Custodial Credit Risk – Deposits

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. 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. At June 30, 2021, \$5,027,029 of the County's bank balance of \$5,277,029 was exposed to custodial credit risk. Although this amount was uninsured, it was collateralized by collateral held by the pledging bank's trust department, not in the County's name. None of the County's deposits were uninsured and uncollateralized at June 30, 2021.

	US Bank
Total Amount of Deposits	\$ 5,277,029
Less: FDIC Coverage	<u>(250,000)</u>
Total Uninsured Public Funds	5,027,029
Collateral requirement (50% of uninsured public funds)	2,513,515
Pledged Securities	<u>(8,000,000)</u>
Total (Over) Under Collateralized	<u><u>\$ (5,486,486)</u></u>

The collateral pledged is listed in the other supplementary information section of this report.

Investments: State Treasurer's Office Local Government Investment Pool (LGIP)

Credit Risk - With respect to credit risk, the LGIP is rated AAAm by Standard & Poor's. Therefore, the LGIP reports AAAm for credit risk. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the LGIP is exempt from this requirement.

Concentration of Credit Risk – Investments. GASB Statement No. 40 defines concentration of credit risk as investments of more than 5% in any one issuer. External investment pools, such as the LGIP, are excluded from the requirement of disclosing concentration of credit risk. Therefore, the LGIP is exempt from this disclosure.

Foreign Currency Risk - GASB Statement No. 40 defines foreign currency risk as the potential that changes in exchange rates may adversely affect the fair value of an investment or deposit. The LGIP does not have any foreign currency risk as all investments are denominated in US dollars.

Interest Rate Risk – GASB Statement No. 40 defines interest rate risk as the potential that interest rate changes may adversely affect the fair value of an investment.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 3: Deposits and Investments (continued)

As of June 30, 2021, the County had the following investments and maturities:

<u>Investment Type</u>	<u>Weighted Average Maturities</u>	<u>Cost Basis</u>	<u>Fair Value</u>	<u>Rating*</u>
<u>Governmental Activities</u>				
New Mexico LGIP	[48] day WAM (R); [78] day WAM (F)	\$ 6,656,593	\$ 6,656,593	AAAm
<u>Fiduciary Funds</u>				
New Mexico LGIP	[48] day WAM (R); [78] day WAM (F)	384,113	384,113	AAAm
Total Investments		<u>\$ 7,040,706</u>	<u>\$ 7,040,706</u>	

*Based of Standard & Poor's

The County also has \$162,946 in NMFA reserve cash that is included as restricted cash on the Statement of Net Position.

Reconciliation of Cash and Cash Equivalents

Reconciliation to the Statement of Net Position:

Cash and Cash Equivalents	\$ 4,240,146
Restricted Cash	162,946
Cash - Fiduciary Funds	221,142
Local Government Investment Pool (LGIP) - Governmental Activities	6,656,593
Local Government Investment Pool (LGIP) - Fiduciary Funds	384,113
Total Cash Equivalents and Investments	<u>\$ 11,664,940</u>

Reconciling Items:

Add: Outstanding Checks	\$ 821,880
Less: Deposits in Transit	(5,139)
Less: Petty Cash	(1,000)
Balance as per Bank	<u>\$ 12,480,681</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 3: Deposits and Investments (continued)

Fair Value Measurement

The fair value framework uses a hierarchy that prioritizes the inputs to the valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Authority has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in inactive markets.
- Inputs other than quoted prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. See above for discussion of valuation methodologies used to measure fair value of investments.

The valuation methodologies described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the County believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level within the fair value hierarchy, the County's assets at fair value as of June 30, 2021:

Investment Type	Level 1	Level 2	Level 3
New Mexico LGIP	\$ 7,040,706	\$ -	\$ -
Total	<u>\$ 7,040,706</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 4: Receivables

Receivables as of June 30, 2021, are as follows:

	General Fund	ICE Inmate Care	Total Nonmajor Governmental Funds	Total Governmental Funds
Current Receivables:				
Property Taxes levied for general purposes	\$ 87,068	\$ -	\$ 3,374	\$ 90,442
Other Taxes	1,317,299	-	611,000	1,928,299
Other Receivables	-	4,053,162	65,704	4,118,866
Total Current Receivables	1,404,367	4,053,162	680,078	6,137,607
Noncurrent Receivables:				
Property Taxes	1,086,324	-	71,317	1,157,641
Total Receivables	2,490,691	4,053,162	751,395	7,295,248
Less: Allowance for Uncollectible Accounts	-	-	-	-
Receivables, Net	\$ 2,490,691	\$ 4,053,162	\$ 751,395	\$ 7,295,248

Receivables include amounts property taxes, other taxes, and other receivables such as amounts due from other governments. All receivables are current and therefore due within one year. Receivables are reported net of an allowance or uncollectible accounts. The County considered all receivables to be collectable as of June 30, 2021 and therefore, no provision for allowances were made.

In accordance with GASB Statement No. 33, property tax revenues in the amount of \$1,157,641 that were not collected within the period of availability have been reclassified as deferred inflow of resources in the governmental fund financial statements.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 5: Transfers

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

Fund #	Governmental Funds	Transfers In	Transfers Out
401	General Fund	\$ 256,989	\$ 985,973
620	Debt Service	23,474	-
403	Farm and Range	35,250	-
412	County Fair	6,000	-
415	EMS	-	137,263
419	EVSWA	120,000	-
428	Volunteer Recruitment	50,000	-
600	Safety Program	12,544	-
610	Reappraisal	-	23,474
629	Home Visiting	-	3,019
631	Senior Citizens	10,000	-
641	Wind PILT	53,020	1,042,000
675	Rural Addressing	57,000	-
685	Planning and Zoning	6,000	-
690	Domestic Violence	46,500	-
826	EMPG	35,679	-
835	COVID-19	188,000	-
416	Fire EMS	257,263	-
818	NM PED	34,000	-
834	Doghead Fire	-	1
911	Emergency 911	260,000	46,989
420	Adult Corrections	837,000	-
626	NMFA Grant	-	50,000
	Total Transfers	\$ 2,288,719	\$ 2,288,719

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 6: Capital Assets

The following is a summary of capital assets and changes occurring during the year ended June 30, 2021. Land and right of way, artwork, antiques, and construction in progress are not subject to depreciation.

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Governmental Activities				
Capital assets not being depreciated:				
Land & Right of Way	\$ 466,834	\$ -	\$ -	\$ 466,834
Artwork and Antiques	372,500	-	-	372,500
Total Capital Assets not being depreciated	<u>839,334</u>	<u>-</u>	<u>-</u>	<u>839,334</u>
Capital assets being depreciated:				
Buildings and Improvements	9,640,650	335,375	-	9,976,025
Vehicles, Machinery and Equipment	13,056,860	883,863	535,305	13,405,418
Infrastructure (Roads)	3,396,409	444,310	-	3,840,719
Information Technology	-	13,328	-	13,328
Total Capital Assets being depreciated	<u>26,093,919</u>	<u>1,676,876</u>	<u>535,305</u>	<u>27,235,490</u>
Less: Accumulated Depreciation for:				
Buildings and Improvements	4,348,601	222,262	-	4,570,863
Vehicles, Machinery and Equipment	7,360,168	1,299,727	510,918	8,148,977
Infrastructure (Roads)	1,899,038	141,830	-	2,040,868
Information Technology	-	2,026	-	2,026
Total Accumulated Depreciation	<u>13,607,807</u>	<u>1,665,845</u>	<u>510,918</u>	<u>14,762,734</u>
Total Capital Assets being Depreciated, Net	<u>12,486,112</u>	<u>11,031</u>	<u>24,387</u>	<u>12,472,756</u>
Capital Assets, Net	<u>\$ 13,325,446</u>	<u>\$ 11,031</u>	<u>\$ 24,387</u>	<u>\$ 13,312,090</u>

Depreciation expense for the year ended June 30, 2021 was charged to the functions of the governmental activities as follows:

<u>Function</u>	<u>Amounts</u>
General Government	\$ 580,823
Public Safety	682,974
Public Works	400,818
Health and Welfare	1,230
Total	<u>\$ 1,665,845</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 7: Long-term Debt

During the year ended June 30, 2021, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021	Amount Due Within One Year
General Obligation Bonds	\$ 1,385,000	\$ -	\$ 340,000	\$ 1,045,000	\$ 95,000
Notes Payable (NMFA Loans)	1,503,411	-	164,039	1,339,372	160,054
Capital Lease Payable	112,890	-	36,079	76,811	37,608
Compensated Absences	232,855	194,949	217,175	210,629	210,629
Total	\$ 3,234,156	\$ 194,949	\$ 757,293	\$ 2,671,812	\$ 503,291

	Balance June 30, 2021
General Obligation Bonds Payable	\$ 1,045,000
Less: Current Maturities	(95,000)
Total GO Bond Liabilities	\$ 950,000

	Balance June 30, 2021
Notes Payable (NMFA Loans)	\$ 1,339,372
Less: Current Maturities	(160,054)
Total Notes Payable	\$ 1,179,318

	Balance June 30, 2021
Capital Leases Payable	\$ 76,811
Less: Current Maturities	(37,608)
Total Capital Leases Payable	\$ 39,203

Interest expense paid on long-term debt totaled \$67,452 for the year ended June 30, 2021 as presented on the statement of activities.

General Obligation Bonds (GO Bonds)

The County sold general obligation bonds to construct, erect, equip, and acquire emergency communication equipment and towers for the County's law enforcement, fire protection and emergency medical responders. The bonds were also sold to construct and repair roads and purchase equipment for such projects. The terms of the general obligation bonds are as follows:

GO bonds					
Description	Date of Issue	Maturity Date	Interest Rate	Original Amount of Issue	Balance, June 30, 2021
Series 2016 GO Bond (NMFA #16 PP - 3641)	Dec-16	Aug-31	1.69%	\$ 2,400,000	\$ 1,045,000

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 7: Long-term Debt (continued)

The annual requirements to amortize the general obligation bonds payable as of June 30, 2021, including interest payments are as follows:

Gross Receipts Revenue Bonds			
Year Ending June 30,	Principal	Interest	Total Requirements
2022	\$ 95,000	\$ 21,727	\$ 116,727
2023	95,000	18,556	113,556
2024	95,000	17,025	112,025
2025	95,000	13,521	108,521
2026	95,000	15,351	110,351
2027-2031	475,000	25,172	500,172
2032-2036	95,000	48	95,048
Total	\$ 1,045,000	\$ 111,400	\$ 1,156,400

Notes Payable

The County maintains multiple loans through the New Mexico Finance Authority (NMFA). These loans are for multiple purposes including constructing, renovating, equipping, and/or furnishing several fire stations, a dispatch building, and a communications tower, and purchasing several vehicles. Loans have been liquidated by the Capital Outlay GRT capital projects fund as well as the Debt Service Fund in prior years. Loan principal and interest payments are made on a monthly basis or semi-annually to the NMFA as is required per the loan's debt schedules.

NMFA Loans					
Description	Date of Issue	Maturity Date	Interest Rate	Original Amount of Issue	Balance, June 30, 2021
NMFA #3 PP - 1992	Jun-07	May-27	2.86%	\$ 581,320	\$ 209,937
NMFA #4 PP - 2089	Dec-07	May-28	0.00%	\$ 50,000	17,785
NMFA #5 PP - 2116	Dec-07	May-23	3.00%	\$ 166,667	26,456
NMFA #9 PP - 2251	Mar-09	May-29	3.77%	\$ 493,201	239,400
NMFA #12 PP - 2451	Jun-10	May-30	4.93%	\$ 65,975	36,482
NMFA #13 PP - 2505	Jul-05	May-29	2.77%	\$ 86,275	41,125
NMFA #14 PP - 2748	Aug-12	May-28	2.40%	\$ 203,000	103,218
NMFA #15 PP - 3406	Jan-16	May-36	3.02%	\$ 503,716	400,301
NMFA #17 PP - 3714	Jul-19	May-33	0.58%	\$ 280,618	241,194
Property Valuation Loan Agreement	Apr-19	Jan-22	0.00%	\$ 70,422	23,474
				Total	\$ 1,339,372
<u>RETIRED</u>					
NMFA #8 PP - 2187	Sep-08	May-23	3.00%	\$ 30,450	

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 7: Long-term Debt (continued)

The annual requirements to amortize the NMFA Loans as of June 30, 2021, including interest payments are as follows:

Year Ending June 30,	Principal	Interest	Total Requirements
2022	\$ 160,054	\$ 36,297	\$ 196,351
2023	140,202	32,759	172,961
2024	130,255	28,965	159,220
2025	133,991	25,321	159,312
2026	137,979	21,423	159,402
2027-2031	442,098	54,722	496,820
2032-2036	194,793	16,689	211,482
Total	\$ 1,339,372	\$ 216,176	\$ 1,555,548

Pledged Revenue

The County pledged total future revenues of \$2,495,772 at June 30, 2021 to repay the outstanding loan and bond indebtedness. During the year ended June 30, 2021, the County recognized \$1,002,910 in total property tax, Fire Protection Funds, Fire Protection Excise GRT, and 1/8% municipal GRT revenues pledged to retire the debt indebtedness and retired \$534,522 in loan and bond principal and interest. The information of the loans and bonds payable and pledged revenue are detailed below:

Loan No.	Source of Revenue Pledged	Current Year Revenues Pledged	Current Year Debt Service	Total Future Revenues Pledged	Terms Through
General Obligation Bonds	Property Tax	\$ 120,429	\$ 361,727	\$ 1,156,400	2031
NMFA #3 & NMFA #4	Fire Protection Funds & Fire Protection Excise GRT		40,826	254,307	2028
NMFA #5 NMFA #9, NMFA #12 & NMFA #13	Fire Protection Excise GRT	239,339	13,824	27,652	2023
NMFA #14, NMFA #15 & NMFA #17	1/8% Increment GRT	83,793	46,990	381,143	2030
	Fire Protection Funds	559,349	71,155	873,971	2036
	Total	\$ 1,002,910	\$ 534,522	\$ 2,693,473	

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 7: Long-term Debt (continued)

Capital Leases

The County has entered into a capital lease as follows:

Capital Lease					
Description	Date of Issue	Maturity Date	Interest Rate	Original Amount of Issue	Balance, June 30, 2021
Asphalt Zipper	Jul-18	May-23	4.23%	\$ 180,690	\$ 76,811

The annual requirements to amortize the capital leases as of June 30, 2021, including interest payments are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 37,608	\$ 3,256	\$ 40,864
2023	39,203	1,662	40,865
Total	\$ 76,811	\$ 4,918	\$ 81,729

Compensated Absences Payable – Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2021, compensated absences decreased \$22,226 from the prior year accrual. In prior years, the general fund is typically used to liquidate such liabilities.

NOTE 8: Operating Leases

The County is obligated to several operating leases for the use of copiers. The County also entered into an agreement for nine (9) Motor Graders with payments of \$231,717 due semi-annually. Expenses related to these leases were \$322,477 for 2021. The minimum future lease payments are as follows:

Year Ending June 30,	Amount
2022	\$ 291,995
2023	250,268
2024	233,400
2025	231,717
2026	308,956
Thereafter	308,956
Total	\$ 1,625,292

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 9: Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters, for which the County carries insurance through the New Mexico Insurance Authority and the New Mexico Association of Counties Multi-Line Pool. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County. The following is a summary of some of the more significant insurance coverage information related to the County.

Coverage provided to the County through membership in the New Mexico County Insurance Authority Multi-Line Pool (Authority) includes tort liability limits for casualty coverage (general automobile, civil rights and public officials' liability) on a "claim made" basis with an additional \$200,000 for defense costs above the tort limits. Property is subject to a limit of \$50,000,000 each occurrence, with sublimits for certain coverage extensions. Crime coverage has a limit of \$200,000. The County pays a deductible of \$500 for each property or crime loss, and a deductible of \$3,000 for each civil rights claim. The Authority pays losses up to \$150,000 for property and \$250,000 for liability per occurrence.

Coverage provided by the Authority's Worker's Compensation Pool includes up to \$300,000 for each accident and up to \$300,000 for each employee or occupational disease. The County also has volunteer firefighters and boiler and machine insurance coverage through the Authority's multi-line pool. Coverage provided to the County through membership in the New Mexico Association of Counties Law Enforcement Liability Program (Association) includes tort liability limits for police professional liability coverage on a "claims made" basis. The County pays an operational deductible of \$15,000 per occurrence. The Association pays covered losses above the deductible up to \$250,000 per occurrence from the Association's funds collected for law enforcement only. Excess coverage is provided in an amount up to \$12,750,000 for the annual pool aggregate for covered claims which exceed the self-insured retention.

NOTE 10: Other Required Individual Fund Disclosures

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

- A. The following fund has a deficit fund balance at June 30, 2021.
- 420 Adult Corrections (\$81,658)
- B. Excess of expenditures over appropriations. The following funds had expenditures in excess of the budgeted appropriations.
- None
- C. Designated cash appropriations in excess of available balances. The following funds exceeded approved budgetary authority for the year ended June 30, 2021.
- None

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 11: Pension Plan – Public Employees Retirement Association

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

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

Benefits provided: For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2020 available at <http://s3.amazonaws.com/boardaudio/NM%20PERA%20CAFR%202020%20FINAL.pdf>.

Contributions: The contribution requirements of defined benefit plan members and the County are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for fiscal year 2019 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on page 43 of the PERA fiscal year 2020 annual audit report at <http://s3.amazonaws.com/boardaudio/NM%20PERA%20CAFR%202020%20FINAL.pdf>.

The PERA coverage options that apply to County are Municipal Plan 2 and Municipal Police Plan 5. Statutorily required contributions to the pension plan from the County were \$499,641 and employer paid member benefits that were “picked up” by the employer were \$0 for the year ended June 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020. The PERA pension liability amounts for each division were rolled forward from the valuation date to the plan year ending June 30, 2020 using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date of June 30, 2020. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2020. The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred Inflows and Outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 11: Pension Plan – Public Employees Retirement Association (continued)

The County's proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2020. Only employer contributions for the pay period end dates that fell within the period of July 1, 2020 to June 30, 2021 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2020 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Municipal General Division, at June 30, 2021, the County reported a liability of \$7,013,085 its proportionate share of the net pension liability. At June 30, 2020, the County's proportion was 0.3468% percent, which increased from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized PERA Fund Municipal General Division pension expense of \$409,171. At June 30, 2021, the County reported PERA Fund Municipal General Division deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 194,349	\$ -
Changes of assumptions	129,756	-
Net difference between projected and actual earnings on pension plan investments	1,282,483	90,749
Changes in proportion and differences between the County's contributions and proportionate share of contributions	341,808	-
The County's contributions subsequent to the measurement date	336,416	-
Total	\$ 2,284,812	\$ 90,749

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 11: Pension Plan – Public Employees Retirement Association (continued)

\$336,416 was reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2020 will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended</u>	<u>Amount</u>
2022	\$ 586,946
2023	502,254
2024	453,767
2025	314,680
2026	-
Total	<u><u>\$ 1,857,647</u></u>

For PERA Fund Municipal Police Division, at June 30, 2021, the County reported a liability of \$1,661,054 for its proportionate share of the net pension liability. At June 30, 2020, the County's proportion was 0.1934% which increased from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized PERA Fund Municipal Police Division pension expense of \$43,532. At June 30, 2021, the County reported PERA Fund Municipal Police Division deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 96,525	\$ -
Changes of assumptions	39,335	-
Net difference between projected and actual earnings on pension plan investments	285,107	5,645
Changes in proportion and differences between the County's contributions and proportionate share of contributions	57,687	-
The County's contributions subsequent to the measurement date	163,225	-
Total	<u><u>\$ 641,879</u></u>	<u><u>\$ 5,645</u></u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 11: Pension Plan – Public Employees Retirement Association (continued)

\$163,225 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date June 30, 2020 will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended</u>	<u>Amount</u>
2022	\$ 158,903
2023	133,074
2024	111,036
2025	69,996
2026	-
Total	\$ 473,009

Actuarial assumptions: The total pension liability in the June 30, 2020 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2019
Actuarial cost method	Entry Age Normal
Amortization period	Level Percentage of Payroll
Asset valuation method	Solved for based on statutory rate
Actuarial assumptions:	
Investment rate of return	7.25% annual rate, net of investment expense
Projected benefit payment	100 years
Payroll growth	3.00% annual rate
Projected salary increases	3.25% to 13.50% annual rate
Includes inflation at	2.50%
	2.75% all other years
Mortality assumption	The mortality assumptions are based on the RPH-2014 Blue Collar mortality table with female ages set forward one year. Future improvement in mortality rates is assumed using 60% of the MP-2017 projection scale generational. For nonpublic safety groups, 25% of in-service deaths are assumed to be duty related and 35% are assumed to be duty-related for public safety groups.
Experience Study Dates	July 1, 2008 to June 30, 2017 (demographic) and July 1, 2013 through June 30, 2017 (economic)

The total pension liability, net pension liability, and certain sensitivity information are based on an actuarial valuation performed as of June 30, 2019. The total pension liability was rolled-forward from the valuation date to the plan year ended June 30, 2020. These assumptions were adopted by the Board use in the June 30, 2019 actuarial valuation.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 11: Pension Plan – Public Employees Retirement Association (continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	35.50%	5.90%
Risk Reduction & Mitigation	19.50%	1.00%
Credit Oriented Fixed Income	15.00%	4.20%
Real Assets to Include Real Estate	20.00%	6.00%
Multi-Risk Allocation	<u>10.00%</u>	6.40%
Total	<u>100.0%</u>	

Discount rate: A single discount rate of 7.25% was used to measure the total pension liability as of June 30, 2020. This single discount rate was based on a long-term expected rate of return on pension plan investments of 7.25%, compounded annually, net of expense. Based on the stated assumptions and the projection of cash flows, the plan's fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate: The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

PERA Fund Division Municipal Government	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
The County's proportionate share of the net pension liability	\$ 10,040,913	\$ 7,013,085	\$ 4,502,405
PERA Fund Division Municipal Police	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
The County's proportionate share of the net pension liability	\$ 2,383,772	\$ 1,661,054	\$ 1,069,547

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 11: Pension Plan – Public Employees Retirement Association (continued)

Payables to the pension plan. At June 30, 2021 there was \$14,711 of contributions due and payable to PERA for the County.

NOTE 12: Post-Employment Benefits – Other Than Pensions

Plan Description. Torrance County contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

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

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 12: Post-Employment Benefits – Other Than Pensions (continued)

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2015, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2021, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary.

In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

Torrance County's contributions to the RHCA for the years ended June 30, 2021, 2020, and 2019 were \$87,608, \$81,615, and \$73,233 respectively which equal the required contributions for each year.

General Information

Plan description. Employees of the County are provided with Postemployment Benefits Other Than Pensions (OPEB) through the Retiree Health Care Fund (the Fund)—a cost-sharing multiple-employer defined benefit OPEB plan administered by the New Mexico Retiree Health Care Authority (NMRHCA). NMRHCA was formed February 13, 1990, under the New Mexico Retiree Health Care Act (the Act) of New Mexico Statutes Annotated, as amended (NMSA 1978), to administer the Fund under Section 10-7C-1-19 NMSA 1978. The Fund was created to provide comprehensive group health insurance coverage for individuals (and their spouses, dependents, and surviving spouses) who have retired or will retire from public service in New Mexico.

NMRHCA is an independent agency of the State of New Mexico. The funds administered by NMRHCA are considered part of the State of New Mexico financial reporting entity and are OPEB trust funds of the State of New Mexico. NMRHCA's financial information is included with the financial presentation of the State of New Mexico.

Benefits provided. The Fund is a multiple employer cost sharing defined benefit healthcare plan that provides eligible retirees (including terminated employees who have accumulated benefits but are not yet receiving them), their spouses, dependents and surviving spouses and dependents with health insurance and prescription drug benefits consisting of a plan, or optional plans of benefits, that can be contributions to the Fund and by co-payments or out-of-pocket payments of eligible retirees.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 12: Post-Employment Benefits – Other Than Pensions (continued)

Employees covered by benefit terms – At June 30, 2020, the Fund's measurement date, the following employees were covered by the benefit terms:

Plan membership	
Current retirees and surviving spouses	52,179
Inactive and eligible for deferred benefits	10,916
Current Active Members	91,082
	<u>154,177</u>
Active membership	
State general	17,097
State police and corrections	1,830
Municipal General	17,538
Municipal Police	3,159
Municipal FTRE	1,966
Educational Retirement Board	49,492
	<u>91,082</u>

Contributions – Employer and employee contributions to the Fund total 3% for non-enhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee's salary as required by Section 10-7C-15 NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer's participation in the Fund. Contributions to the Fund from the County were \$82,167 for the year ended June 30, 2020.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2021, the County reported a liability of \$3,574,950 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019 and rolled forward to June 30, 2020. The County's proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2020. At June 30, 2020, the County's proportion was 0.08514 percent.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 12: Post-Employment Benefits – Other Than Pensions (continued)

For the year ended June 30, 2021, the County recognized OPEB income of \$240,293. At June 30, 2021 the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 19,495	\$ 634,815
Changes of Assumptions	701,788	634,887
Change in proportion	135,507	72,219
Difference between actual and projected earnings on OPEB plan investments	-	-
Contributions made after the measurement date	87,608	-
Total	\$ 944,398	\$ 1,341,921

Deferred outflows of resources totaling \$87,608 represent the County's contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended June 30,	
2022	\$ (300,358)
2023	(245,005)
2024	(89,626)
2025	27,292
2026	122,566
Total	\$ (485,131)

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 12: Post-Employment Benefits – Other Than Pensions (continued)

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2019 and rolled forward to June 30, 2020, using the following actuarial assumptions:

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets
Actuarial assumptions:	
Inflation	2.50% for ERB members
Projected payroll increases	3.25% to 13.50%, based on years of service, including inflation
Investment rate of return	7.25%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8% graded down to 4.5% over 14 year for Non-Medicare medical plan costs and 7.5% graded down to 4.5% over 12 years for Medicare medical plan costs
Mortality	ERB members: RP-2000 Combined Healthy Mortality Table with White Collar Adjustment (males) and GRS Southwest Region Teacher Mortality Table (females)

Rate of Return. The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adding expected inflation, and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumptions.

The best estimates for the long-term expected rate of return is summarized as follows:

Asset Class	Target Allocation	Long-term Rate of Return
U.S core fixed income	20%	2.1%
U.S equity - large cap	20%	7.1%
Non U.S. - emerging markets	15%	10.2%
Non U.S - developed equities	12%	7.8%
Private equity	10%	11.8%
Credit and structured finance	10%	5.3%
Real estate	5%	4.9%
Absolute return	5%	4.1%
U.S equity - small / mid cap	3%	7.1%

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 12: Post-Employment Benefits – Other Than Pensions (continued)

Discount Rate. The discount rate used to measure the total OPEB liability is 2.86% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Authority's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2040. The 7.25% discount rate, which includes the assumed inflation rate of 2.50%, was used to calculate the net OPEB liability through 2040. Beyond 2040, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher (2.21%) was applied. Thus, 2.86% is the blended discount rate.

Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates. The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.86 percent) or 1-percentage-point higher (3.86 percent) than the current discount rate:

1% Decrease (1.86%)	Current Discount (2.86%)	1% Increase (3.86%)
\$ 4,443,678	\$ 3,574,950	\$ 2,903,514

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

1% Decrease	Current Trend Rates	1% Increase
\$ 2,934,366	\$ 3,574,950	\$ 4,060,851

OPEB plan fiduciary net position. Detailed information about the OPEB plan's fiduciary net position is available in NMRHCA's audited financial statements for the year ended June 30, 2020.

Payable Changes in the Net OPEB Liability. At June 30, 2021, the County reported a payable of \$2,671 for outstanding contributions due to NMRHCA for the year ended June 30, 2021.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 13: Joint Powers Agreements

Participants:	County of Torrance, City of Moriarty, Town of Estancia, and Mountainair, Village of Willard and Encino
Responsible Party:	Estancia Valley Solid Waste Authority
Description:	Coordinate solid waste resources in the area
Term of Agreement:	Until Cancelled
Amount of Project:	Unknown
County Contributions:	\$0
Audit Responsibility:	Estancia Valley Solid Waste Authority

NOTE 14: Contingent Liabilities

The County is party to various claims and lawsuits arising in the normal course of business. The County is insured through the New Mexico County Insurance Authority. In the opinion of management, the outcome of these matters will not have a material effect on the financial position of the County.

NOTE 15: Tax Abatements

The County has evaluated GASB 77 with regard to tax abatements and has determined that the County is a party to the following agreement that abate taxes:

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 15: Tax Abatements (continued)

Agency Number	5030
Agency Name	Torrance County
Agency Type	County
Tax Abatement Agreement Name	El Cabo Wind, LLC
Recipient(s) of tax abatement	El Cabo Wind, LLC (or its successor)
Parent company(ies) of recipient(s) of tax abatement	Avangrid Renewables (or its successor)
Tax abatement program (name and brief description)	Industrial Revenue Bond - Renewable Energy (Wind Farm)
Specific Tax(es) Being Abated	Property Tax
Legal authority under which tax abatement agreement was entered into	N.M.S.A. 1978, §4-59-1 et seq. and N.M.S.A. 1978 7-36-3
Criteria that make a recipient eligible to receive a tax abatement	The project is related to the generation, transportation and delivery of electricity that constitutes an industrial development project as defined in the County Industrial Revenue Bond Act NMSA 1978 §§4-59-1 through 4-59
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	Through statutory abatement pursuant to the County Industrial Revenue Bond Act.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	Through statutory abatement pursuant to the County Industrial Revenue Bond Act.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	Payment in Lieu of Taxes - Annual Payment to County & School Districts
List each specific commitment made by the recipient of the abatement.	Torrance County -\$670,500, Vaugh Schools \$268,200 & Estancia Municipal Schools - \$178,800
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	This was set up in 2008 through an IRB and Assessor's office has no record of any values used to determine any reductions
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	N.M.S.A. 1978, §4-59-1 et seq. and N.M.S.A. 1978 7-36-3
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$ 670,500
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	County receives \$625,800 for years 1-10. Schools receive \$447,000.
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Estancia Public Schools, Vaughn Public Schools, East Torrance SWCD, and Department of Finance and Administration
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 15: Tax Abatements (continued)

Agency Number	5030
Agency Name	Torrance County
Agency Type	County
Tax Abatement Agreement Name	High Lonesome Mesa, LLC
Recipient(s) of tax abatement	High Lonesome Mesa, LLC (or its successor)
Parent company(ies) of recipient(s) of tax abatement	High Lonesome Mesa, LLC (or its successor)
Tax abatement program (name and brief description)	Industrial Revenue Bond - Renewable Energy (Wind Farm)
Specific Tax(es) Being Abated	Property Tax
Legal authority under which tax abatement agreement was entered into	N.M.S.A. 1978, §4-59-1 et seq. and N.M.S.A. 1978 7-36-3
Criteria that make a recipient eligible to receive a tax abatement	The project is related to the generation, transportation and delivery of electricity that constitutes an industrial development project as defined in the County Industrial Revenue Bond Act NMSA 1978 §§4-59-1 through 4-59
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	Through statutory abatement pursuant to the County Industrial Revenue Bond Act.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	Through statutory abatement pursuant to the County Industrial Revenue Bond Act.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	Payment in Lieu of Taxes - Annual Payment to County & School Districts
List each specific commitment made by the recipient of the abatement.	Torrance County -\$175,500 & Estancia Municipal Schools - \$149,500
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	This was set up in 2008 through an IRB and Assessor's office has no record of any values used to determine any reductions
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	N.M.S.A. 1978, §4-59-1 et seq. and N.M.S.A. 1978 7-36-3
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$ 569,240
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	\$ 426,300
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Estancia Public Schools, Claunch-Pinto SWCD, and Department of Finance and Administration
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 16: Restricted Net Position

The government-wide statement of net position reports restrictions as follows:

Restricted For:	Amount
Capital Projects	\$ 388,391
Debt Service	313,105
Other Purposes	6,884,965
Total Restricted Net Position	\$ 7,586,461

NOTE 17: Concentrations

The County depends on financial resources flowing from, or associated with, property taxes, gross receipts taxes, the Federal Government, and the State of New Mexico. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State Appropriations; changes in gross receipts tax rates, collections, tourism, and property values.

NOTE 18: Commitments

The County accepts prisoners from the State of New Mexico Department of Corrections and U.S. Marshal 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 for awards or damages resulting from legal actions filed by prisoners.

The County did not have construction commitments outstanding as of June 30, 2021.

NOTE 19: New Accounting Standards

The County conforms to the pronouncements of the GASB, which are the primary authoritative statements of accounting principles generally accepted in the United States of America applicable to state and local governments.

The following pronouncements have been issued but are not yet effective and will be evaluated in year of implementation:

- GASB Statement No. 91, Conduit Debt Obligations
- GASB Statement No. 92, Omnibus 2020
- GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements
- GASB Statement No. 96, Subscription-Based Information Technology Arrangements
- GASB Statement No. 97, Certain Component Unit Criteria
-

The following pronouncements that are issued and effective are not deemed to be applicable to the County:

- GASB Statement No. 90, Majority Equity Interests
- GASB Statement No. 93, Replacement of Interbank Offered Rates
- GASB Statement No. 89, Interest Costs Incurred before End of Construction

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 19: New Accounting Standards (continued)

The following pronouncements that are issued and effective have been adopted in the current or previous year:

GASB Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance.

- Statement No. 84, Fiduciary Activities – Implemented in FY2021.

The effective dates of the following pronouncements are postponed by 18 months:

- Statement No. 87, Leases
- Implementation Guide No. 2019-3, Leases.

NOTE 20: Environmental Gross Receipts Tax-Pledged Revenues

Torrance County and other members of the Torrance County Solid Waste Authority, now known as the Estancia Valley Solid Waste Authority, entered into a loan agreement with the New Mexico Finance Authority in 1999. The loan amount was \$556,119 and the proceeds were used to (a) refund Torrance County Series 1992 Environmental Revenue Bonds and (b) construct solid waste facilities for the Solid Waste Authority.

As part of the above agreement, the County pledged the revenues received from its 1/8 of 1% county environmental services gross receipts tax as security for payment of the loan agreement. The City of Moriarty, Town of Estancia, Town of Mountainair, and the Village of Willard, as members of the Solid Waste Authority, also pledged revenues received from the 1/16 of 1% municipal environmental services gross receipts tax imposed by them. These revenues are all intercepted by the New Mexico Finance Authority.

The above referenced loan is payable solely from the pledged revenues noted above, and the note holder cannot look to any other revenues of the County in payment. The loan is not considered to be a general obligation of the County and it is not included in the financial statements of the County.

NOTE 21: Restatement

During fiscal year 2021, the County implemented Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities. Implementation of this standard required a restatement to the County's custodial fund's beginning net position in a cumulative amount of \$582,749.

NOTE 22: Subsequent Events

The County has evaluated subsequent events through November 23, 2021, which is the date the financial statements were available to be issued. See *Note 1: Summary of Significant Accounting Policies* for the COVID-19 (Coronavirus) Pandemic disclosure. There are no other matters identified for recognition in the accounts.

REQUIRED SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY OF PERA FUND - MUNICIPAL GENERAL DIVISION
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years***

MUNICIPAL GENERAL FUND

	2021	2020	2019
County's proportion of the net pension liability	0.3468%	0.3217%	0.3356%
County's proportionate share of the net pension liability	\$ 7,013,085	\$ 5,568,947	\$ 5,350,706
County's covered-employee payroll	\$ 3,432,819	\$ 3,274,107	\$ 2,925,428
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	204.30%	170.09%	182.90%
Plan fiduciary net position as a percentage of the total pension liability	66.36%	70.52%	71.13%
	2018	2017	2016
County's proportion of the net pension liability	0.3186%	0.3173%	0.3025%
County's proportionate share of the net pension liability	\$ 4,377,833	\$ 5,069,386	\$ 3,084,250
County's covered-employee payroll	\$ 2,846,756	\$ 2,824,653	\$ 2,489,956
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	153.78%	179.47%	123.87%
Plan fiduciary net position as a percentage of the total pension liability	73.74%	69.18%	76.99%
	2015		
County's proportion of the net pension liability	0.3019%		
County's proportionate share of the net pension liability	\$ 2,355,144		
County's covered-employee payroll	\$ 2,348,461		
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	100.28%		
Plan fiduciary net position as a percentage of the total pension liability	81.29%		

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY OF PERA FUND - MUNICIPAL POLICE DIVISION
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years***

MUNICIPAL POLICE FUND

	<u>2021</u>	<u>2020</u>	<u>2019</u>
County's proportion of the net pension liability	0.1934%	0.1818%	0.1834%
County's proportionate share of the net pension liability	\$ 1,661,054	\$ 1,342,900	\$ 1,251,346
County's covered-employee payroll	\$ 942,833	\$ 821,644	\$ 671,582
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	176.18%	163.44%	186.33%
Plan fiduciary net position as a percentage of the total pension liability	66.36%	70.52%	71.13%
	<u>2018</u>	<u>2017</u>	<u>2016</u>
County's proportion of the net pension liability	0.1841%	0.1797%	0.1683%
County's proportionate share of the net pension liability	\$ 1,022,796	\$ 1,325,880	\$ 809,291
County's covered-employee payroll	\$ 653,521	\$ 675,169	\$ 600,201
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	156.51%	196.38%	134.84%
Plan fiduciary net position as a percentage of the total pension liability	73.74%	69.18%	76.99%
	<u>2015</u>		
County's proportion of the net pension liability	0.1533%		
County's proportionate share of the net pension liability	\$ 499,741		
County's covered-employee payroll	\$ 525,038		
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	95.18%		
Plan fiduciary net position as a percentage of the total pension liability	81.29%		

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF THE COUNTY'S CONTRIBUTIONS TO PERA PLAN –
MUNICIPAL GENERAL DIVISION
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years***

MUNICIPAL GENERAL FUND

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 336,416	\$ 320,862	\$ 274,866
Contributions in relation to the contractually required contribution	<u>336,416</u>	<u>320,863</u>	<u>274,866</u>
Contribution deficiency (excess)	<u>\$ 0</u>	<u>\$ (1)</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 3,432,819	\$ 3,274,107	\$ 2,925,428
Contributions as a percentage of covered-employee payroll	9.80%	9.80%	9.40%

	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contribution	\$ 279,378	\$ 271,865	\$ 269,754
Contributions in relation to the contractually required contribution	<u>279,378</u>	<u>271,865</u>	<u>269,754</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 2,846,756	\$ 2,824,653	\$ 2,489,956
Contributions as a percentage of covered-employee payroll	9.81%	9.62%	10.83%

	<u>2015</u>
Contractually required contribution	\$ 237,915
Contributions in relation to the contractually required contribution	<u>237,915</u>
Contribution deficiency (excess)	<u>\$ -</u>
County's covered-employee payroll	\$ 2,348,461
Contributions as a percentage of covered-employee payroll	10.13%

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF THE COUNTY'S CONTRIBUTIONS TO PERA FUND –
MUNICIPAL POLICE DIVISION
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years***

MUNICIPAL POLICE FUND

	2021	2020	2019
Contractually required contribution	\$ 163,225	\$ 128,587	\$ 68,717
Contributions in relation to the contractually required contribution	<u>163,225</u>	<u>128,587</u>	<u>68,717</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 942,833	\$ 821,644	\$ 671,582
Contributions as a percentage of covered-employee payroll	17.31%	15.65%	10.23%
	2018	2017	2016
Contractually required contribution	\$ 69,845	\$ 67,966	\$ 70,218
Contributions in relation to the contractually required contribution	<u>69,845</u>	<u>67,966</u>	<u>70,218</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 653,521	\$ 675,169	\$ 600,201
Contributions as a percentage of covered-employee payroll	10.69%	10.07%	11.70%
	2015		
Contractually required contribution	<u>\$ 62,391</u>		
Contributions in relation to the contractually required contribution	<u>62,391</u>		
Contribution deficiency (excess)	<u>\$ -</u>		
County's covered-employee payroll	\$ 525,038		
Contributions as a percentage of covered-employee payroll	11.88%		

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF NET OPEB LIABILITY
NEW MEXICO RETIREE HEALTH CARE AUTHORITY (NMRHCA) PLAN
Last 10 Fiscal Years***

	<u>2021</u>	<u>2020</u>	<u>2019</u>
County's proportion of the net OPEB liability	0.08514%	0.08449%	0.08144%
County's proportionate share of the net OPEB liability	\$ 3,574,950	\$ 2,739,494	\$ 3,541,300
County covered employee payroll	\$ 3,659,416	\$ 3,525,707	\$ 3,494,278
County's proportionate share of the net OPEB liability as a percentage of its covered employee payroll	97.69%	77.70%	101.35%
Plan fiduciary net position as a percentage of the total OPEB liability	16.50%	18.92%	13.14%
	<u>2018</u>		
County's proportion of the net OPEB liability	0.08417%		
County's proportionate share of the net OPEB liability	\$ 3,814,309		
County covered employee payroll	\$ 3,506,225		
County's proportionate share of the net OPEB liability as a percentage of its covered employee payroll	108.79%		
Plan fiduciary net position as a percentage of the total OPEB liability	11.34%		

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF COUNTY'S OPEB CONTRIBUTIONS
NEW MEXICO RETIREE HEALTH CARE AUTHORITY (NMRHCA) PLAN
Last 10 Fiscal Years***

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 87,608	\$ 74,787	\$ 127,264
Less: Contributions in relation to the contractually required contributions	<u>87,608</u>	<u>74,787</u>	<u>125,710</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,554</u>
County's covered employee payroll	\$ 4,634,026	\$ 3,525,707	\$ 3,494,278
Contributions as a percentage of covered employee payroll	1.89%	2.12%	3.60%
	<u>2018</u>		
Contractually required contribution	\$ 267,279		
Less: Contributions in relation to the contractually required contributions	<u>134,144</u>		
Contribution Deficiency (Excess)	<u>\$ 133,135</u>		
County's covered employee payroll	\$ 3,506,225		
Contributions as a percentage of covered employee payroll	3.83%		

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

**STATE OF NEW MEXICO
TORRANCE COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021**

Changes of benefit terms:

The Public Employees Retirement Association's (PERA) COLA and retirement benefits changes in recent years are described in *Note 1* of PERA's CAFR at:

<http://s3.amazonaws.com/boardaudio/NM%20PERA%20CAFR%202020%20FINAL.pdf>

The Retiree Health Care Authority (RHCA) COLA and age eligibility benefits changes in recent years are described in the Notes to the RHCA fiscal year 2020 audit available at <http://saonm.org/> using the Audit Search function for agency 343.

Assumptions:

The Public Employees Retirement Association (PERA) of New Mexico's Annual Actuarial Valuations as of June 2020 report is available at <http://www.nmpera.org/>.

The Retiree Health Care Authority (RHCA) of New Mexico Biennial Actuarial Valuation as of June 30, 2020 report is available at <http://saonm.org/> using the Audit Search function for agency 343.

SUPPLEMENTAL INFORMATION

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINED BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021**

	Nonmajor Funds			Total Nonmajor Funds
	Special Revenue	Capital Projects	Debt Service	
ASSETS				
Cash and Cash Equivalents	\$ 3,766,096	\$ 256,722	\$ 133,181	\$ 4,155,999
Restricted Cash	-	-	162,946	162,946
Investments	2,394,031	150,275	-	2,544,306
Receivables:				
Property Taxes	-	-	74,691	74,691
Other Taxes	597,396	-	13,604	611,000
Other Receivables, Net	65,704	-	-	65,704
Prepaid Expenses	-	-	-	-
TOTAL ASSETS	\$ 6,823,227	\$ 406,997	\$ 384,422	\$ 7,614,646
LIABILITIES				
Accounts Payable	\$ 360,080	\$ 18,606	\$ -	\$ 378,686
Accrued Salaries and Benefits	79,686	-	-	79,686
Unearned Revenue	1,501,559	-	-	1,501,559
TOTAL LIABILITIES	1,941,325	18,606	-	1,959,931
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue:				
Property Taxes	-	-	71,317	71,317
TOTAL DEFERRED INFLOWS	-	-	71,317	71,317
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	1,941,325	18,606	71,317	2,031,248
FUND BALANCES				
Nonspendable:				
Prepaid Expenses	-	-	-	-
Restricted For:				
Special Revenue Funds	4,809,867	-	-	4,809,867
Debt Service Funds	-	-	313,105	313,105
Capital Projects Funds	-	388,391	-	388,391
Subsequent Year Expenditures	153,693	-	-	153,693
Unassigned	(81,658)	-	-	(81,658)
TOTAL FUND BALANCES	4,881,902	388,391	313,105	5,583,398
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 6,823,227	\$ 406,997	\$ 384,422	\$ 7,614,646

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINED STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	Nonmajor Funds			Total Nonmajor Funds
	Special Revenue	Capital Projects	Debt Service	
REVENUES				
Taxes:				
Property Taxes	\$ -	\$ -	\$ 120,429	\$ 120,429
Gross Receipts Taxes	2,788,245	578,728	83,794	3,450,767
Gasoline and Motor Vehicle Taxes	666,171	-	-	666,171
Other Taxes	99,905	-	-	99,905
Federal Operating Grants	136,729	-	-	136,729
State Operating Grants	2,591,857	270,632	-	2,862,489
State Capital Grants	490,167	68,359	-	558,526
Payments in Lieu of Taxes	-	-	-	-
Charges for Services	249,377	-	-	249,377
Investment Income	4,673	-	81,646	86,319
Miscellaneous Income	569,355	-	-	569,355
TOTAL REVENUES	<u>7,596,479</u>	<u>917,719</u>	<u>285,869</u>	<u>8,800,067</u>
EXPENDITURES				
Current:				
General Government	793,578	-	-	793,578
Public Safety	3,699,988	-	-	3,699,988
Public Works	1,513,282	711,321	-	2,224,603
Culture and Recreation	228,617	-	-	228,617
Health and Welfare	569,571	-	-	569,571
Capital Outlay	1,002,829	605,490	-	1,608,319
Debt Service:				
Principal	-	36,079	504,039	540,118
Interest	-	4,785	62,158	66,943
TOTAL EXPENDITURES	<u>7,807,865</u>	<u>1,357,675</u>	<u>566,197</u>	<u>9,731,737</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(211,386)</u>	<u>(439,956)</u>	<u>(280,328)</u>	<u>(931,670)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,008,256	-	23,474	2,031,730
Transfers Out	(1,302,746)	-	-	(1,302,746)
TOTAL OTHER FINANCING SOURCES (USES)	<u>705,510</u>	<u>-</u>	<u>23,474</u>	<u>728,984</u>
NET CHANGE IN FUND BALANCES	494,124	(439,956)	(256,854)	(202,686)
FUND BALANCE, BEGINNING	<u>4,387,778</u>	<u>828,347</u>	<u>569,959</u>	<u>5,786,084</u>
FUND BALANCE, ENDING	<u>\$ 4,881,902</u>	<u>\$ 388,391</u>	<u>\$ 313,105</u>	<u>\$ 5,583,398</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
NONMAJOR SPECIAL REVENUE FUND DESCRIPTIONS
FOR THE YEAR ENDED JUNE 30, 2021**

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Farm and Range Fund (403) - 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.

CR A085 Developer Fee Fund (404) - To account for fees received for improvements, as may be necessary to County Road - A085. Financing is provided by a developer as a condition of approving a special use permit from the County and as defined in a Road Maintenance Agreement. Authority is the County Commission.

Fire District Funds (405, 406, 407, 408, 409, 418) - To account for the operations of County's fire districts, which are defined by the area served. The individual fire districts are Northeast Torrance, Torrance County District II, Duran, McIntosh, and Torreon-Tajique. Financing is provided from the County's share of the fire allotment issued by the State Fire Marshal under 59A-53 -5, NMSA 1978, and also by gross receipts taxes approved by the voters of the County.

Fire Pool 1/4% Tax Fund (411) - To account for expenditures incurred in providing services and equipment purchases for the fire districts. Financing is provided by the County's share of gross receipts tax and may be used only for that purpose. Authority granted by Section 7-20E-15 and 7-20E-16, NMSA 1978.

County Fair Board Fund (412) - To account for the proceeds and expenditures of all revenue associated with the Torrance County Fair. Authority is the County Commission.

Fire Department Administration Fund (413) - This fund is used to provide resources to administer the volunteer fire districts. Funds are provided by an allotment from the State Fire Marshal and gross receipts taxes. Authorized by 59A-53-5, NMSA 1978.

Indigent Fund (414) - 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 27-5-7, NMSA1978.

Emergency Medical Services (EMS) Fund (415) - To account for a grant from the State of New Mexico to be used for the provision 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-3 through 10, NMSA 1978.

Law Enforcement Protection Fund (LEPF) (410) - To account for a grant from the State of New Mexico Corrections Department through the Law Enforcement Protection Act. The funding is to be used for law enforcement improvements. Authority is 29-13-1, NMSA 1978.

Estancia Valley Solid Waste Authority (EVSWA) Contract Fund (419) - To account for the transactions of Torrance County's management contract with the Estancia Valley Solid Waste Authority. Authority is the County Commission.

Environmental Gross Receipts Tax Fund (423) - To account for funds received for environmental gross receipts taxes that are then provided to the Torrance County Solid Waste Authority to help repay a loan arranged with the New Mexico Finance Authority. Authority is the County Commission.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NONMAJOR SPECIAL REVENUE FUND DESCRIPTIONS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

GO Bond Proceeds Fund (424) - To account for the proceeds from the GO Bond that is held by the New Mexico Finance Authority. Authority is County Commission.

WIPP Funding Fund (427) - To account for the WIPP funding received from the State Fire Marshal's Office as defined by the contract with the State Fire Marshal's Office. Authority is the State Fire Marshal's Office.

Volunteer Recruitment/Retention Fund (428) - To account for a grant from the National Rifle Association for yearly membership fees for deputies to an indoor shooting range. Authority is the National Rifle Association.
State Animal Care Fund- To account for the allotment funds from the NM State Veterinary Board. Authority is County Commission.

State Animal Care Fund (429) - To be used to account for fundraising money and donations given to the Torrance County Animal Shelter. Authority is the County Commission.

Animal Shelter Fund (430) - To be used to account for fundraising money and donations given to the Torrance County Animal Shelter. Authority is the County Commission.

Safety Program Fund (600) - To be used to account for fees received from the use of a separate dumping area (asbestos and construction). The proceeds are used in the County's safety program. Authority is the County Commission.

Civil Defense Fund (604) - To account for a grant from the State of New Mexico for the operation of the Civil Defense Unit Proceeds are 25% from the State of New Mexico and 75% from reimbursements from the Federal Emergency Management Agency (FEMA). Authority is FEMA.

DWI Program Fund (605) - To account for a grant from the State of New Mexico Department of Finance and Administration for D.W.I. detection and prevention pursuant to Chapter 65, New Mexico Laws of 1993. Authority is Section 6-5-8, NMSA 1978.

DWI School Fund (606) - To account for fees generated by the DWI School Authority is the County Commission.

Treasurer's Fee Fund (609) - To account for certain fees collected by the County Treasurer's Office. Resources are to be used for the upgrade of equipment in the office. Authorized by County Commission Resolution #2005-24.

Reappraisal Fund (610) - To account for the operations of a fund to help with reappraisal of County property to ensure valuation reflects current fair market value. Financing is provided by retainage of 1% of tax collections. Authority is Section 7-38-38.1, NMSA 1978.

Clerk's Equipment Fund (612) - To account for an additional \$7 recording fee collected by the Clerk's Office to pay for equipment/supplies for the Clerk's Office. Authority is the Absentee- Early Voting Act (Section 14-89-12.2, NMSA1978).

RPHCA Grant Fund (616) - To account for a grant from the State of New Mexico Department of Health, to provide health services at the Mountainair Family Health Clinic. Authority is the State of New Mexico Department of Health.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NONMAJOR SPECIAL REVENUE FUND DESCRIPTIONS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Recycling & Illegal Dumping Grant Fund (628) - To account for a grant from the State of New Mexico Environment Department, to clean up illegal tire dumps within Torrance County. Authority is the State of New Mexico Environment Department.

Home Visiting Grant Fund (629) - To account for a grant from the State of New Mexico Children, Youth and Families Department to be used for prenatal home visiting services. Authority is the State of New Mexico Children, Youth and Families Department.

Esperanza Clinic Fund (630) - To account for funds received for rent on the Esperanza Clinic. The lease agreement calls for these proceeds to be in a separate fund to help offset maintenance and repair costs of the clinic. Authority is the County Commission.

Senior Citizens Program Fund (631) - To account for proceeds from the sale of senior program vehicles. Funds to be used for senior citizen program operations. Authority is the County Commission.

Loan Proceeds Fund (632) - To account for the proceeds from the NM Property Tax Division loan obtained by the County Assessor. Authority is County Commission.

NMFA Loan Proceeds Fund (633) - To account for the proceeds from any loans from the New Mexico Finance Authority. Authority is County Commission.

Court Forfeiture Fund (634) - To accounts for funds forfeited to the County by the court system. This money also includes any cash evidence seized by the Sheriff's Department for safekeeping until release by the court. This money can only be used as defined by the court system on a case-by-case basis.

Juvenile Justice Grant Fund (635) - To account for a grant received from the State of New Mexico Children Youth and Families Department to be used for the support and defense of juveniles. The Authority is the State of New Mexico Children Youth and Families Department

Wind PILT Fund (641) - To account for the payment in lieu of taxes payments received from High Lonesome Mesa, LLC according to the lease agreement and Ordinance 2008-01. Authority is the County Commission.

Investment Interest Fund (642) - To account for interest earned from the New Mexico State Treasurer Local Government Investment Pool or any other investments. Authority is County Commission.

Estancia Basin Water Study Fund (650) - To account for funds received from local grants and from sales of water conservation booklets to study water issues and to help inform and educate the County's residents about the Estancia Basin. Authority is the County Commission.

DWI Smart Choice Fund (607) - To account for the funds collected from the DWI Smart Choice Program. Authority is County Commission.

Rural Addressing Fund (675) - To account for the proceeds of a part of the local option gross receipts tax to be used to mark rural addresses for use by emergency personnel. Authority is Section 67- 3-28.2NMSA1978.

Attorney General Grant Fund (681) - To account for the DRAM grant the County received from the New Mexico Attorney General's Office. Authority is County Commission.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NONMAJOR SPECIAL REVENUE FUND DESCRIPTIONS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Planning and Zoning Court Fees Fund (685) - To account for the court fees which are the result of a zoning case. Authority is the County Commission.

Domestic Violence Fund (690) - To account for a grant from the of New Mexico Children Youth and Families Department, to be used for the prevention of domestic violence. Authority is the State of New Mexico Children Youth and Families Department.

Domestic Violence (DV) Victim Restitution (691) - To account for supplemental funding and donations received to assist victims of domestic violence. Authority is the County Commission.

DWI Screening Fund (608) - Referrals come from Magistrate and Municipal courts and also from the Juvenile Probation office. DWI offenders are normally screened after conviction. We screen at the courthouse and at the sheriff's office. The County charges \$100.00 for the screening fee. These fees are dependent on annual DWI convictions which have been decreasing in the County. Costs attributed to screening include court attendance, telephone, internet, copy machine lease, supplies.

Title III Forest Reserve Fund (693) - To account for resources received from the Secure Rural Schools and Community Self Determination Act of 2000 to be used only for search, rescue and emergency services, community service work camps or easement purchases. Authority is P.L106-393.

U.S. Marshall JLEO Fund (802) - To account for funds allocated to reimburse Torrance County for overtime incurred in association with the Joint Law Enforcement Operations task force. Authority is the U.S. Marshalls.

Drug Education Program Fund (804) - To account for fees received from offenders (instead of a fine) to be used to educate people about the dangers of drug use. Authority is 9-17-17NMSA1978.

Traffic Safety Fund (805) - To account for funds received from the U.S. Department of Transportation passed through the State of New Mexico Highway and Transportation Department for the purpose of helping local law enforcement officers reduce highway deaths and injuries resulting from individuals riding unrestrained or improperly restrained in motor vehicles, to increase seatbelt use rates, and to discourage drunk driving. Authority is the U.S. Department of Transportation.

Teen Court Donation Fund (807) - To account for donations made to the Teen Court Program. Authority is the County Commission.

HIDTA Task Force (801) - To account for a grant from the National Office of Drug Control Policy utilized in high intensity drug trafficking areas. Authority for creation is contained in Anti-drug Abuse Act of 1988. Public Law 100-690.

Forest Service Patrol Fund (808) - To account for funds received from the U.S. Forest Service for the provision of police services in and around national forest areas. Authority is the U.S. Forest Service.

Road Fund (402) - To account for funds used to maintain roads that the County is responsible for. Financing is provided by motor vehicle fees. Expenditures are restricted to the construction and maintenance of County roads. Authority is Section 67-4-1 NMSA 1978.

NMDHIS EMPG Fund (826) - To account for the Emergency Management Performance Grant funding from NM Department of Homeland Security. Authority is State of New Mexico Department of Homeland Security.

**STATE OF NEW MEXICO
TORRANCE COUNTY
NONMAJOR SPECIAL REVENUE FUND DESCRIPTIONS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

NMDOH Cities Readiness Initiative Fund (826) - To account for the NM Department of Health Cities Readiness Initiative contract funding. Authority is State of New Mexico Department of Health.

DOH Cities Readiness Fund (829) - To account for funds used by Emergency Manager State classification Intergovernmental grants

Disaster Public Assistance Fund (830) - To account for the FEMA disaster - public assistance funding for a declared flooding disaster that occurred in Torrance County. Authority is FEMA.

COVID-19 Fund (835) - To account for any expenditures directly related to the COVID-19 Pandemic emergency and any reimbursement under the CARES Act. Authority is County Commission.

Fire Emergency 911 Fund (911 & 416) - To account for local option gross receipts tax proceeds and a training grant from the State of New Mexico Department of Finance and Administration. The training grant funds that are to be used to pay for 911 training. 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." Authority is the County Commission.

Finance Fund (450) - To account for cash rewards from p card program to be used by the finance department (First \$5,000 for year only/if we ever have that much) state classification is other special revenue.

NM PED SEIP (818) - To account for awards from NM Public Education department for hiring interns, state classification is intergovernmental grants

Dog Head Fire Fund (834) - To account for Federal Emergency Management Agency (FEMA) disaster public assistance funding for the Dog Head Fire. Authority is FEMA

American Rescue Act (836) - To account for the American rescue plan act bill from the federal government. Will be used for allowable expenses as directed from the commission. These are federal dollars (we have not spent any of this fund, last year or yet this year) State classification is American Rescue Plan Act.

Adult Corrections Fund (420) - To account for resources used to pay for the housing and care of Torrance County Inmates. Funding is provided through charges to local municipalities, the NM Dept. of Corrections, local gross receipts tax option and transfers from the County's general fund. Also includes the Community Monitoring Program. Authority is the County Commission.

NMFA Grant Fund (626) - To account for the NMFA grant the County received for the Southern Economic Development Plan. Authority is County Commission.

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021**

	Farm and Range	CR-AO85 Developer	District 1 Fire	District 2 Fire	District 3 Fire
ASSETS					
Cash and Cash Equivalents	\$ 10,155	\$ 1,642	\$ 173,653	\$ 244,534	\$ 100,348
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	-
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Other Receivables, Net	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ 10,155</u>	<u>\$ 1,642</u>	<u>\$ 173,653</u>	<u>\$ 244,534</u>	<u>\$ 100,348</u>
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ 169	\$ 1,504	\$ 821
Accrued Salaries and Benefits	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>169</u>	<u>1,504</u>	<u>821</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>169</u>	<u>1,504</u>	<u>821</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	10,155	1,642	173,484	243,030	99,527
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>10,155</u>	<u>1,642</u>	<u>173,484</u>	<u>243,030</u>	<u>99,527</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 10,155</u>	<u>\$ 1,642</u>	<u>\$ 173,653</u>	<u>\$ 244,534</u>	<u>\$ 100,348</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	District 4 Fire	District 5 Fire	District 6 Fire	Fire Pool 1/4% Tax	County Fair Board
ASSETS					
Cash and Cash Equivalents	\$ 48,920	\$ 118,755	\$ 77,339	\$ 283,878	\$ 36,929
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	-
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Other Receivables, Net	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ 48,920</u>	<u>\$ 118,755</u>	<u>\$ 77,339</u>	<u>\$ 283,878</u>	<u>\$ 36,929</u>
LIABILITIES					
Accounts Payable	\$ 269	\$ 6,087	\$ 195	\$ 265	\$ -
Accrued Salaries and Benefits	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>269</u>	<u>6,087</u>	<u>195</u>	<u>265</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>269</u>	<u>6,087</u>	<u>195</u>	<u>265</u>	<u>-</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	48,651	112,668	77,144	283,613	36,929
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>48,651</u>	<u>112,668</u>	<u>77,144</u>	<u>283,613</u>	<u>36,929</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 48,920</u>	<u>\$ 118,755</u>	<u>\$ 77,339</u>	<u>\$ 283,878</u>	<u>\$ 36,929</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	<u>Fire Dept. Admin.</u>	<u>Indigent Fund</u>	<u>EMS</u>	<u>Law Enforcement</u>	<u>EVSWA Contract</u>
ASSETS					
Cash and Cash Equivalents	\$ 44,761	\$ 479,297	\$ 23,457	\$ -	\$ -
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	150,468
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	-	104,981	-	-	-
Other Receivables, Net	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ 44,761</u>	<u>\$ 584,278</u>	<u>\$ 23,457</u>	<u>\$ -</u>	<u>\$ 150,468</u>
LIABILITIES					
Accounts Payable	\$ 3,518	\$ 104,981	\$ -	\$ -	\$ 20,842
Accrued Salaries and Benefits	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>3,518</u>	<u>104,981</u>	<u>-</u>	<u>-</u>	<u>20,842</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>3,518</u>	<u>104,981</u>	<u>-</u>	<u>-</u>	<u>20,842</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	41,243	479,297	23,457	-	129,626
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>41,243</u>	<u>479,297</u>	<u>23,457</u>	<u>-</u>	<u>129,626</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 44,761</u>	<u>\$ 584,278</u>	<u>\$ 23,457</u>	<u>\$ -</u>	<u>\$ 150,468</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	<u>Env. GRT</u>	<u>GO Bond Proceeds</u>	<u>WIPP Funding</u>	<u>Volunteer Recruitment</u>	<u>State Animal Care</u>
ASSETS					
Cash and Cash Equivalents	\$ -	\$ -	\$ 400	\$ 39,113	\$ -
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	-
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	112,368	-	-	-	-
Other Receivables, Net	-	-	6,000	-	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ 112,368</u>	<u>\$ -</u>	<u>\$ 6,400</u>	<u>\$ 39,113</u>	<u>\$ -</u>
LIABILITIES					
Accounts Payable	\$ 111,832	\$ -	\$ 6,000	\$ -	\$ -
Accrued Salaries and Benefits	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>111,832</u>	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>111,832</u>	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	536	-	400	39,113	-
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>536</u>	<u>-</u>	<u>400</u>	<u>39,113</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 112,368</u>	<u>\$ -</u>	<u>\$ 6,400</u>	<u>\$ 39,113</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	<u>Animal Shelter</u>	<u>Safety Program</u>	<u>Civil Defense</u>	<u>DWI Program</u>	<u>DWI School</u>
ASSETS					
Cash and Cash Equivalents	\$ 3,032	\$ 29,366	\$ 12,680	\$ 55,691	\$ 1,163
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	-
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Other Receivables, Net	-	1,821	-	9,065	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ 3,032</u>	<u>\$ 31,187</u>	<u>\$ 12,680</u>	<u>\$ 64,756</u>	<u>\$ 1,163</u>
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ 740	\$ 124	\$ 33
Accrued Salaries and Benefits	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>740</u>	<u>124</u>	<u>33</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>740</u>	<u>124</u>	<u>33</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	3,032	31,187	11,940	64,632	1,130
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>3,032</u>	<u>31,187</u>	<u>11,940</u>	<u>64,632</u>	<u>1,130</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 3,032</u>	<u>\$ 31,187</u>	<u>\$ 12,680</u>	<u>\$ 64,756</u>	<u>\$ 1,163</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	<u>Treasurer's Fee</u>	<u>Reappraisal Fund</u>	<u>Clerk's Equipment</u>	<u>RPHCA Grant</u>	<u>Recycling Illegal Dump</u>
ASSETS					
Cash and Cash Equivalents	\$ 4,338	\$ 83,994	\$ 45,052	\$ 11,016	\$ 14,979
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	-
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Other Receivables, Net	-	-	-	7,502	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ 4,338</u>	<u>\$ 83,994</u>	<u>\$ 45,052</u>	<u>\$ 18,518</u>	<u>\$ 14,979</u>
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ 410	\$ -	\$ -
Accrued Salaries and Benefits	-	1,901	-	-	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>1,901</u>	<u>410</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>1,901</u>	<u>410</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	4,338	82,093	44,642	18,518	14,979
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>4,338</u>	<u>82,093</u>	<u>44,642</u>	<u>18,518</u>	<u>14,979</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 4,338</u>	<u>\$ 83,994</u>	<u>\$ 45,052</u>	<u>\$ 18,518</u>	<u>\$ 14,979</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	<u>Home Visiting</u>	<u>Esperanza Clinic</u>	<u>Senior Citizens</u>	<u>Loan Proceeds</u>	<u>NMFA Loan Proceeds</u>
ASSETS					
Cash and Cash Equivalents	\$ -	\$ 3,199	\$ 6,451	\$ -	\$ -
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	-
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Other Receivables, Net	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 3,199</u>	<u>\$ 6,451</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES					
Accounts Payable	\$ -	\$ 765	\$ -	\$ -	\$ -
Accrued Salaries and Benefits	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>765</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>765</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	-	2,434	6,451	-	-
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>-</u>	<u>2,434</u>	<u>6,451</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ -</u>	<u>\$ 3,199</u>	<u>\$ 6,451</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	<u>Court Forfeiture</u>	<u>Juvenile Justice</u>	<u>Wind PILT</u>	<u>Invest. Interest</u>	<u>Estancia Water Basin Study</u>	<u>DWI Smart Choice</u>
ASSETS						
Cash and Cash Equivalents	\$ 13,739	\$ 53,858	\$ -	\$ -	\$ 10,202	\$ 11,774
Restricted Cash	-	-	-	-	-	-
Investments	-	-	223,999	290,304	-	-
Receivables:						
Property Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-
Other Receivables, Net	-	4,274	-	-	10,000	-
Prepaid Expenses	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 13,739</u>	<u>\$ 58,132</u>	<u>\$ 223,999</u>	<u>\$ 290,304</u>	<u>\$ 20,202</u>	<u>\$ 11,774</u>
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Salaries and Benefits	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue:						
Property Taxes	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable:						
Prepaid Expenses	-	-	-	-	-	-
Restricted For:						
Special Revenue Funds	13,739	58,132	223,999	290,304	20,202	11,774
Debt Service Funds	-	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>13,739</u>	<u>58,132</u>	<u>223,999</u>	<u>290,304</u>	<u>20,202</u>	<u>11,774</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 13,739</u>	<u>\$ 58,132</u>	<u>\$ 223,999</u>	<u>\$ 290,304</u>	<u>\$ 20,202</u>	<u>\$ 11,774</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	<u>Rural Addressing</u>	<u>Attorney General Grant</u>	<u>Planning & Zoning</u>	<u>Domestic Violence</u>	<u>DV Victim Restitution</u>	<u>DWI Screening</u>
ASSETS						
Cash and Cash Equivalents	\$ 87,895	\$ -	\$ 38,964	\$ 67,256	\$ 28,771	\$ 2,845
Restricted Cash	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Receivables:						
Property Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-
Other Receivables, Net	-	-	-	6,182	-	-
Prepaid Expenses	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 87,895</u>	<u>\$ -</u>	<u>\$ 38,964</u>	<u>\$ 73,438</u>	<u>\$ 28,771</u>	<u>\$ 2,845</u>
LIABILITIES						
Accounts Payable	\$ 46	\$ -	\$ -	\$ 367	\$ -	\$ -
Accrued Salaries and Benefits	702	-	-	2,037	-	-
Unearned Revenue	-	-	-	-	-	-
TOTAL LIABILITIES	<u>748</u>	<u>-</u>	<u>-</u>	<u>2,404</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue:						
Property Taxes	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>748</u>	<u>-</u>	<u>-</u>	<u>2,404</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable:						
Prepaid Expenses	-	-	-	-	-	-
Restricted For:						
Special Revenue Funds	87,147	-	38,964	71,034	28,771	2,845
Debt Service Funds	-	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>87,147</u>	<u>-</u>	<u>38,964</u>	<u>71,034</u>	<u>28,771</u>	<u>2,845</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 87,895</u>	<u>\$ -</u>	<u>\$ 38,964</u>	<u>\$ 73,438</u>	<u>\$ 28,771</u>	<u>\$ 2,845</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	Title III Forest Reserve	U.S. Marshall JLEO	Drug Education	Traffic Safety	Teen Court Donation	HIDTA Task Force
ASSETS						
Cash and Cash Equivalents	\$ 181,134	\$ 15,174	\$ 1,171	\$ 4,478	\$ 1,713	\$ 2,476
Restricted Cash	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Receivables:						
Property Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-
Other Receivables, Net	-	-	-	-	-	2,013
Prepaid Expenses	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 181,134</u>	<u>\$ 15,174</u>	<u>\$ 1,171</u>	<u>\$ 4,478</u>	<u>\$ 1,713</u>	<u>\$ 4,489</u>
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Salaries and Benefits	-	-	-	648	-	519
Unearned Revenue	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>648</u>	<u>-</u>	<u>519</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue:						
Property Taxes	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>648</u>	<u>-</u>	<u>519</u>
FUND BALANCES						
Nonspendable:						
Prepaid Expenses	-	-	-	-	-	-
Restricted For:						
Special Revenue Funds	181,134	15,174	1,171	3,830	1,713	3,970
Debt Service Funds	-	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>181,134</u>	<u>15,174</u>	<u>1,171</u>	<u>3,830</u>	<u>1,713</u>	<u>3,970</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 181,134</u>	<u>\$ 15,174</u>	<u>\$ 1,171</u>	<u>\$ 4,478</u>	<u>\$ 1,713</u>	<u>\$ 4,489</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	Forest Serv. Patrol	Road Fund	NMDOH CRIF	NMDOH Cities Readiness	Disaster Pub. Assist.	COVID-19
ASSETS						
Cash and Cash Equivalents	\$ 3,379	\$ 439,162	\$ 5,297	\$ 5,418	\$ 74,345	\$ -
Restricted Cash	-	-	-	-	-	-
Investments	-	-	-	-	-	227,701
Receivables:						
Property Taxes	-	-	-	-	-	-
Other Taxes	-	83,082	-	-	-	-
Other Receivables, Net	-	-	7,433	-	-	-
Prepaid Expenses	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 3,379</u>	<u>\$ 522,244</u>	<u>\$ 12,730</u>	<u>\$ 5,418</u>	<u>\$ 74,345</u>	<u>\$ 227,701</u>
LIABILITIES						
Accounts Payable	\$ -	\$ 11,998	\$ -	\$ 2,816	\$ -	\$ -
Accrued Salaries and Benefits	-	26,951	-	-	-	-
Unearned Revenue	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>38,949</u>	<u>-</u>	<u>2,816</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue:						
Property Taxes	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>38,949</u>	<u>-</u>	<u>2,816</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable:						
Prepaid Expenses	-	-	-	-	-	-
Restricted For:						
Special Revenue Funds	3,379	329,602	12,730	2,602	74,345	227,701
Debt Service Funds	-	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-	-
Subsequent Year Expenditures	-	153,693	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>3,379</u>	<u>483,295</u>	<u>12,730</u>	<u>2,602</u>	<u>74,345</u>	<u>227,701</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 3,379</u>	<u>\$ 522,244</u>	<u>\$ 12,730</u>	<u>\$ 5,418</u>	<u>\$ 74,345</u>	<u>\$ 227,701</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	Fire EMS Fund	Finance Fund Fund	NM PED SEIP	Doghead Fire	American Rescue Act
ASSETS					
Cash and Cash Equivalents	\$ 132,381	\$ 317	\$ 31,847	\$ -	\$ -
Restricted Cash	-	-	-	-	-
Investments	-	-	-	-	1,501,559
Receivables:					
Property Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Other Receivables, Net	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
TOTAL ASSETS	<u>\$ 132,381</u>	<u>\$ 317</u>	<u>\$ 31,847</u>	<u>\$ -</u>	<u>\$ 1,501,559</u>
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Salaries and Benefits	5,614	-	14,645	-	-
Unearned Revenue	-	-	-	-	1,501,559
TOTAL LIABILITIES	<u>5,614</u>	<u>-</u>	<u>14,645</u>	<u>-</u>	<u>1,501,559</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	-	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>5,614</u>	<u>-</u>	<u>14,645</u>	<u>-</u>	<u>1,501,559</u>
FUND BALANCES					
Nonspendable:					
Prepaid Expenses	-	-	-	-	-
Restricted For:					
Special Revenue Funds	126,767	317	17,202	-	-
Debt Service Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Subsequent Year Expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>126,767</u>	<u>317</u>	<u>17,202</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 132,381</u>	<u>\$ 317</u>	<u>\$ 31,847</u>	<u>\$ -</u>	<u>\$ 1,501,559</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
(CONTINUED)
JUNE 30, 2021**

	Emergency 911	Adult Corrections	NMFA Grant	Total Nonmajor Special Revenue Funds
ASSETS				
Cash and Cash Equivalents	\$ 596,949	\$ 1,409	\$ -	\$ 3,766,096
Restricted Cash	-	-	-	-
Investments	-	-	-	2,394,031
Receivables:				
Property Taxes	-	-	-	-
Other Taxes	296,965	-	-	597,396
Other Receivables, Net	-	11,414	-	65,704
Prepaid Expenses	-	-	-	-
TOTAL ASSETS	<u>\$ 893,914</u>	<u>\$ 12,823</u>	<u>\$ -</u>	<u>\$ 6,823,227</u>
LIABILITIES				
Accounts Payable	\$ 3,372	\$ 82,926	\$ -	\$ 360,080
Accrued Salaries and Benefits	15,114	11,555	-	79,686
Unearned Revenue	-	-	-	1,501,559
TOTAL LIABILITIES	<u>18,486</u>	<u>94,481</u>	<u>-</u>	<u>1,941,325</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue:				
Property Taxes	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>18,486</u>	<u>94,481</u>	<u>-</u>	<u>1,941,325</u>
FUND BALANCES				
Nonspendable:				
Prepaid Expenses	-	-	-	-
Restricted For:				
Special Revenue Funds	875,428	-	-	4,809,867
Debt Service Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
Subsequent Year Expenditures	-	-	-	153,693
Unassigned	-	(81,658)	-	(81,658)
TOTAL FUND BALANCES	<u>875,428</u>	<u>(81,658)</u>	<u>-</u>	<u>4,881,902</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 893,914</u>	<u>\$ 12,823</u>	<u>\$ -</u>	<u>\$ 6,823,227</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Farm and Range</u>	<u>CR-AO85 Developer</u>	<u>District 1 Fire</u>	<u>District 2 Fire</u>	<u>District 3 Fire</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-
State Operating Grants	1,314	-	59,058	156,713	143,502
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	-	63	-	-	-
Investment Income	-	-	-	-	-
Miscellaneous Income	-	-	-	127	11,385
TOTAL REVENUES	<u>1,314</u>	<u>63</u>	<u>59,058</u>	<u>156,840</u>	<u>154,887</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	34,991	-	18,034	72,153	139,309
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Capital Outlay	-	-	-	16,420	16,420
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>34,991</u>	<u>-</u>	<u>18,034</u>	<u>88,573</u>	<u>155,729</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(33,677)</u>	<u>63</u>	<u>41,024</u>	<u>68,267</u>	<u>(842)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	35,250	-	-	-	-
Transfers Out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>35,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	1,573	63	41,024	68,267	(842)
FUND BALANCE, BEGINNING	<u>8,582</u>	<u>1,579</u>	<u>132,460</u>	<u>174,763</u>	<u>100,369</u>
FUND BALANCE, ENDING	<u>\$ 10,155</u>	<u>\$ 1,642</u>	<u>\$ 173,484</u>	<u>\$ 243,030</u>	<u>\$ 99,527</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>District 4</u> <u>Fire</u>	<u>District 5</u> <u>Fire</u>	<u>District 6</u> <u>Fire</u>	<u>Fire Pool</u> <u>1/4% Tax</u>	<u>County</u> <u>Fair Board</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	-	-	239,339	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-
State Operating Grants	42,759	157,317	83,920	-	-
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	-	-	-	900	1,582
Investment Income	-	-	-	-	-
Miscellaneous Income	-	34	-	60	220,295
TOTAL REVENUES	<u>42,759</u>	<u>157,351</u>	<u>83,920</u>	<u>240,299</u>	<u>221,877</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	31,082	104,036	20,810	30,745	500
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	228,617
Health and Welfare	-	-	-	-	-
Capital Outlay	-	-	127,384	180,944	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>31,082</u>	<u>104,036</u>	<u>148,194</u>	<u>211,689</u>	<u>229,117</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>11,677</u>	<u>53,315</u>	<u>(64,274)</u>	<u>28,610</u>	<u>(7,240)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	6,000
Transfers Out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,000</u>
NET CHANGE IN FUND BALANCES	11,677	53,315	(64,274)	28,610	(1,240)
FUND BALANCE, BEGINNING	<u>36,974</u>	<u>59,353</u>	<u>141,418</u>	<u>255,003</u>	<u>38,169</u>
FUND BALANCE, ENDING	<u>\$ 48,651</u>	<u>\$ 112,668</u>	<u>\$ 77,144</u>	<u>\$ 283,613</u>	<u>\$ 36,929</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Fire Dept. Admin.</u>	<u>Indigent Fund</u>	<u>EMS</u>	<u>Law Enforcement</u>	<u>EVSWA Contract</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	508,519	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-
State Operating Grants	83,920	-	25,455	28,400	-
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	-	-	-	-	-
Investment Income	-	-	-	-	-
Miscellaneous Income	-	-	-	575	200,497
TOTAL REVENUES	<u>83,920</u>	<u>508,519</u>	<u>25,455</u>	<u>28,975</u>	<u>200,497</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	185,347
Public Safety	70,405	-	444	28,975	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	551,223	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>70,405</u>	<u>551,223</u>	<u>444</u>	<u>28,975</u>	<u>185,347</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>13,515</u>	<u>(42,704)</u>	<u>25,011</u>	<u>-</u>	<u>15,150</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	120,000
Transfers Out	-	-	(137,263)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(137,263)</u>	<u>-</u>	<u>120,000</u>
NET CHANGE IN FUND BALANCES	13,515	(42,704)	(112,252)	-	135,150
FUND BALANCE, BEGINNING	27,728	522,001	135,709	-	(5,524)
FUND BALANCE, ENDING	<u>\$ 41,243</u>	<u>\$ 479,297</u>	<u>\$ 23,457</u>	<u>\$ -</u>	<u>\$ 129,626</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Env. GRT</u>	<u>GO Bond Proceeds</u>	<u>WIPP Funding</u>	<u>Volunteer Recruitment</u>	<u>State Animal Care</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	397,333	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Federal Operating Grants	-	-	6,000	-	-
State Operating Grants	-	-	-	-	-
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	-	-	-	-	-
Investment Income	-	-	-	-	-
Miscellaneous Income	-	-	-	-	-
TOTAL REVENUES	<u>397,333</u>	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Current:					
General Government	396,797	-	-	39,669	-
Public Safety	-	-	6,000	-	1,098
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>396,797</u>	<u>-</u>	<u>6,000</u>	<u>39,669</u>	<u>1,098</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>536</u>	<u>-</u>	<u>-</u>	<u>(39,669)</u>	<u>(1,098)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	50,000	-
Transfers Out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	536	-	-	10,331	(1,098)
FUND BALANCE, BEGINNING	-	-	400	28,782	1,098
FUND BALANCE, ENDING	<u>\$ 536</u>	<u>\$ -</u>	<u>\$ 400</u>	<u>\$ 39,113</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Animal Shelter</u>	<u>Safety Program</u>	<u>Civil Defense</u>	<u>DWI Program</u>	<u>DWI School</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	-	62,593	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-
State Operating Grants	-	-	-	187,099	-
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	250	9,857	-	-	1,557
Investment Income	-	-	-	-	-
Miscellaneous Income	2,180	7,195	57,560	-	-
TOTAL REVENUES	<u>2,430</u>	<u>17,052</u>	<u>120,153</u>	<u>187,099</u>	<u>1,557</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	2,555	22,932	73,260	170,393	1,293
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Capital Outlay	-	-	53,683	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>2,555</u>	<u>22,932</u>	<u>126,943</u>	<u>170,393</u>	<u>1,293</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(125)</u>	<u>(5,880)</u>	<u>(6,790)</u>	<u>16,706</u>	<u>264</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	12,544	-	-	-
Transfers Out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>12,544</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(125)	6,664	(6,790)	16,706	264
FUND BALANCE, BEGINNING	<u>3,157</u>	<u>24,523</u>	<u>18,730</u>	<u>47,926</u>	<u>866</u>
FUND BALANCE, ENDING	<u>\$ 3,032</u>	<u>\$ 31,187</u>	<u>\$ 11,940</u>	<u>\$ 64,632</u>	<u>\$ 1,130</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Treasurer's Fee</u>	<u>Reappraisal Fund</u>	<u>Clerk's Equipment</u>	<u>RPHCA Grant</u>	<u>Recycling Illegal Dump</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	99,820	-	-	-
Federal Operating Grants	-	-	-	-	-
State Operating Grants	-	-	28,790	97,024	-
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	15,171	14,820	-	-	-
Investment Income	-	-	-	-	-
Miscellaneous Income	-	3,400	437	-	-
TOTAL REVENUES	<u>15,171</u>	<u>118,040</u>	<u>29,227</u>	<u>97,024</u>	<u>-</u>
EXPENDITURES					
Current:					
General Government	12,343	32,611	10,836	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	112,531	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Capital Outlay	-	37,233	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>12,343</u>	<u>69,844</u>	<u>10,836</u>	<u>112,531</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,828</u>	<u>48,196</u>	<u>18,391</u>	<u>(15,507)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers Out	-	(23,474)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(23,474)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	2,828	24,722	18,391	(15,507)	-
FUND BALANCE, BEGINNING	<u>1,510</u>	<u>57,371</u>	<u>26,251</u>	<u>34,025</u>	<u>14,979</u>
FUND BALANCE, ENDING	<u>\$ 4,338</u>	<u>\$ 82,093</u>	<u>\$ 44,642</u>	<u>\$ 18,518</u>	<u>\$ 14,979</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Home Visiting</u>	<u>Esperanza Clinic</u>	<u>Senior Citizens</u>	<u>Loan Proceeds</u>	<u>NMFA Loan Proceeds</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-
State Operating Grants	-	-	-	-	-
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	-	-	-	-	-
Investment Income	-	-	-	-	(1,373)
Miscellaneous Income	-	-	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,373)</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	9,181	9,167	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>9,181</u>	<u>9,167</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(9,181)</u>	<u>(9,167)</u>	<u>-</u>	<u>(1,373)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	10,000	-	-
Transfers Out	(3,019)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,019)</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(3,019)	(9,181)	833	-	(1,373)
FUND BALANCE, BEGINNING	3,019	11,615	5,618	-	1,373
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ 2,434</u>	<u>\$ 6,451</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Court Forfeiture</u>	<u>Juvenile Justice</u>	<u>Wind PILT</u>	<u>Investment Interest</u>	<u>Estancia Water Basin Study</u>	<u>DWI Smart Choice</u>
REVENUES						
Taxes:						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	-	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-	-
State Operating Grants	-	52,478	1,190,500	-	-	-
State Capital Grants	-	-	68,800	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Investment Income	-	-	-	6,046	-	-
Miscellaneous Income	-	-	-	-	15,250	-
TOTAL REVENUES	<u>-</u>	<u>52,478</u>	<u>1,259,300</u>	<u>6,046</u>	<u>15,250</u>	<u>-</u>
EXPENDITURES						
Current:						
General Government	-	-	-	6,375	-	-
Public Safety	-	55,927	-	-	-	-
Public Works	-	-	240,409	-	11,276	-
Culture and Recreation	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>55,927</u>	<u>240,409</u>	<u>6,375</u>	<u>11,276</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(3,449)</u>	<u>1,018,891</u>	<u>(329)</u>	<u>3,974</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	53,020	-	-	-
Transfers Out	-	-	(1,042,000)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(988,980)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	(3,449)	29,911	(329)	3,974	-
FUND BALANCE, BEGINNING	<u>13,739</u>	<u>61,581</u>	<u>194,088</u>	<u>290,633</u>	<u>16,228</u>	<u>11,774</u>
FUND BALANCE, ENDING	<u>\$ 13,739</u>	<u>\$ 58,132</u>	<u>\$ 223,999</u>	<u>\$ 290,304</u>	<u>\$ 20,202</u>	<u>\$ 11,774</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Rural Addressing</u>	<u>Attorney General Grant</u>	<u>Planning & Zoning</u>	<u>Domestic Violence</u>	<u>DV Victim Restitution</u>	<u>DWI Screening</u>
REVENUES						
Taxes:						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	44,710	-	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	85	-
Federal Operating Grants	-	-	-	-	-	-
State Operating Grants	-	-	-	78,524	-	-
State Capital Grants	-	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-	-
Charges for Services	7,612	-	9,575	-	-	1,600
Investment Income	-	-	-	-	-	-
Miscellaneous Income	-	-	-	-	1,535	-
TOTAL REVENUES	<u>52,322</u>	<u>-</u>	<u>9,575</u>	<u>78,524</u>	<u>1,620</u>	<u>1,600</u>
EXPENDITURES						
Current:						
General Government	90,427	-	2,325	-	-	-
Public Safety	-	-	-	73,204	1,638	750
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-
Capital Outlay	-	-	-	36,759	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>90,427</u>	<u>-</u>	<u>2,325</u>	<u>109,963</u>	<u>1,638</u>	<u>750</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(38,105)</u>	<u>-</u>	<u>7,250</u>	<u>(31,439)</u>	<u>(18)</u>	<u>850</u>
OTHER FINANCING SOURCES (USES)						
Transfers In	57,000	-	6,000	46,500	-	-
Transfers Out	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>57,000</u>	<u>-</u>	<u>6,000</u>	<u>46,500</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	18,895	-	13,250	15,061	(18)	850
FUND BALANCE, BEGINNING	68,252	-	25,714	55,973	28,789	1,995
FUND BALANCE, ENDING	<u>\$ 87,147</u>	<u>\$ -</u>	<u>\$ 38,964</u>	<u>\$ 71,034</u>	<u>\$ 28,771</u>	<u>\$ 2,845</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	Title III Forest Reserve	U.S. Marshall JLEO	Drug Education	Traffic Safety	Teen Court Donation	HIDTA Task Force
REVENUES						
Taxes:						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	-	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-
Federal Operating Grants	-	14,135	-	-	-	-
State Operating Grants	9,195	-	-	7,472	-	13,298
State Capital Grants	-	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-	-
Charges for Services	-	-	-	-	80	-
Investment Income	-	-	-	-	-	-
Miscellaneous Income	-	-	-	-	-	-
TOTAL REVENUES	<u>9,195</u>	<u>14,135</u>	<u>-</u>	<u>7,472</u>	<u>80</u>	<u>13,298</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	13,909	2,860	8,866	158	10,101
Public Works	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>13,909</u>	<u>2,860</u>	<u>8,866</u>	<u>158</u>	<u>10,101</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>9,195</u>	<u>226</u>	<u>(2,860)</u>	<u>(1,394)</u>	<u>(78)</u>	<u>3,197</u>
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	9,195	226	(2,860)	(1,394)	(78)	3,197
FUND BALANCE, BEGINNING	171,939	14,948	4,031	5,224	1,791	773
FUND BALANCE, ENDING	<u>\$ 181,134</u>	<u>\$ 15,174</u>	<u>\$ 1,171</u>	<u>\$ 3,830</u>	<u>\$ 1,713</u>	<u>\$ 3,970</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Forest Serv. Patrol</u>	<u>Road Fund</u>	<u>NMDOH CRIF</u>	<u>NMDOH Cities Readiness</u>	<u>Disaster Pub. Assist.</u>	<u>COVID-19</u>
REVENUES						
Taxes:						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	-	225,969	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	666,171	-	-	-	-
Other Taxes	-	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-	116,594
State Operating Grants	5,000	82,479	9,796	13,425	-	-
State Capital Grants	-	371,367	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-	-
Charges for Services	-	5,530	-	-	-	-
Investment Income	-	-	-	-	-	-
Miscellaneous Income	-	1,575	-	-	-	-
TOTAL REVENUES	<u>5,000</u>	<u>1,353,091</u>	<u>9,796</u>	<u>13,425</u>	<u>-</u>	<u>116,594</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	-	46,984	3,070	-	76,694
Public Works	5,952	1,118,114	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-
Capital Outlay	-	494,652	-	9,259	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>5,952</u>	<u>1,612,766</u>	<u>46,984</u>	<u>12,329</u>	<u>-</u>	<u>76,694</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(952)</u>	<u>(259,675)</u>	<u>(37,188)</u>	<u>1,096</u>	<u>-</u>	<u>39,900</u>
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	35,679	-	-	188,000
Transfers Out	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>35,679</u>	<u>-</u>	<u>-</u>	<u>188,000</u>
NET CHANGE IN FUND BALANCES	(952)	(259,675)	(1,509)	1,096	-	227,900
FUND BALANCE, BEGINNING	4,331	742,970	14,239	1,506	74,345	(199)
FUND BALANCE, ENDING	<u>\$ 3,379</u>	<u>\$ 483,295</u>	<u>\$ 12,730</u>	<u>\$ 2,602</u>	<u>\$ 74,345</u>	<u>\$ 227,701</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Fire EMS Fund</u>	<u>Finance Fund</u>	<u>NM PED SEIP</u>	<u>Doghead Fire</u>	<u>American Rescue Act</u>
REVENUES					
Taxes:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	44,710	-	-	-	-
Gasoline and Motor Vehicle Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Federal Operating Grants	-	-	-	-	-
State Operating Grants	-	-	-	-	-
State Capital Grants	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Charges for Services	-	-	-	-	-
Investment Income	-	-	-	-	-
Miscellaneous Income	-	367	-	-	-
TOTAL REVENUES	<u>44,710</u>	<u>367</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Current:					
General Government	-	50	16,798	-	-
Public Safety	175,206	-	-	-	-
Public Works	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
TOTAL EXPENDITURES	<u>175,206</u>	<u>50</u>	<u>16,798</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(130,496)</u>	<u>317</u>	<u>(16,798)</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	257,263	-	34,000	-	-
Transfers Out	-	-	-	(1)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>257,263</u>	<u>-</u>	<u>34,000</u>	<u>(1)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	126,767	317	17,202	(1)	-
FUND BALANCE, BEGINNING	-	-	-	1	-
FUND BALANCE, ENDING	<u>\$ 126,767</u>	<u>\$ 317</u>	<u>\$ 17,202</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	Emergency 911	Adult Corrections	NMFA Grant	Total Nonmajor Special Revenue Funds
REVENUES				
Taxes:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	1,039,135	225,937	-	2,788,245
Gasoline and Motor Vehicle Taxes	-	-	-	666,171
Other Taxes	-	-	-	99,905
Federal Operating Grants	-	-	-	136,729
State Operating Grants	-	34,419	-	2,591,857
State Capital Grants	-	-	50,000	490,167
Payments in Lieu of Taxes	-	-	-	-
Charges for Services	118,785	61,995	-	249,377
Investment Income	-	-	-	4,673
Miscellaneous Income	21,545	25,338	-	569,355
TOTAL REVENUES	1,179,465	347,689	50,000	7,596,479
EXPENDITURES				
Current:				
General Government	-	-	-	793,578
Public Safety	914,309	1,487,297	-	3,699,988
Public Works	-	-	25,000	1,513,282
Culture and Recreation	-	-	-	228,617
Health and Welfare	-	-	-	569,571
Capital Outlay	-	30,075	-	1,002,829
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
TOTAL EXPENDITURES	914,309	1,517,372	25,000	7,807,865
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	265,156	(1,169,683)	25,000	(211,386)
OTHER FINANCING SOURCES (USES)				
Transfers In	260,000	837,000	-	2,008,256
Transfers Out	(46,989)	-	(50,000)	(1,302,746)
TOTAL OTHER FINANCING SOURCES (USES)	213,011	837,000	(50,000)	705,510
NET CHANGE IN FUND BALANCES	478,167	(332,683)	(25,000)	494,124
FUND BALANCE, BEGINNING	397,261	251,025	25,000	4,387,778
FUND BALANCE, ENDING	\$ 875,428	\$ (81,658)	\$ -	\$ 4,881,902

**STATE OF NEW MEXICO
TORRANCE COUNTY
NONMAJOR CAPITAL PROJECTS FUND DESCRIPTIONS
FOR THE YEAR ENDED JUNE 30, 2021**

Capital Projects Funds are used to account for the acquisition, construction, and repair of major capital assets.

Non-major capital projects funds consist of the following:

County Infrastructure GRT (620) - To account for funds received for the County infrastructure gross receipts taxes. County Ordinance 2006-1 states the specific purposes for which this tax can be used. Authority is the County Commission.

Capital Outlay GRT (621) - To account for funds received for the capital outlay gross receipts taxes. County ordinance 2014-03 states the specific purposes for which this tax can be used. Authority is County Commission.

Legislative Appropriations (803) - To account for resources received from State of New Mexico Legislative Appropriations for the acquisition of capital assets for Torrance County. This was authorized by the legislation involved.

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2021**

	County Infra. GRT	Capital Outlay GRT	Legis. Approp.	Total Nonmajor Capital Projects Funds
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 658	\$ 256,064	\$ 256,722
Restricted Cash	-	-	-	-
Investments	150,275	-	-	150,275
Receivables:				
Property Taxes	-	-	-	-
Other Taxes	-	-	-	-
Other Receivables, Net	-	-	-	-
Prepaid Expenses	-	-	-	-
TOTAL ASSETS	<u>\$ 150,275</u>	<u>\$ 658</u>	<u>\$ 256,064</u>	<u>\$ 406,997</u>
LIABILITIES				
Accounts Payable	\$ 18,606	\$ -	\$ -	\$ 18,606
Accrued Salaries and Benefits	-	-	-	-
Unearned Revenue	-	-	-	-
TOTAL LIABILITIES	<u>18,606</u>	<u>-</u>	<u>-</u>	<u>18,606</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue:				
Property Taxes	-	-	-	-
TOTAL DEFERRED INFLOWS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>18,606</u>	<u>-</u>	<u>-</u>	<u>18,606</u>
FUND BALANCES				
Nonspendable:				
Prepaid Expenses	-	-	-	-
Restricted For:				
Special Revenue Funds	-	-	-	-
Debt Service Funds	-	-	-	-
Capital Projects Funds	131,669	658	256,064	388,391
Subsequent Year Expenditures	-	-	-	-
Unassigned	-	-	-	-
TOTAL FUND BALANCES	<u>131,669</u>	<u>658</u>	<u>256,064</u>	<u>388,391</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 150,275</u>	<u>\$ 658</u>	<u>\$ 256,064</u>	<u>\$ 406,997</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>County Infra. GRT</u>	<u>Capital Outlay GRT</u>	<u>Legis. Approp.</u>	<u>Total Nonmajor Capital Projects Funds</u>
REVENUES				
Taxes:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes	128,940	449,788	-	578,728
Gasoline and Motor Vehicle Taxes	-	-	-	-
Other Taxes	-	-	-	-
Federal Operating Grants	-	-	-	-
State Operating Grants	-	-	270,632	270,632
State Capital Grants	-	-	68,359	68,359
Payments in Lieu of Taxes	-	-	-	-
Charges for Services	-	-	-	-
Investment Income	-	-	-	-
Miscellaneous Income	-	-	-	-
TOTAL REVENUES	<u>128,940</u>	<u>449,788</u>	<u>338,991</u>	<u>917,719</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	157,153	552,590	1,578	711,321
Culture and Recreation	-	-	-	-
Health and Welfare	-	-	-	-
Capital Outlay	68,133	332,662	204,695	605,490
Debt Service:				
Principal	-	36,079	-	36,079
Interest	-	4,785	-	4,785
TOTAL EXPENDITURES	<u>225,286</u>	<u>926,116</u>	<u>206,273</u>	<u>1,357,675</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(96,346)</u>	<u>(476,328)</u>	<u>132,718</u>	<u>(439,956)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(96,346)	(476,328)	132,718	(439,956)
FUND BALANCE, BEGINNING	228,015	476,986	123,346	828,347
FUND BALANCE, ENDING	<u>\$ 131,669</u>	<u>\$ 658</u>	<u>\$ 256,064</u>	<u>\$ 388,391</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
NONMAJOR DEBT SERVICE FUND DESCRIPTION
FOR THE YEAR ENDED JUNE 30, 2021**

Debt Service Fund (636) - This fund accounts for gross receipts and state allotment revenues collected to pay the current year's debt service on NMFA Loans. This fund also accounts for property tax revenues collected to pay off current year debt service on the 2001 general obligation bonds of the County.

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING BALANCE SHEET – NONMAJOR DEBT SERVICE FUND
JUNE 30, 2021**

	Total Nonmajor Debt Service Fund
ASSETS	
Cash and Cash Equivalents	\$ 133,181
Restricted Cash	162,946
Investments	-
Receivables:	
Property Taxes	74,691
Other Taxes	13,604
Other Receivables, Net	-
Prepaid Expenses	-
TOTAL ASSETS	\$ 384,422
LIABILITIES	
Accounts Payable	\$ -
Accrued Salaries and Benefits	-
Unearned Revenue	-
TOTAL LIABILITIES	-
DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenue:	
Property Taxes	71,317
TOTAL DEFERRED INFLOWS	71,317
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	71,317
FUND BALANCES	
Nonspendable:	
Prepaid Expenses	-
Restricted For:	
Special Revenue Funds	-
Debt Service Funds	313,105
Capital Projects Funds	-
Subsequent Year Expenditures	-
Unassigned	-
TOTAL FUND BALANCES	313,105
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 384,422

**STATE OF NEW MEXICO
TORRANCE COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	Total Nonmajor Debt Service Fund
REVENUES	
Taxes:	
Property Taxes	\$ 120,429
Gross Receipts Taxes	83,794
Gasoline and Motor Vehicle Taxes	-
Other Taxes	-
Federal Operating Grants	-
State Operating Grants	-
State Capital Grants	-
Payments in Lieu of Taxes	-
Charges for Services	-
Investment Income	81,646
Miscellaneous Income	-
TOTAL REVENUES	285,869
EXPENDITURES	
Current:	
General Government	-
Public Safety	-
Public Works	-
Culture and Recreation	-
Health and Welfare	-
Capital Outlay	-
Debt Service:	
Principal	504,039
Interest	62,158
TOTAL EXPENDITURES	566,197
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(280,328)
OTHER FINANCING SOURCES (USES)	
Transfers In	23,474
Transfers Out	-
TOTAL OTHER FINANCING SOURCES (USES)	23,474
NET CHANGE IN FUND BALANCE	(256,854)
FUND BALANCE, BEGINNING	569,959
FUND BALANCE, ENDING	\$ 313,105

OTHER SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
TORRANCE COUNTY
RECONCILIATION OF PROPERTY TAX ROLLS
FOR THE YEAR ENDED JUNE 30, 2021**

Property Taxes Receivable, Beginning of Year	\$ 2,546,505
Changes to Tax Roll:	
Net Taxes Charged to Treasurer for Fiscal Year	10,396,544
Adjustments:	
Charge Off of Taxes Receivable	<u>(1,194,242)</u>
Total Receivables Prior to Collections	11,748,807
Collections for the Fiscal Year Ended June 30, 2021	<u>(9,266,336)</u>
Property Taxes Receivable, End of Year	<u><u>\$ 2,482,471</u></u>
Property Taxes Receivable by years:	
2011 - 2014	\$ 465,500
2015	171,928
2016	199,333
2017	225,945
2018	268,617
2019	396,188
2020	<u>754,960</u>
Total Property Taxes Receivable	<u><u>\$ 2,482,471</u></u>
<u>Property taxes receivable reported in the financial statements as follows:</u>	
Statement of Net Position	\$ 1,248,083
Statement of Fiduciary Net Position	<u>1,234,388</u>
Total Property Taxes Receivable	<u><u>\$ 2,482,471</u></u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021**

Year	Type	ADJUSTED TAX CHARGED PRIOR JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	NM DEBT SERV	\$ 622,926	\$ -	\$ (559,246)	\$ -	\$ (547,867)	\$ (11,379)	\$ 42,761
2019	NM DEBT SERV	605,147	(559,960)	(23,144)	(548,575)	(33,107)	(1,421)	21,663
2018	NM DEBT SERV	564,876	(541,187)	(8,847)	(539,506)	(9,868)	(661)	14,670
2017	NM DEBT SERV	554,489	(538,507)	(3,310)	(537,555)	(3,947)	(315)	12,512
2016	NM DEBT SERV	530,751	(517,887)	(1,714)	(517,601)	(1,836)	(163)	11,056
2015	NM DEBT SERV	517,062	(506,654)	(847)	(506,577)	(816)	(108)	9,488
2014	NM DEBT SERV	490,684	(481,916)	(729)	(481,862)	(697)	(86)	7,981
2013	NM DEBT SERV	481,501	(473,831)	(540)	(473,792)	(515)	(64)	7,083
2012	NM DEBT SERV	467,277	(460,638)	(475)	(460,624)	(437)	(52)	6,119
2011	NM DEBT SERV	446,035	(440,662)	(452)	(440,646)	(416)	(51)	4,878
		<u>5,280,748</u>	<u>(4,521,242)</u>	<u>(599,304)</u>	<u>(4,506,738)</u>	<u>(599,506)</u>	<u>(14,300)</u>	<u>138,211</u>
2020	CO OPERATION	5,218,653	-	(4,664,714)	-	(4,664,714)	-	371,550
2019	CO OPERATION	5,005,609	(4,616,130)	(197,920)	(4,616,130)	(197,920)	-	188,118
2018	CO OPERATION	4,902,462	(4,697,208)	(76,604)	(4,697,208)	(76,604)	-	127,156
2017	CO OPERATION	4,713,747	(4,578,754)	(27,900)	(4,578,754)	(27,900)	-	105,734
2016	CO OPERATION	4,408,623	(4,302,154)	(14,106)	(4,302,154)	(14,106)	-	91,588
2015	CO OPERATION	4,300,306	(4,214,186)	(6,955)	(4,214,186)	(6,955)	-	78,573
2014	CO OPERATION	4,068,228	(3,995,825)	(5,955)	(3,995,825)	(5,955)	-	65,968
2013	CO OPERATION	3,924,040	(3,861,712)	(4,352)	(3,861,712)	(4,352)	-	57,610
2012	CO OPERATION	3,736,076	(3,683,082)	(3,771)	(3,683,082)	(3,771)	-	48,866
2011	CO OPERATION	3,496,930	(3,454,844)	(3,522)	(3,454,844)	(3,522)	-	38,228
	Total	<u>43,774,674</u>	<u>(37,403,895)</u>	<u>(5,005,799)</u>	<u>(37,403,895)</u>	<u>(5,005,799)</u>	<u>-</u>	<u>1,173,391</u>
2020	CO DEBT SERV	109,658	-	(98,019)	-	(98,019)	-	7,807
2019	CO DEBT SERV	385,241	(355,266)	(15,232)	(355,266)	(15,232)	-	14,478
2018	CO DEBT SERV	382,535	(366,493)	(5,991)	(366,493)	(5,991)	-	9,934
2017	CO DEBT SERV	364,493	(353,987)	(2,176)	(353,987)	(2,176)	-	8,225
2016	CO DEBT SERV	377,378	(368,231)	(1,219)	(368,231)	(1,219)	-	7,861
2015	CO DEBT SERV	352,140	(345,052)	(577)	(345,052)	(577)	-	6,462
2014	CO DEBT SERV	357,517	(351,129)	(531)	(351,129)	(531)	-	5,815
2013	CO DEBT SERV	338,761	(333,365)	(380)	(333,365)	(380)	-	4,983
2012	CO DEBT SERV	343,989	(339,102)	(350)	(339,102)	(350)	-	4,504
2011	CO DEBT SERV	422,611	(417,519)	(428)	(417,519)	(428)	-	4,622
	Total	<u>\$ 3,434,323</u>	<u>\$ (3,230,144)</u>	<u>\$ (124,903)</u>	<u>\$ (3,230,144)</u>	<u>\$ (124,903)</u>	<u>\$ -</u>	<u>\$ 74,691</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021**

Year	Type	ADJUSTED TAX CHARGED PRIOR JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	SCH LEVY	\$ 200,382	\$ -	\$ (179,049)	\$ -	\$ (175,376)	\$ (3,674)	\$ 13,838
2019	SCH LEVY	192,136	(177,521)	(7,427)	(173,841)	(10,653)	(453)	7,052
2018	SCH LEVY	186,158	(178,539)	(2,841)	(178,002)	(3,172)	(206)	4,718
2017	SCH LEVY	179,606	(174,512)	(1,068)	(174,214)	(1,267)	(98)	3,971
2016	SCH LEVY	169,863	(165,772)	(536)	(165,681)	(574)	(52)	3,525
2015	SCH LEVY	166,354	(163,035)	(268)	(163,012)	(256)	(36)	3,028
2014	SCH LEVY	157,783	(154,964)	(228)	(154,947)	(217)	(28)	2,572
2013	SCH LEVY	152,364	(149,943)	(164)	(149,931)	(156)	(20)	2,243
2012	SCH LEVY	147,172	(145,084)	(143)	(145,080)	(132)	(16)	1,931
2011	SCH LEVY	139,944	(138,262)	(138)	(138,258)	(125)	(17)	1,531
	Total	1,691,762	(1,447,632)	(191,862)	(1,442,966)	(191,928)	(4,600)	44,409
2020	SCH DEBT SERV	2,784,698	-	(2,447,947)	-	(2,391,320)	(56,627)	215,531
2019	SCH DEBT SERV	2,627,250	(2,399,694)	(112,079)	(2,343,869)	(160,709)	(7,195)	113,302
2018	SCH DEBT SERV	2,567,750	(2,445,684)	(42,871)	(2,437,118)	(47,987)	(3,450)	78,444
2017	SCH DEBT SERV	2,577,164	(2,494,480)	(15,086)	(2,489,589)	(18,377)	(1,599)	66,860
2016	SCH DEBT SERV	2,478,138	(2,408,278)	(9,027)	(2,406,681)	(9,741)	(883)	60,422
2015	SCH DEBT SERV	2,523,352	(2,464,633)	(4,910)	(2,464,217)	(4,725)	(601)	53,459
2014	SCH DEBT SERV	2,504,942	(2,452,724)	(4,499)	(2,452,482)	(4,264)	(478)	47,441
2013	SCH DEBT SERV	2,388,521	(2,344,364)	(3,379)	(2,344,187)	(3,141)	(415)	40,564
2012	SCH DEBT SERV	1,946,829	(1,913,985)	(2,692)	(1,913,961)	(2,406)	(311)	30,001
2011	SCH DEBT SERV	1,925,454	(1,897,950)	(2,332)	(1,897,867)	(2,177)	(237)	25,040
	Total	24,324,098	(20,821,792)	(2,644,822)	(20,749,971)	(2,644,847)	(71,796)	731,064
2020	SCH CAPT IMPRV	794,024	-	(713,768)	-	(699,275)	(14,493)	54,959
2019	SCH CAPT IMPRV	775,386	(717,246)	(29,804)	(702,208)	(43,051)	(1,791)	27,840
2018	SCH CAPT IMPRV	768,388	(737,208)	(11,835)	(734,987)	(13,196)	(860)	19,106
2017	SCH CAPT IMPRV	751,143	(730,109)	(4,497)	(728,863)	(5,329)	(414)	16,317
2016	SCH CAPT IMPRV	725,507	(708,544)	(2,268)	(708,171)	(2,425)	(216)	14,562
2015	SCH CAPT IMPRV	706,270	(692,488)	(1,113)	(692,385)	(1,073)	(143)	12,569
2014	SCH CAPT IMPRV	717,712	(704,858)	(1,070)	(704,780)	(1,023)	(126)	11,697
2013	SCH CAPT IMPRV	700,973	(689,769)	(792)	(689,713)	(755)	(94)	10,344
2012	SCH CAPT IMPRV	681,644	(671,921)	(697)	(671,901)	(641)	(77)	8,959
2011	SCH CAPT IMPRV	648,773	(640,936)	(658)	(640,913)	(606)	(75)	7,116
	Total	\$ 7,269,820	\$ (6,293,079)	\$ (766,502)	\$ (6,273,921)	\$ (767,374)	\$ (18,289)	\$ 183,469

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021**

Year	Type	ADJUSTED TAX CHARGED PRIOR - JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	SCH CHARTER	\$ 83,498	\$ -	\$ (70,637)	\$ -	\$ (68,653)	\$ (1,985)	\$ 7,375
2019	SCH CHARTER	69,444	(61,848)	(3,600)	(60,238)	(4,963)	(247)	3,910
2018	SCH CHARTER	61,080	(57,508)	(1,143)	(57,262)	(1,280)	(109)	2,415
2017	SCH CHARTER	59,192	(56,939)	(331)	(56,802)	(424)	(44)	1,908
2016	SCH CHARTER	50,943	(49,127)	(230)	(49,083)	(251)	(23)	1,581
2015	SCH CHARTER	48,733	(47,297)	(131)	(47,287)	(123)	(17)	1,300
	Total	372,890	(272,719)	(76,072)	(270,672)	(75,694)	(2,425)	18,489
2020	CATTLE LEVY	39,986	-	(39,342)	-	(37,965)	(1,377)	2,970
2019	CATTLE LEVY	43,940	(41,763)	(1,364)	(41,455)	(1,622)	(49)	811
2018	CATTLE LEVY	49,272	(48,517)	(318)	(48,477)	(336)	(21)	428
2017	CATTLE LEVY	62,177	(61,042)	(80)	(61,003)	(117)	(2)	886
2016	CATTLE LEVY	53,998	(53,361)	(4)	(53,294)	(70)	-	634
2015	CATTLE LEVY	49,364	(48,864)	-	(48,864)	-	-	500
2014	CATTLE LEVY	38,110	(37,663)	-	(37,663)	-	-	430
2013	CATTLE LEVY	41,200	(40,850)	(10)	(40,850)	(10)	-	337
2012	CATTLE LEVY	36,614	(36,277)	-	(36,277)	-	-	337
2011	CATTLE LEVY	33,028	(32,941)	-	(32,941)	-	-	87
	Total	447,689	(401,278)	(41,118)	(400,824)	(40,120)	(1,449)	7,420
2020	SHEEP LEVY	339	-	(314)	-	(287)	(27)	25
2019	SHEEP LEVY	363	(322)	(40)	(320)	(42)	-	-
2018	SHEEP LEVY	354	(353)	(1)	(351)	(2)	(1)	-
2017	SHEEP LEVY	348	(343)	-	(340)	(2)	-	5
2016	SHEEP LEVY	324	(322)	-	(319)	(4)	-	2
2015	SHEEP LEVY	242	(240)	-	(240)	-	-	2
2014	SHEEP LEVY	270	(267)	-	(267)	-	-	3
2013	SHEEP LEVY	425	(421)	-	(421)	-	-	3
2012	SHEEP LEVY	529	(527)	-	(527)	-	-	2
2011	SHEEP LEVY	249	(246)	-	(246)	-	-	4
	Total	3,443	(3,041)	(355)	(3,031)	(337)	(28)	46
2020	GOATS LEVY	131	-	(81)	-	(79)	(1)	50
2019	GOATS LEVY	111	(87)	(2)	(82)	(8)	-	22
2018	GOATS LEVY	68	(60)	(2)	(58)	(5)	-	6
2017	GOATS LEVY	99	(88)	(2)	(86)	(5)	-	9
2016	GOATS LEVY	78	(73)	-	(73)	-	-	5
2015	GOATS LEVY	63	(61)	-	(61)	-	-	2
2014	GOATS LEVY	61	(60)	-	(60)	-	-	1
2013	GOATS LEVY	61	(61)	-	(61)	-	-	-
2012	GOATS LEVY	40	(40)	-	(40)	-	-	-
2011	GOATS LEVY	25	(25)	-	(25)	-	-	-
	Total	\$ 737	\$ (555)	\$ (87)	\$ (546)	\$ (97)	\$ (1)	\$ 95

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021**

Year	Type	ADJUSTED TAX CHARGED PRIOR - JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	EQUINE LEVY	\$ 1,462	\$ -	\$ (1,222)	\$ -	\$ (1,198)	\$ (24)	\$ 240
2019	EQUINE LEVY	1,541	(1,443)	(54)	(1,391)	(106)	-	44
2018	EQUINE LEVY	1,370	(1,324)	-	(1,302)	(22)	-	46
2017	EQUINE LEVY	1,406	(1,286)	(3)	(1,286)	(3)	-	116
2016	EQUINE LEVY	1,432	(1,310)	(4)	(1,308)	(5)	-	119
2015	EQUINE LEVY	1,287	(1,186)	-	(1,180)	(5)	-	101
2014	EQUINE LEVY	1,158	(1,138)	-	(1,132)	(6)	-	17
2013	EQUINE LEVY	1,232	(1,203)	(1)	(1,197)	(7)	-	27
2012	EQUINE LEVY	1,181	(1,168)	-	(1,162)	(6)	-	13
2011	EQUINE LEVY	1,292	(1,283)	-	(1,283)	-	-	9
	Total	13,361	(11,341)	(1,284)	(11,241)	(1,358)	(24)	732
2020	DAIRY CTL LEVY	1,934	-	(1,218)	-	(1,218)	-	716
2019	DAIRY CTL LEVY	1,513	(1,509)	-	(1,509)	-	-	4
2018	DAIRY CTL LEVY	7,285	(7,279)	-	(7,279)	-	-	5
2017	DAIRY CTL LEVY	9,008	(9,005)	-	(9,005)	-	-	3
2016	DAIRY CTL LEVY	7,669	(7,669)	-	(7,669)	-	-	-
2015	DAIRY CTL LEVY	8,112	(8,112)	-	(8,112)	-	-	-
2014	DAIRY CTL LEVY	8,953	(8,952)	-	(8,952)	-	-	2
2013	DAIRY CTL LEVY	8,960	(8,960)	-	(8,960)	-	-	-
2012	DAIRY CTL LEVY	8,369	(8,369)	-	(8,369)	-	-	-
2011	DAIRY CTL LEVY	1,429	(1,429)	-	(1,429)	-	-	-
	Total	63,232	(61,284)	(1,218)	(61,284)	(1,218)	-	730
2020	SWINE LEVY	28	-	(24)	-	(24)	-	4
2019	SWINE LEVY	12	(12)	-	(12)	-	-	-
2018	SWINE LEVY	8	(7)	-	(7)	-	-	1
2017	SWINE LEVY	13	(12)	-	(12)	-	-	1
2016	SWINE LEVY	10	(10)	-	(10)	-	-	-
2015	SWINE LEVY	12	(12)	-	(11)	-	-	-
2014	SWINE LEVY	11	(11)	-	(11)	(1)	-	-
2013	SWINE LEVY	16	(16)	-	(16)	(1)	-	-
	Total	110	(80)	(24)	(79)	(26)	-	6
2020	BISON LEVY	3,707	-	-	-	-	-	-
2019	BISON LEVY	172	(172)	-	(158)	(14)	-	-
2018	BISON LEVY	89	(89)	-	(88)	(1)	-	1
2017	BISON LEVY	471	(470)	-	(469)	(2)	-	-
2016	BISON LEVY	484	(484)	-	(484)	-	-	-
2015	BISON LEVY	517	(517)	-	(517)	-	-	-
2014	BISON LEVY	317	(317)	-	(317)	-	-	-
2013	BISON LEVY	352	(346)	-	(346)	-	-	7
2012	BISON LEVY	467	(467)	-	(467)	-	-	-
2011	BISON LEVY	392	(392)	-	(392)	-	-	-
	Total	\$ 6,968	\$ (3,254)	\$ -	\$ (3,238)	\$ (17)	\$ -	\$ 8

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021**

Year	Type	ADJUSTED TAX CHARGED PRIOR - JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	RATITES	\$ 1	\$ -	\$ (1)	\$ -	\$ (1)	\$ -	\$ -
2017	RATITES	1	(1)	-	(1)	-	-	-
2016	RATITES	1	(1)	-	(1)	-	-	-
2015	RATITES	1	(1)	-	(1)	-	-	-
2014	RATITES	2	(2)	-	(2)	-	-	-
2013	RATITES	-	-	-	-	-	-	-
	Total	6	(5)	(1)	(5)	(1)	-	-
2019	NON-RENDITION	4	-	(4)	-	(4)	-	-
2018	NON-RENDITION	15	-	(2)	-	(2)	-	13
2017	NON-RENDITION	36	(18)	(9)	(18)	(2)	(7)	8
2016	NON-RENDITION	261	(245)	(16)	(245)	(16)	-	-
2015	NON-RENDITION	1,937	(1,917)	(19)	(1,917)	(19)	-	-
2014	NON-RENDITION	163	(141)	(22)	(141)	(22)	-	-
2013	NON-RENDITION	2	(2)	-	(2)	-	-	-
2012	NON-RENDITION	5	(5)	-	(5)	-	-	-
2011	NON-RENDITION	5	(5)	-	(5)	-	-	-
	Total	2,428	(2,333)	(72)	(2,333)	(65)	(7)	21
2020	ADMINISTRATIVE	4,613	-	(4,277)	-	(4,130)	(146)	356
2019	ADMINISTRATIVE	4,201	(3,826)	(197)	(3,689)	(304)	(29)	200
2018	ADMINISTRATIVE	4,300	(4,088)	(56)	(4,084)	(42)	(18)	156
2017	ADMINISTRATIVE	4,356	(4,194)	(31)	(4,186)	(25)	(14)	132
2016	ADMINISTRATIVE	4,526	(4,385)	(17)	(4,382)	(17)	(4)	123
2015	ADMINISTRATIVE	4,765	(4,645)	(9)	(4,641)	(10)	(4)	111
2014	ADMINISTRATIVE	4,935	(4,826)	(6)	(4,826)	(6)	-	103
2013	ADMINISTRATIVE	5,867	(5,777)	(8)	(5,777)	(3)	(4)	81
2012	ADMINISTRATIVE	5,004	(4,914)	(3)	(4,914)	(3)	-	87
2011	ADMINISTRATIVE	5,265	(5,172)	(7)	(5,172)	(7)	-	86
	Total	47,832	(41,827)	(4,611)	(41,671)	(4,547)	(219)	1,435
2020	EDGEWOOD SWCD	103,648	-	(88,846)	-	(86,020)	(2,826)	11,274
2019	EDGEWOOD SWCD	102,707	(90,391)	(5,377)	(87,789)	(7,666)	(312)	6,881
2018	EDGEWOOD SWCD	101,933	(94,471)	(2,433)	(93,946)	(2,777)	(181)	5,014
2017	EDGEWOOD SWCD	113,747	(108,580)	(781)	(108,353)	(926)	(82)	4,369
2016	EDGEWOOD SWCD	102,575	(97,985)	(576)	(97,855)	(637)	(68)	3,999
2015	EDGEWOOD SWCD	99,427	(95,760)	(303)	(95,749)	(268)	(46)	3,348
2014	EDGEWOOD SWCD	97,011	(93,731)	(312)	(93,729)	(276)	(39)	2,955
2013	EDGEWOOD SWCD	94,447	(91,464)	(253)	(91,465)	(217)	(34)	2,726
2012	EDGEWOOD SWCD	92,021	(89,502)	(217)	(89,503)	(200)	(17)	2,297
2011	EDGEWOOD SWCD	91,712	(89,658)	(199)	(89,659)	(177)	(21)	1,851
	Total	\$ 999,228	\$ (851,542)	\$ (99,297)	\$ (848,048)	\$ (99,164)	\$ (3,626)	\$ 44,714

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021**

Year	Type	ADJUSTED TAX CHARGED PRIOR - JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	CLAUNCH PINTO	\$ 75,197	\$ -	\$ (72,751)	\$ -	\$ (72,048)	\$ (703)	\$ 2,603
2019	CLAUNCH PINTO	73,898	(70,577)	(2,293)	(69,584)	(3,244)	(42)	999
2018	CLAUNCH PINTO	73,821	(71,977)	(1,243)	(71,836)	(1,383)	-	572
2017	CLAUNCH PINTO	70,662	(69,540)	(654)	(69,498)	(695)	-	438
2016	CLAUNCH PINTO	68,079	(67,621)	(91)	(67,615)	(96)	-	351
2015	CLAUNCH PINTO	64,636	(64,350)	(3)	(64,349)	(3)	-	284
2014	CLAUNCH PINTO	60,716	(60,485)	1	(60,481)	(2)	-	232
2013	CLAUNCH PINTO	59,783	(59,571)	1	(59,571)	2	-	213
2012	CLAUNCH PINTO	59,542	(59,252)	1	(59,252)	1	-	291
2011	CLAUNCH PINTO	56,442	(56,269)	2	(56,269)	3	-	175
	Total	662,776	(579,642)	(77,030)	(578,455)	(77,465)	(745)	6,158
2020	EAST TORRANCE	148,510	-	(135,152)	-	(132,646)	(2,506)	10,445
2019	EAST TORRANCE	157,246	(147,693)	(4,685)	(144,405)	(7,581)	(392)	4,871
2018	EAST TORRANCE	155,210	(150,197)	(1,806)	(149,822)	(2,056)	(126)	3,200
2017	EAST TORRANCE	140,756	(137,485)	(578)	(137,274)	(714)	(74)	2,687
2016	EAST TORRANCE	137,948	(135,209)	(345)	(135,174)	(336)	(45)	2,394
2015	EAST TORRANCE	131,409	(129,109)	(120)	(129,097)	(109)	(23)	2,180
2014	EAST TORRANCE	126,933	(125,218)	(80)	(125,208)	(68)	(22)	1,635
2013	EAST TORRANCE	124,105	(122,596)	(48)	(122,581)	(63)	-	1,461
2012	EAST TORRANCE	119,436	(118,126)	(46)	(118,115)	(56)	-	1,265
2011	EAST TORRANCE	115,039	(113,821)	(73)	(113,818)	(72)	(4)	1,146
	Total	1,356,592	(1,179,454)	(142,933)	(1,175,494)	(143,701)	(3,192)	31,284
2020	CARRIZOZO SWCD	339	-	(181)	-	(181)	-	157
2019	CARRIZOZO SWCD	319	(273)	(49)	(273)	(49)	-	-
2018	CARRIZOZO SWCD	267	(267)	-	(267)	-	-	-
2017	CARRIZOZO SWCD	153	(153)	-	(153)	-	-	-
2016	CARRIZOZO SWCD	11	(11)	-	(11)	-	-	-
2015	CARRIZOZO SWCD	11	(11)	-	(11)	-	-	-
2014	CARRIZOZO SWCD	8	(8)	-	(8)	-	-	-
2013	CARRIZOZO SWCD	8	(8)	-	(8)	-	-	-
2012	CARRIZOZO SWCD	8	(8)	-	(8)	-	-	-
2011	CARRIZOZO SWCD	8	(8)	-	(8)	-	-	-
	Total	\$ 1,132	\$ (747)	\$ (230)	\$ (747)	\$ (230)	\$ -	\$ 157

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Year	Type	ADJUSTED TAX CHARGED PRIOR - JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	MUN OPERATION	\$ 202,810	\$ -	\$ (189,547)	\$ -	\$ (183,751)	\$ (5,796)	\$ 12,299
2019	MUN OPERATION	200,485	(182,758)	(11,301)	(179,213)	(14,178)	(668)	5,993
2018	MUN OPERATION	188,137	(182,196)	(3,221)	(181,423)	(3,432)	(562)	2,648
2017	MUN OPERATION	169,231	(166,016)	(1,450)	(165,499)	(1,700)	(266)	1,735
2016	MUN OPERATION	164,690	(163,229)	(393)	(163,197)	(383)	(41)	1,054
2015	MUN OPERATION	162,119	(161,443)	(148)	(161,427)	(162)	(1)	515
2014	MUN OPERATION	153,444	(152,795)	(116)	(152,778)	(133)	-	533
2013	MUN OPERATION	147,377	(147,104)	(25)	(147,096)	(34)	-	248
2012	MUN OPERATION	139,174	(138,968)	(6)	(138,968)	(6)	-	200
2011	MUN OPERATION	129,258	(129,064)	(44)	(129,064)	(44)	-	150
	Total	1,656,725	(1,423,573)	(206,251)	(1,418,665)	(203,823)	(7,334)	25,375
2018	SCH TECH DEBT	66,171	(65,925)	(151)	(65,925)	(120)	(31)	84
2017	SCH TECH DEBT	50,619	(50,509)	(80)	(50,441)	(131)	(17)	30
2016	SCH TECH DEBT	52,964	(52,850)	(57)	(52,850)	(50)	(7)	57
2015	SCH TECH DEBT	28,396	(28,360)	(30)	(28,360)	(11)	(18)	6
2014	SCH TECH DEBT	24,790	(24,765)	(20)	(24,765)	(3)	(17)	5
2013	SCH TECH DEBT	14,959	(14,954)	(2)	(14,954)	(2)	-	3
2011	SCH TECH DEBT	41,770	(41,341)	(38)	(41,340)	(33)	(6)	382
	Total	\$ 279,669	\$ (278,704)	\$ (378)	\$ (278,635)	\$ (350)	\$ (96)	\$ 567

**STATE OF NEW MEXICO
TORRANCE COUNTY
PROPERTY TAX SCHEDULE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Year	County	ADJUSTED TAX CHARGED PRIOR - JUL 1, 2020	TAX COLLECTED PRIOR TO JUL 1, 2020	TOTAL TAX COLLECTED	DISTRIBUTED JUL 1, 2020 -JUN 30, 2021	TOTAL DISTRIBUTED	UNDISTRIBUTED JUL 1, 2020 -JUN 30, 2021	OUTSTANDING RECEIVABLE AS JUN 30, 2021
2020	Torrance County	\$ 10,396,544	\$ -	\$ (9,266,336)	\$ -	\$ (9,164,772)	\$ (101,564)	\$ 754,960
2019	Torrance County	10,246,725	(9,428,491)	(414,572)	(9,330,007)	(500,453)	(12,599)	396,188
2018	Torrance County	10,081,549	(9,650,577)	(159,365)	(9,635,441)	(168,276)	(6,226)	268,617
2017	Torrance County	9,822,917	(9,536,030)	(58,036)	(9,527,388)	(63,742)	(2,932)	225,945
2016	Torrance County	9,336,253	(9,104,758)	(30,603)	(9,102,089)	(31,766)	(1,502)	199,333
2015	Torrance County	9,166,515	(8,977,933)	(15,433)	(8,977,253)	(15,112)	(997)	171,928
2014	Torrance County	8,813,748	(8,651,795)	(13,567)	(8,651,365)	(13,204)	(796)	147,390
2013	Torrance County	8,484,954	(8,346,317)	(9,953)	(8,346,005)	(9,634)	(631)	127,933
2012	Torrance County	7,785,377	(7,671,435)	(8,399)	(7,671,357)	(8,007)	(473)	104,872
2011	Torrance County	7,555,661	(7,461,827)	(7,889)	(7,461,698)	(7,604)	(411)	85,305
		<u>\$ 91,690,243</u>	<u>\$ (78,829,163)</u>	<u>\$ (9,984,153)</u>	<u>\$ (78,702,603)</u>	<u>\$ (9,982,570)</u>	<u>\$ (128,131)</u>	<u>\$ 2,482,471</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
LIST OF INDIVIDUAL DEPOSIT AND INVESTMENT ACCOUNTS
JUNE 30, 2021**

Account Name	US Bank	NMFA Cash Reserves (Restricted Cash)	New Mexico LGIP (Investments)	Total Cash, Restricted Cash and Investments
Checking Operational	\$ 3,026,824	\$ -	\$ -	\$ 3,026,824
Investments	2,250,205	162,946	-	2,413,151
NMFA Reserve	-	-	7,040,706	7,040,706
Total	<u>5,277,029</u>	<u>162,946</u>	<u>7,040,706</u>	<u>12,480,681</u>
Reconciling Items	(816,741)	-	-	(816,741)
Reconciled Balance	<u><u>\$ 4,460,288</u></u>	<u><u>\$ 162,946</u></u>	<u><u>\$ 7,040,706</u></u>	<u><u>\$ 11,663,940</u></u>
Petty Cash				\$ 1,000
Less: Investments - Governmental Activities				(6,656,593)
Less: Investments - Fiduciary Funds				(384,113)
Less: Fiduciary Funds Cash				(221,142)
Less: Restricted Cash				<u>(162,946)</u>
Total unrestricted cash and cash equivalents				<u>\$ 4,240,146</u>

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF PLEDGED COLLATERAL
FOR THE YEAR ENDED JUNE 30, 2021**

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>LOC Number</u>	<u>Fair Market Value at June 30, 2021</u>	<u>Name and Location of Safekeeper</u>
US Bank	Letter of Credit	10/1/2021	553848	\$ 5,000,000	FHLB Cincinnati, Cincinnati, OH
US Bank	Letter of Credit	8/31/2021	554501	2,000,000	FHLB Cincinnati, Cincinnati, OH
US Bank	Letter of Credit	8/31/0021	554513	<u>1,000,000</u>	FHLB Cincinnati, Cincinnati, OH
Total Pledged Collateral				<u>\$ 8,000,000</u>	



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

Honorable Brian S. Colón, Esq., CFE
New Mexico State Auditor
and
Honorable Members of the Board of County Commissioners
Torrance County
Estancia, New Mexico

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the general fund and major special revenue fund of Torrance County, New Mexico (the "County") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and the combining and individual funds of the County, presented as supplementary information, and have issued our report thereon dated November 23, 2021.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less than severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses as item 2021-001 that we consider to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards*, and which are described in the accompanying schedule of findings and responses as item 2021-002.

County's Response to Findings

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

Purpose of this Report

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

Kubiak Melton & Associates, LLC

Kubiak Melton & Associates, LLC
Auditors – Business Consultants - CPAs

Albuquerque, New Mexico
November 23, 2021

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2021**

Section I. Summary of Audit Results

Financial Statements:

- | | |
|--|------------|
| 1. Type of Auditors' Report Issued: | Unmodified |
| 2. Internal Control Over Financial Reporting: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified? | Yes |
| c. Noncompliance material to financial statements noted? | No |

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Section II. Financial Statement Findings

**2021-001 (FS 2019-001) - Financial Close and Material Adjustments (Improper Year-End Accruals)
(Significant Deficiency) - Repeated and Modified**

Condition: During our testwork over the County's cutoff procedures, we noted that twelve (12) out of seventeen (17) transactions tested were not properly accrued as accounts payable at June 30, 2021. Eight (8) transactions totaling \$369,150 were improperly included in accounts payable and four (4) transactions totaling \$294,655 were improperly excluded from accounts payable as of June 30, 2021.

Management's Progress: The County made significant progress toward correcting this overall finding during FY2021. However, we noted that their cutoff procedures still need improvement.

Criteria: Some of the key underlying concepts of AU-C 265 Communicating Internal Control Related Matters Identified in an audit:

- The auditor cannot be part of a client's internal control. Becoming part of a client's internal control impairs the auditor's independence.
- What the auditor does is independent of the client's internal control over financial reporting. Therefore, the auditor cannot be a compensating control for the client.
- A system of internal control over the financial reporting does not stop at the general ledger; rather it includes controls over the review of the financial statements.

Financial Close and the recording of these adjustments are considered significant processes of internal control and should be performed by the County's staff or addressed as nonaudit procedures to be performed by the auditor, but all threats to independence must be properly mitigated according to independence requirements.

Cause: The County did not have proper internal controls in place to ensure that expenditures are being recognized in the correct fiscal year.

Effect: A net audit adjustment of \$74,495 was proposed by the auditors to correct accounts payable and related expenditures as of and for the year ended June 30, 2021.

Auditors' Recommendations: The County should design and implement internal controls to ensure accounts payable and expenditures are being captured in the correct fiscal years.

Management's Response: The County will implement more training for the staff in Finance to ensure they know what constitutes a prior year payment (Accounts Payable). The Finance Director will review all AP at the beginning of the fiscal year and make determinations if it should be included in the prior year AP listings. After this determination, a spreadsheet will be started. On July 1st of each year, to track all prior year AP, the spreadsheet will be reviewed for accuracy prior to submittal to auditors.

Management's Timeline to Correct: June 30, 2021

Responsible Party: Finance Director

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Section II. Financial Statement Findings (continued)

2021-002 (FS 2020-001) - Reporting (Other Noncompliance) – Repeated

Condition: During our testwork over the County's grant reporting, we noted seven (7) instances of late reporting under the Rural Primary Health Care Grant for the year ended June 30, 2021.

Management's Progress: The County did make significant progress toward correcting this finding subsequent to the FY2020 audit.

Cause: The Memorandum of Agreement between New Mexico department of Health (DOH), dated June 24, 2020, states the County shall comply with the following reporting:

- Submit for agency approval a monthly invoice equal to 1/12 draw for the previous completed month's services by the 3rd working day of each month in the amount of \$7,502.
- Submit for agency approval the annual project level of operations forms, Contract Action Plan, and Quality Improvement/Assurance Plan by the 3rd working day in August in each fiscal year with an invoice no to exceed \$11,100.
- Submit for agency approval the Monthly Level of Operations and Summary Monthly Narrative Report by the 2nd Friday of each month in each fiscal year.

Effect: The County was noncompliant with its reporting requirement set by its Grantor for the fiscal year ended June 30, 2021.

Auditors' Recommendations: The County should design and implement internal controls to ensure the County is submitting all reporting to Grantors in a timely manner.

Management's Response: Due to unforeseen circumstances, the Grants Department was unable to provide the requested documentation. If they were available, the County feels this finding would have been resolved. The County will work better to ensure that deadlines are met, or proper documentation of any extensions is documented in written form. The County will also ensure that access to files is given to upper management personnel and that upper management personnel have a better understanding of where to find information when needed.

Management's Timeline to Correct: Immediately moving forward.

Responsible Party: Grants Manager, Grants Assistant, Finance Director, Deputy County Manager.

**STATE OF NEW MEXICO
TORRANCE COUNTY
SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Section III. New Mexico State Audit Rule Section 12-6-5 NMSA 1978 Findings

None

Section IV. Status of Prior Year Findings

2021-001 (FS 2019-001) - Financial Close and Material Adjustments (Significant Deficiency) – Repeated and Modified

2021-002 (FS 2020-001) - Reporting (Other Noncompliance) – Repeated

NM 2020-001 - Exceeded Budget Authority (Other Noncompliance) – Resolved

NM 2020-002 - Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance) – Resolved

**STATE OF NEW MEXICO
TORRANCE COUNTY
EXIT CONFERENCE
FOR THE YEAR ENDED JUNE 30, 2021**

An exit conference was held on November 23, 2021 to discuss the results of the audit. Attending were the following:

Representing the County:

LeRoy M. Candelaria, County Commissioner
Tracy Sedillo, County Treasurer
Janice Y. Barela, County Manager
Juan Torres, Deputy County Manager
Jeremy Oliver, Finance Director
Noah Sedillo, Chief Procurement Officer
Joanna Romero, Assistant Finance Director

Representing the Independent Auditors:

Daniel O. Trujillo, CPA, CFE, CGFM, CGMA – Member – Director of Audit
Jose “Joe” Ortiz - Audit Manager
Shi “Richard” Lu, CPA – Audit Senior

The audited financial statements of the County, were prepared from the original books and records provided by and with the assistance of the management of the County and Kubiak Melton and Associates, LLC.