

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
Santa Fe, New Mexico**

**FINANCIAL STATEMENTS
June 30, 2013**

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STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
OFFICIAL ROSTER
June 30, 2013

Cabinet Secretary	Thomas E. Clifford, Ph.D.
Deputy Secretary	Ricky Bejarano, CPA

Division	Director
Administrative Services	Vacant
Board of Finance	Stephanie Schardin Clark
Financial Control	Ricky Bejarano, CPA
Local Government	Ryan Gleason
State Budget	Michael Marcelli



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INDEPENDENT AUDITORS' REPORT

Mr. Thomas E. Clifford, Ph.D, Cabinet Secretary
State of New Mexico
Department of Finance and Administration
and
Mr. Hector H. Balderas, New Mexico State Auditor

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparisons for the general fund and major special revenue funds of the State of New Mexico Department of Finance and Administration (the Department), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the Department's nonmajor governmental funds, fiduciary funds and the budgetary comparisons for the major capital project funds, and all nonmajor funds presented as supplemental information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2013, 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 auditors' 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 Department as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental and fiduciary fund of the Department as of June 30, 2013, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparisons for the major capital project funds and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 12 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the Department's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of Federal Awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the other schedules required by 2.2.2.NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards and other schedules required by 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 *Schedule of Expenditures and other schedules required by 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 December 2, 2013 on our consideration of the District'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 District's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

Albuquerque, New Mexico
December 2, 2013

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2013

The following Management's Discussion and Analysis, or MD&A, for the State of New Mexico, Department of Finance and Administration (the Department) introduces the basic financial statements and provides an analytical overview of the Department's financial condition and results of operations as of and for the year ended June 30, 2013, with comparative numbers for the year ended June 30, 2012. This summary should not be taken as a replacement for the basic financial statements.

The MD&A is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis -for State and Local Governments*, issued June 1999; GASB Statement No. 37, *Basic Financial Statements - and Management's Discussion and Analysis -for State and Local Governments: Omnibus, an amendment to GASB Statements No. 21 and No. 34*, issued in June 2001, and; GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, issued in 2001.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The Department is one of several agencies within the government of the State of New Mexico, and as such, the only focus of this financial report is on the Department, and not the State of New Mexico taken as a whole. The financial statements include the following three elements: (1) Management's Discussion and Analysis, (2) the Basic Financial Statements, and (3) Other Supplementary Information. The basic financial statements include two kinds of statements that present different views of the Department:

The first two statements are agency-wide financial statements that report information about the Department's overall financial condition and results of operations, both long-term and short-term, using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the Department's assets, liabilities, and net position. All revenues and expenses are accounted for in the Statement of Activities, regardless of when interest in State Treasurer Investment Pool is received or disbursed. The remaining statements are fund financial statements.

Governmental funds statements, including the Balance Sheet and Statement of Revenues, Expenditures, and Change in Fund Balances, focus on individual parts of the Department, reporting the Department's financial condition and results of operations in more detail than the agency-wide statements, and tell how general government services were financed in the short term as well as what remains for future spending. Emphasis is on the general and major funds. Non-major governmental funds are summarized in a single column.

Statement of Revenues and Expenditures - Budget and Actual (Budgetary Basis) reports the original approved budget, final approved budget, and actual results presented on the budgetary basis of reporting for the general fund and all major funds. A separate column is presented to report any variances between the final budget and actual amounts.

Statement of Fiduciary Net Assets provides information about the financial relationships in which the Department acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

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DEPARTMENT OF FINANCE AND ADMINISTRATION
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Additional details about the basic financial statements are found in the Notes to the Financial Statements and the Supplementary Information sections.

FINANCIAL ANALYSIS OF THE DEPARTMENT AS A WHOLE

The following condensed financial information was derived from the agency-wide financial statements and compares the current year to the prior year:

Condensed Statement of Net Position

	<u>June 30, 2013</u>	<u>June 30, 2012</u>	<u>Increase/ (Decrease)</u>	<u>Percentage Change</u>
ASSETS				
Current assets	\$ 1,078,022,773	\$ 1,012,907,216	\$ 65,115,557	6%
Capital assets	<u>168,372</u>	<u>156,249</u>	<u>12,123</u>	8%
TOTAL ASSETS	<u>\$ 1,078,191,145</u>	<u>\$ 1,013,063,465</u>	<u>\$ 65,127,680</u>	6%
LIABILITIES				
Current liabilities	\$ 82,003,135	\$ 103,643,701	\$ (21,640,566)	-21%
Long-term liabilities	<u>-</u>	<u>59,098</u>	<u>(59,098)</u>	-100%
Total liabilities	<u>82,003,135</u>	<u>103,702,799</u>	<u>(21,699,664)</u>	-21%
NET POSITION				
Net investment in capital assets	168,372	156,249	12,123	8%
Restricted	13,380,402	12,263,124	1,117,278	9%
Unrestricted	<u>982,639,236</u>	<u>896,941,293</u>	<u>85,697,943</u>	10%
Total net position	<u>996,188,010</u>	<u>909,360,666</u>	<u>86,827,344</u>	10%
TOTAL LIABILITIES AND NET POSITION	<u>\$ 1,078,191,145</u>	<u>\$ 1,013,063,465</u>	<u>\$ 65,127,680</u>	6%

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Condensed Statement of Activities

	<u>June 30, 2013</u>	<u>June 30, 2012</u>	<u>Increase/ (Decrease)</u>	<u>Percentage Change</u>
Governmental revenue and expenses:				
Program revenues	\$ 14,575,200	\$ 20,546,435	\$ (5,971,235)	-29%
Program expenses:				
Policy development	3,082,812	2,569,671	513,141	20%
Program support	1,366,845	1,480,519	(113,674)	-8%
Community development	2,989,011	3,518,206	(529,195)	-15%
Fiscal management	5,402,848	5,308,315	94,533	2%
Grants to others	72,795,302	72,444,603	350,699	0%
Other fiscal support	<u>10,120,922</u>	<u>10,623,720</u>	<u>(502,798)</u>	-5%
Total program expenses	<u>95,757,740</u>	<u>95,945,034</u>	<u>(187,294)</u>	0%
Deficiency	<u>(81,182,540)</u>	<u>(75,398,599)</u>	<u>(5,783,941)</u>	8%
General fund appropriations	25,241,238	25,423,998	(182,760)	-1%
Capital Projects Appropriation	-	1,660,700	(1,660,700)	-100%
Bond Proceeds	423,129,835	346,199,047	76,930,788	22%
Taxes and surcharges	73,548,216	74,961,967	(1,413,751)	-2%
Federal grants	-	6,113,470	(6,113,470)	-100%
Other general revenues	<u>2,427,251</u>	<u>886,190</u>	<u>1,541,061</u>	174%
Total revenues	<u>524,346,540</u>	<u>455,245,372</u>	<u>69,101,168</u>	15%
Transfers in	41,786,107	42,469,292	(683,185)	-2%
Transfers out	386,105,824	616,115,043	(230,009,219)	-37%
Reversions	<u>12,016,939</u>	<u>18,283,142</u>	<u>(6,266,203)</u>	-34%
CHANGE IN NET POSITION	<u>86,827,344</u>	<u>(212,082,120)</u>	<u>298,909,464</u>	-141%
NET POSITION, BEGINNING OF YEAR	<u>909,360,666</u>	<u>1,121,442,786</u>	<u>(212,082,120)</u>	-19%
NET POSITION, END OF YEAR	<u>\$ 996,188,010</u>	<u>\$ 909,360,666</u>	<u>\$ 86,827,344</u>	10%

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MANAGEMENT'S DISCUSSION AND ANALYSIS
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FINANCIAL HIGHLIGHTS

Total assets increased \$65,127,680 as a result of an approximate \$69 million increase in the Board of Finance cash available for disbursement to other entities for capital projects as of June 30, 2013 compared to prior year.

Total liabilities decreased \$21,699,664 as a result of an approximate \$23 million decrease in the Board of Finance payables to other entities for capital projects as of June 30, 2013 compared to prior year.

Total revenues increased \$69,101,168 compared to prior year as a result of an increase in the Bond Proceeds by approximately \$77 million. This increase in the Bond Proceeds in FY 2013 compared to FY 2012 is attributed to two factors. The first is the issuance of \$140M General Obligation Bonds in FY 2013, which are issued in odd-numbered fiscal years following the general election cycle only. There were no such bonds issued in FY 2012. This was partially offset by a reduction in Severance Tax Bond proceeds by approximately \$66 million, which is attributed to the fact that the 2013 legislative session was a 60 days session which delayed the timing of when the projects were authorized, which then caused delay in receiving the proceeds, which were received in FY 2014.

Total transfers out decreased \$230,009,219 as a result of decreased transfers out of the Board of Finance funds compared to prior year. In the prior year, there were numerous multiyear capital projects with a June 30, 2012 reversion date, which resulted in an increase in FY12 and, subsequently, FY13 transfers have decreased.

FINANCIAL ANALYSIS AT THE FUND LEVEL

The following analysis was derived from the fund financial statements and compares the current year fund balances to the prior year:

	<u>June 30, 2013</u>	<u>June 30, 2012</u>	<u>Increase/ (Decrease)</u>	<u>Percentage Change</u>
General Fund*	\$ 3,482,817	\$ 5,583,719	\$ (2,100,902)	-38%
E911 Enhancement Fund	10,635,221	12,525,664	(1,890,443)	-15%
Board of Finance Bond Funds	977,186,095	887,710,331	89,475,764	10%
Community Development Block Grant	-	-	-	0%
Law Enforcement Protection Fund	100,000	100,000	-	0%
County Supported Medicaid Fund	-	-	-	0%
Local DWI Grant Program	3,560,957	1,898,030	1,662,927	88%
STB Capital Outlay Statewide	-	-	-	0%
Other Governmental Funds	<u>1,640,697</u>	<u>1,977,653</u>	<u>(336,956)</u>	-17%
TOTAL	<u>\$ 996,605,787</u>	<u>\$ 909,795,397</u>	<u>\$ 86,810,390</u>	10%

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* The governmental fund types used by the Department were evaluated based on the provisions of GASB 54, and several funds were determined to not meet the fund type classification for Special Revenue funds. As a result, these funds were reported in the General Fund.

Board of Finance funds has an increase in fund balance, which is attributed to increased Bond Proceeds received during FY13 compared to the prior year.

GENERAL BUDGETARY HIGHLIGHTS

- The Department budgets at the category level by department value. For the year ending June 30, 2013, there were no budget overruns to report.
- The Department of Finance and Administration's department-wide operating budget, as well as its non-operating budgets for fiscal year 2013, are outlined in the General Appropriations Act, Laws of 2012, Chapter 19. Adjustments made to the DFA budget include the following:
 - The General Appropriations Act, Laws of 2012, Chapter 19, Section 4, eliminated four FTE in Community Development Program and created two FTE in Policy Development Program.

PERFORMANCE MEASURES

The Department collects data to measure success in meeting performance measure targets to address the requirements for the Accountability in Government Act (AGA), Sections 6-3A-1 through 6-3A-8 NMSA 1978. Performance measures outlined in the General Appropriation's Act, Laws of 2004 for the year ended June 30, 2013 were as follows:

Type of Measure	Measure	Target	Result
	Policy Development Program		
Outcome	General fund reserves as a percent of recurring appropriations.	5%	13.9%
	Program Support		
Outcome	Percent of funds reconciled to the general ledger, as an internal process within 15 days after month-end (Measure was deemed as no longer being valid and is replaced with a new measure in FY13).	100%	Not reported
	Community Development Program		
Output	Percent of local entity budgets submitted to the Local Government Division by established deadline.	90%	95%
Outcome	Number of capital projects older than five years that are unexpended (not expended or reverted).	20	0

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Type of Measure	Measure	Target	Result
Outcome	Number of local entities operating under a continuing resolution for a portion of the fiscal year.	14	3
	Fiscal Management Program		
Output	Length of time to issue Statewide Comprehensive Annual Financial Report after the end of the fiscal year.	7 Months	12 Months

CAPITAL ASSETS AND DEBT ADMINISTRATION

The Department purchased capital assets totaling \$65,053 during FY13, which consisted of various computer equipment. The Department has no infrastructure assets.

While the Board of Finance is responsible for issuing and administering most of the bonds for the State of New Mexico, there are no liabilities reported in the Statement of Net Position for general obligation bonds, severance tax bonds, or supplemental severance tax bonds. Bond ratings for all bonds issued and administered by the Board of Finance did not change from the prior year's ratings and are as follows:

<u>Bond Type</u>	Standard &	
	Moody's	Poor's
General Obligation Bonds	Aaa	AA+
Severance Tax Bonds	Aa1	AA
Supplemental Severance Tax Bonds	Aa2	AA-

ECONOMIC FACTORS AFFECTING NEW MEXICO'S FISCAL YEAR 2013 BUDGET

New Mexico's General Fund operating budget is based on a revenue forecast prepared by a team of economists from the legislative and executive branches. This "consensus group" bases their revenue forecast on forecasts of the U.S. economy by IHS Global Insight and Moody's Analytics in combination with forecasts of the New Mexico economy provided by the University of New Mexico's Bureau of Business and Economic Research and Moody's Analytics. These data are supplemented with information provided by state agencies, the Congressional Budget Office, and other national data sources. Detailed information on the production of crude oil and natural gas are derived from the State's ONGARD reporting system.

Trends in the U.S. Economy

U.S. gross domestic product grew by 1.9 percent during FY13. Growth was slowed by "fiscal drag" from federal spending cuts and tax increases. On the positive side, these changes have reduced the federal deficit significantly, which has reduced the risks of inflation and financial volatility. Consumer spending has grown at a modest pace, in part due to the wealth effect of improved house values and higher stock prices. Low interest rates have reduced household debt burdens, and also strengthened the demand for housing and automobiles. Job growth has been steady, and layoffs have fallen to pre-recessionary levels. However, reductions in federal

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spending have delayed economic recovery in New Mexico because of the state's extensive reliance on federal government expenditures.

New Mexico Economy

The New Mexico economy turned the corner from stagnation to growth in the spring of 2013. Employment growth was minimal during the early months of FY13, and total employment remained stuck near the low point reached during the recession of 2008-2009. In addition to the pullback of stimulus funding, the state has been impacted by reduced federal spending at the state's national research laboratories and other federal installations. Although the government sector continues to be a drag on growth, recovery in the housing market prompted the first significant growth in construction employment since the end of the recession. The State's crude oil producing businesses were a source of strength as oil production climbed by 16 percent during the fiscal year. In addition, the tourism and hospitality sector has been a strong contributor to growth. When accounting for seasonal variation, total employment grew 0.4 percent for the full fiscal year, while private sector employment was up 0.7 percent. New Mexico's unemployment rate at 6.7 percent continues to be significantly lower than the national average of 7.6 percent.

FY13 State General Fund Revenue

Despite the rebound in economic growth during the spring, total General Fund revenues fell by 2.9 percent during FY13. About half of the decline was attributable to lower oil and gas prices, a reflection of national and international trends in energy markets. Oil and gas production generated approximately 17 percent of total State General Fund revenue in FY13. Other declining revenues included the Insurance Premiums Tax, Compensating Tax (the state's version of a use tax), and distributions from the state's Permanent Funds. The latter are determined by constitutional formula, and the annual distribution from the larger Fund decreased from 5.8 percent to 5.5 percent in FY13. Another decrease, to 5.0 percent, is to take effect in FY17. The state's broad-based taxes saw minimal growth during FY13, with the exception of Personal Income Tax (PIT) collections, which grew by 5.2 percent.

Most of the decline in FY13 State General Fund revenue was anticipated by the consensus group, as actual revenue came in less than 1 percent below the forecast level. Gross receipts tax (GRT) revenue was 3 percent below forecast, primarily due to reduced federal procurement spending. The GRT is a broad-based tax on most business receipts, and is the State's single largest revenue source, contributing roughly one-third of general fund revenue as well as a substantial portion of local government revenues. Corporate Income Tax collections also fell below forecast, apparently a reflection of the sluggish national rate of economic growth.

Mineral production taxes, bonuses and royalties totaled \$950 million in FY13, a decrease of 9 percent from FY12. Weak energy prices early in the fiscal year, as well as lackluster state lease sales have contributed to the decline. In addition, the federal government sequestered about \$21 million in Federal Mineral Leasing (FML) revenues. According to the federal Office of Natural Resource Revenues (ONRR), these revenues will be returned to the state in federal FY14.

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State General Fund Revenue Outlook

Total revenue is projected to increase 2.3 percent in FY14 and 7.1 percent in FY15. The FY14 increase is largely attributable to stronger energy prices along with rapid oil production growth. GRT revenues are anticipated to bounce back due to stronger employment growth. The FY15 growth reflects trends in broad-based revenues as well as the recent strong investment performance of the state's Permanent Funds. Insurance premiums tax revenue is forecast to increase due to the Affordable Care Act. Timing and magnitude of these changes is uncertain, but New Mexico seems likely to benefit due to the expansion of Medicaid – portions of which generate premiums tax revenue – as well as the state's relatively high uninsured rate.

Major changes were made to the corporate income tax during the 2013 legislation that will phase in over the next several years. These changes will reduce corporate tax rates and allow single sales factor income apportionment for manufacturers. Although "static" estimates show the changes reducing revenue growth slightly between FY17 and FY21, the measures are likely to encourage new business investment and economic growth, with positive effects on state revenues. Other provisions enacted in the 2013 legislative session are expected to better target business incentives, thus increasing the "bang for the buck" of the state's economic development initiatives.

State General Fund Reserves

Despite the 2.9 percent decrease of State General Fund revenue during FY13, State General Fund reserves were a healthy 10.1 percent of recurring appropriations at the end of the year. In part this was due to unexpected revenue strength in FY12, which contributed to strong beginning balances. In addition, the consensus forecast group accurately anticipated most of the revenue decline, and the Legislature and Executive agreed to restrain recurring spending growth in FY13 to the reduced level forecast by the group. Preserving an adequate reserve level will be a major challenge for the 2014 legislative session, however, as non-recurring spending pressures are expected to put downward pressure on reserves despite forecast revenue growth of 2.3 percent in FY14.

CONTACT INFORMATION

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STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF NET POSITION
June 30, 2013

Exhibit 1

	Governmental Activities
ASSETS	
Current assets:	
Investment in State General Fund Investment Pool	\$ 1,070,226,799
Loans receivable	759,580
Other receivables	588,121
Receivable from Federal Government	1,673,488
Receivable from other state agencies	4,774,785
Total current assets	1,078,022,773
Noncurrent assets:	
Capital assets, net of accumulated depreciation	168,372
Total assets	\$ 1,078,191,145
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 19,244,168
Accrued payroll	206,250
Payable to State General Fund	5,890,704
Payable to other state agencies	56,006,435
Payable to other entities	1,750
Other liabilities	67,679
Compensated absences	586,149
Total current liabilities	82,003,135
Noncurrent liabilities:	
Compensated absences	-
Total noncurrent liabilities	-
Total liabilities	82,003,135
NET POSITION	
Net investment in capital assets	168,372
Restricted for:	
Nonspendable Form	759,580
Local DWI Grant Program	2,076,695
911 Enhancement Program	7,635,221
Law Enforcement Activity	100,000
Civil Legal Services	327,011
Other governmental activity	2,481,895
Unrestricted	982,639,236
Total net position	996,188,010
TOTAL LIABILITIES AND NET POSITION	\$ 1,078,191,145

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF ACTIVITIES
Year Ended June 30, 2013

Exhibit 2

Functions/Programs	Expenses	Operating Grants and Contributions	Net Revenue (Expense) and Changes in Net Position
PRIMARY GOVERNMENT			
GOVERNMENTAL ACTIVITIES			
Policy development	\$ 3,082,812	\$ -	\$ (3,082,812)
Program support	1,366,845	-	(1,366,845)
Community development	2,989,011	454,404	(2,534,607)
Fiscal management	5,402,848	-	(5,402,848)
Grants to others	72,795,302	13,967,752	(58,827,550)
Other fiscal support	10,120,922	153,044	(9,967,878)
Total governmental activities	\$ 95,757,740	\$ 14,575,200	(81,182,540)
General revenues:			
			25,241,238
			20,526,113
			12,011,765
			1,707,370
			47,016
			39,255,952
			2,427,251
			423,129,835
			(12,016,939)
			41,786,107
			(386,105,824)
		Total general revenues, reversions and transfers	168,009,884
		Change in net position	86,827,344
		Net position, beginning of year	909,360,666
		Net position, end of year	\$ 996,188,010

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2013

Exhibit 3

	01000	74500	Board of Finance Bond Funds	Major 08800 Community Development Block Grant
	General Fund	911 Enhancement		
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 5,832,027	\$ 12,287,981	\$ 1,032,142,460	\$ -
Loans receivable	759,580	-	-	-
Other receivables	2,126	-	-	256
Receivable from Federal Government	-	-	-	1,536,125
Receivable from other funds	-	-	-	-
Receivable from other state agencies	41,975	992,736	268,663	-
TOTAL ASSETS	\$ 6,635,708	\$ 13,280,717	\$ 1,032,411,123	\$ 1,536,381
LIABILITIES AND FUND BALANCES				
Investment in State General Fund				
Investment Pool overdraft	\$ -	\$ -	\$ -	\$ 64,094
Accounts payable	1,498,536	2,637,948	5,569,748	1,467,467
Accrued payroll	183,854	7,548	-	4,820
Payable to State General Fund	1,276,282	-	-	-
Payable to other funds	-	-	6,928,666	-
Payable to other state agencies	126,540	-	42,726,614	-
Payable to other entities	-	-	-	-
Other liabilities	67,679	-	-	-
Total liabilities	3,152,891	2,645,496	55,225,028	1,536,381
FUND BALANCES				
Nonspendable	759,580	-	-	-
Restricted	1,947,969	7,635,221	-	-
Committed	775,268	-	977,186,095	-
Assigned	-	3,000,000	-	-
Total fund balances	3,482,817	10,635,221	977,186,095	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 6,635,708	\$ 13,280,717	\$ 1,032,411,123	\$ 1,536,381

Funds

<u>73600</u>	<u>02100</u>	<u>56000</u>	<u>89200</u>		
<u>Law</u>	<u>County</u>	<u>Local DWI</u>	<u>STB Capital</u>	<u>Nonmajor</u>	<u>Total</u>
<u>Enforcement</u>	<u>Supported</u>	<u>Grant</u>	<u>Outlay Statewide</u>	<u>Governmental</u>	<u>Governmental</u>
<u>Protection</u>	<u>Medicaid</u>	<u>Program</u>		<u>Funds</u>	<u>Funds</u>
\$ 4,673,062	\$ 8,163,897	\$ 4,458,853	\$ 593,365	\$ 2,139,248	\$ 1,070,290,893
-	-	-	-	-	759,580
-	585,739	-	-	-	588,121
-	-	-	-	137,363	1,673,488
-	-	-	6,335,805	598,211	6,934,016
-	1,638,734	1,668,993	-	163,684	4,774,785
<u>\$ 4,673,062</u>	<u>\$ 10,388,370</u>	<u>\$ 6,127,846</u>	<u>\$ 6,929,170</u>	<u>\$ 3,038,506</u>	<u>\$ 1,085,020,883</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,094
-	-	2,557,481	4,164,259	1,348,729	19,244,168
-	-	9,408	-	620	206,250
4,573,062	-	-	-	41,360	5,890,704
-	-	-	-	5,350	6,934,016
-	10,388,370	-	2,764,911	-	56,006,435
-	-	-	-	1,750	1,750
-	-	-	-	-	67,679
<u>4,573,062</u>	<u>10,388,370</u>	<u>2,566,889</u>	<u>6,929,170</u>	<u>1,397,809</u>	<u>88,415,096</u>
-	-	-	-	-	759,580
100,000	-	2,076,695	-	860,937	12,620,822
-	-	-	-	497,372	978,458,735
-	-	1,484,262	-	282,388	4,766,650
<u>100,000</u>	<u>-</u>	<u>3,560,957</u>	<u>-</u>	<u>1,640,697</u>	<u>996,605,787</u>
<u>\$ 4,673,062</u>	<u>\$ 10,388,370</u>	<u>\$ 6,127,846</u>	<u>\$ 6,929,170</u>	<u>\$ 3,038,506</u>	<u>\$ 1,085,020,883</u>

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2013

Exhibit 4

Total Fund Balance - Governmental Funds	
(Governmental Fund Balance Sheet)	<u>\$ 996,605,787</u>

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.

The cost of capital assets is	1,911,797
Accumulated depreciation is	<u>(1,743,425)</u>

Total capital assets, net	<u>168,372</u>
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Long-term and certain other liabilities 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:

Compensated absences payable	<u>(586,149)</u>
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Net position of governmental activities (Statement of Net Position)	<u><u>\$ 996,188,010</u></u>
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The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended June 30, 2013

Exhibit 5

	01000	74500	Board of Finance Bond Funds	Major 08800 Community Development Block Grant
	General Fund	911 Enhancement		
REVENUES				
Federal grants	\$ 153,044	\$ -	\$ -	\$ 12,509,176
Assessments and fees	-	-	-	-
E911 surcharges	-	12,011,765	-	-
Alcohol tax revenue	-	-	-	-
Civil legal filing fees	-	-	-	-
Interest earned	-	30,646	-	-
Other revenue	-	3,240	-	-
Total revenues	<u>153,044</u>	<u>12,045,651</u>	<u>-</u>	<u>12,509,176</u>
EXPENDITURES				
Current operating:				
Policy development	3,060,922	-	-	-
Program support	1,399,574	-	-	-
Community development	1,605,554	393,561	-	454,404
Fiscal management	5,397,554	-	-	-
Grants to others	7,338,339	13,542,533	-	12,054,772
Other fiscal support - state entities	3,215,167	-	-	-
Other fiscal support - local governments	3,215,711	-	-	-
Other fiscal support - miscellaneous	291,311	-	-	-
Total expenditures	<u>25,524,132</u>	<u>13,936,094</u>	<u>-</u>	<u>12,509,176</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(25,371,088)</u>	<u>(1,890,443)</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
General Fund appropriation	23,630,538	-	-	-
Bond proceeds	-	-	423,129,835	-
Reversion - Fiscal Year 2013	(1,275,854)	-	(6,202,064)	-
Transfers in:				
Interfund	-	-	-	-
Other	39,898,827	-	1,887,280	-
Transfers out:				
Interfund	-	-	(17,534,450)	-
Other	(38,983,325)	-	(311,804,837)	-
NET OTHER FINANCING SOURCES (USES)	<u>23,270,186</u>	<u>-</u>	<u>89,475,764</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(2,100,902)</u>	<u>(1,890,443)</u>	<u>89,475,764</u>	<u>-</u>
FUND BALANCES, BEGINNING	<u>5,583,719</u>	<u>12,525,664</u>	<u>887,710,331</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 3,482,817</u>	<u>\$ 10,635,221</u>	<u>\$ 977,186,095</u>	<u>\$ -</u>

Funds

73600 Law Enforcement Protection	02100 County Supported Medicaid	56000 Local DWI Grant Program	89200 STB Capital Outlay Statewide	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 1,912,980	\$ 14,575,200
9,845,991	29,282,462	-	-	127,499	39,255,952
-	-	-	-	-	12,011,765
-	-	20,526,113	-	-	20,526,113
-	-	-	-	1,707,370	1,707,370
-	14,800	-	-	1,570	47,016
-	-	1,137,346	-	1,286,665	2,427,251
<u>9,845,991</u>	<u>29,297,262</u>	<u>21,663,459</u>	<u>-</u>	<u>5,036,084</u>	<u>90,550,667</u>
-	-	-	-	-	3,060,922
-	-	-	-	-	1,399,574
-	-	546,901	-	-	3,000,420
-	-	-	-	-	5,397,554
5,099,400	-	18,653,631	10,616,446	5,490,181	72,795,302
-	-	-	-	-	3,215,167
-	-	-	-	-	3,215,711
-	-	-	-	3,398,733	3,690,044
<u>5,099,400</u>	<u>-</u>	<u>19,200,532</u>	<u>10,616,446</u>	<u>8,888,914</u>	<u>95,774,694</u>
<u>4,746,591</u>	<u>29,297,262</u>	<u>2,462,927</u>	<u>(10,616,446)</u>	<u>(3,852,830)</u>	<u>(5,224,027)</u>
-	-	-	-	1,610,700	25,241,238
-	-	-	-	-	423,129,835
(4,497,661)	-	-	-	(41,360)	(12,016,939)
-	-	-	14,764,877	2,769,573	17,534,450
-	-	-	-	-	41,786,107
-	-	-	-	-	(17,534,450)
<u>(248,930)</u>	<u>(29,297,262)</u>	<u>(800,000)</u>	<u>(4,148,431)</u>	<u>(823,039)</u>	<u>(386,105,824)</u>
<u>(4,746,591)</u>	<u>(29,297,262)</u>	<u>(800,000)</u>	<u>10,616,446</u>	<u>3,515,874</u>	<u>92,034,417</u>
-	-	1,662,927	-	(336,956)	86,810,390
100,000	-	1,898,030	-	1,977,653	909,795,397
<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 3,560,957</u>	<u>\$ -</u>	<u>\$ 1,640,697</u>	<u>\$ 996,605,787</u>

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2013

Exhibit 6

**Net Changes in Fund Balances - Total Governmental Funds
(Statement of Revenues, Expenditures, and Changes in
Fund Balances)** \$ 86,810,390

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

In the Statement of Activities, certain operating expenses - compensated absences (sick and annual leave) are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are measured by the amounts of financial resources used (essentially, the amounts actually paid).

The increase in compensated absences for the fiscal year was: 4,831

Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. In the current period, these amounts were:

Capital outlay	65,053
Depreciation expense	<u>(52,930)</u>
 Excess of depreciation expense over capital outlay	 <u>12,123</u>
 Change in net position of governmental activities (Statement of Activities)	 <u>\$ 86,827,344</u>

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND
Year Ended June 30, 2013

Exhibit 7

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
State General fund	\$ 21,223,200	\$ 22,761,125	\$ 23,630,538	\$ 869,413
Other state funds	-	-	-	-
Federal funds	174,300	174,300	153,044	(21,256)
Other financing sources	39,160,900	39,160,900	39,898,827	737,927
Fund balance budgeted	<u>3,744,212</u>	<u>4,432,624</u>	<u>3,223,031</u>	<u>(1,209,593)</u>
TOTAL REVENUES AND BUDGETED FUND BALANCE	<u>\$ 64,302,612</u>	<u>\$ 66,528,949</u>	<u>66,905,440</u>	<u>\$ 376,491</u>
EXPENDITURES				
Personnel services and benefits	\$ 11,081,000	\$ 10,228,100	9,538,684	\$ 689,416
Contractual services	5,397,412	6,801,241	6,187,541	613,700
Other	9,228,800	10,397,883	9,797,907	599,976
Other financing uses	<u>38,595,400</u>	<u>39,101,725</u>	<u>38,983,325</u>	<u>118,400</u>
TOTAL EXPENDITURES	<u>\$ 64,302,612</u>	<u>\$ 66,528,949</u>	<u>64,507,457</u>	<u>\$ 2,021,492</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			2,397,983	
REVERSIONS			(1,275,854)	
BUDGETED FUND BALANCE			<u>(3,223,031)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (2,100,902)</u>	

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
911 ENHANCEMENT FUND (74500) - SPECIAL REVENUE
Year Ended June 30, 2013

Exhibit 8

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance From</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Final Budget</u> <u>Positive (Negative)</u>
REVENUES				
Surcharge revenues	\$ 12,005,000	\$ 12,005,000	\$ 12,011,765	\$ 6,765
Federal grants	-	-	-	-
Interest earned	-	-	30,646	30,646
Miscellaneous revenue	-	-	3,240	3,240
Fund balance budgeted	<u>3,495,500</u>	<u>3,495,500</u>	<u>1,890,443</u>	<u>(1,605,057)</u>
TOTAL REVENUES AND BUDGETED FUND BALANCE	<u>\$ 15,500,500</u>	<u>\$ 15,500,500</u>	<u>13,936,094</u>	<u>\$ (1,564,406)</u>
EXPENDITURES				
Personnel services and benefits	\$ 503,200	\$ 503,200	336,534	\$ 166,666
Contractual services	30,800	30,800	9,536	21,264
Other	<u>14,966,500</u>	<u>14,966,500</u>	<u>13,590,024</u>	<u>1,376,476</u>
TOTAL EXPENDITURES	<u>\$ 15,500,500</u>	<u>\$ 15,500,500</u>	<u>13,936,094</u>	<u>\$ 1,564,406</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES				
			-	
BUDGETED FUND BALANCE			<u>(1,890,443)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (1,890,443)</u>	

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
COMMUNITY DEVELOPMENT BLOCK GRANT (08800) - SPECIAL REVENUE
Year Ended June 30, 2013

Exhibit 9

	Budgeted Amounts		Received/Expended Prior-Year Accumulated
	Original	Final	
REVENUES			
Federal funds	\$ 119,534,158	\$ 127,974,229	\$ 102,020,176
Other revenue	-	-	-
TOTAL REVENUES	<u>\$ 119,534,158</u>	<u>\$ 127,974,229</u>	<u>\$ 102,020,176</u>
EXPENDITURES			
Personnel services and benefits	\$ 3,144,296	\$ 3,469,498	\$ 2,895,728
Contractual services	352,020	352,020	189,410
Other	116,037,842	124,152,711	98,935,038
TOTAL EXPENDITURES	<u>\$ 119,534,158</u>	<u>\$ 127,974,229</u>	<u>\$ 102,020,176</u>
	Received/Expended Current Year	Accumulated Actuals	Variance From Final Budget Positive (Negative)
REVENUES			
Federal funds	\$ 12,509,176	\$ 114,529,352	\$ (13,444,877)
Other revenue	-	-	-
TOTAL REVENUES	<u>\$ 12,509,176</u>	<u>\$ 114,529,352</u>	<u>\$ (13,444,877)</u>
EXPENDITURES			
Personnel services and benefits	\$ 321,084	\$ 3,216,812	\$ 252,686
Contractual services	48,138	237,548	114,472
Other	12,139,954	111,074,992	13,077,719
TOTAL EXPENDITURES	<u>12,509,176</u>	<u>\$ 114,529,352</u>	<u>\$ 13,444,877</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES	<u>-</u>		
NET CHANGE IN FUND BALANCE	<u>\$ -</u>		

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
LAW ENFORCEMENT PROTECTION FUND (73600) - SPECIAL REVENUE
Year Ended June 30, 2013

Exhibit 10

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Insurance tax assessments	\$ 7,809,400	\$ 7,809,400	\$ 9,845,991	\$ 2,036,591
Other revenue	-	-	-	-
TOTAL REVENUES	<u>\$ 7,809,400</u>	<u>\$ 7,809,400</u>	<u>9,845,991</u>	<u>\$ 2,036,591</u>
EXPENDITURES				
Other	\$ 7,109,400	\$ 7,109,400	5,099,400	\$ 2,010,000
Other financing uses	700,000	700,000	248,930	451,070
TOTAL EXPENDITURES	<u>\$ 7,809,400</u>	<u>\$ 7,809,400</u>	<u>5,348,330</u>	<u>\$ 2,461,070</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			4,497,661	
REVERSIONS			<u>(4,497,661)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
COUNTY SUPPORTED MEDICAID FUND (02100) - SPECIAL REVENUE
Year Ended June 30, 2013

Exhibit 11

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance From</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Final Budget</u> <u>Positive (Negative)</u>
REVENUES				
Gross Receipts Tax	\$ 28,400,200	\$ 28,400,200	\$ 29,282,462	\$ 882,262
Interest earned	-	-	14,800	14,800
TOTAL REVENUES	<u>\$ 28,400,200</u>	<u>\$ 28,400,200</u>	<u>29,297,262</u>	<u>\$ 897,062</u>
EXPENDITURES				
Other financing uses	\$ 28,400,200	\$ 28,400,200	\$ 27,659,252	\$ 740,948
TOTAL EXPENDITURES	<u>\$ 28,400,200</u>	<u>\$ 28,400,200</u>	<u>27,659,252</u>	<u>\$ 740,948</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			1,638,010	
GAAP ADJUSTMENTS TO OTHER FINANCING USES			<u>(1,638,010)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
LOCAL DWI GRANT PROGRAM (56000) - SPECIAL REVENUE
Year Ended June 30, 2013

Exhibit 12

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Alcoholic beverages	\$ 18,405,000	\$ 18,405,000	\$ 20,526,113	\$ 2,121,113
Miscellaneous revenue	-	1,104,500	1,137,346	32,846
Fund balance budgeted	-	1,730,800	-	(1,730,800)
TOTAL REVENUES AND BUDGETED FUND BALANCE	<u>\$ 18,405,000</u>	<u>\$ 21,240,300</u>	<u>21,663,459</u>	<u>\$ 423,159</u>
EXPENDITURES				
Personnel services and benefits	\$ 504,200	\$ 504,200	472,640	\$ 31,560
Contractual services	70,000	70,000	10,000	60,000
Other	17,030,800	19,866,100	18,717,892	1,148,208
Other financing uses.	800,000	800,000	800,000	-
TOTAL EXPENDITURES	<u>\$ 18,405,000</u>	<u>\$ 21,240,300</u>	<u>20,000,532</u>	<u>\$ 1,239,768</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			1,662,927	
BUDGETED FUND BALANCE			-	
NET CHANGE IN FUND BALANCE			<u>\$ 1,662,927</u>	

The accompanying notes are an integral part of the financial statements.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUNDS
June 30, 2013

Exhibit 13

	<u>Agency Funds</u>
ASSETS	
Interest in State General Fund Investment Pool	\$ 58,170,356
Due from other state entities	5,751,954
Due from agency fund	<u>1,265</u>
TOTAL ASSETS	<u>\$ 63,923,575</u>
LIABILITIES	
Due to other entities	\$ 4,814,286
Due to other state entities	51,474,289
Due to State General Fund	1,539,268
Due to agency fund	1,265
Due to employees/third party	83,251
Due to local governments	5,740,464
Other liabilities	<u>270,752</u>
TOTAL LIABILITIES	<u>\$ 63,923,575</u>

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Department is an agency of the State of New Mexico, which is the primary government, pursuant to the Department of Finance and Administration Act, Sections 9-6-1 through 9-6-15 NMSA 1978. These financial statements include all funds over which the Department Secretary has authority, except for those funds comprising the State General Fund, which are reported in a separate Annual Financial Report issued by the Office of the State Controller.

The financial statements have been prepared by the Department of Finance and Administration (the Department) in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units as prescribed by the Governmental Accounting Standards Board (GASB), which is the accepted standard setting body for establishing governmental accounting and financial reporting standards.

A - FINANCIAL REPORTING ENTITY

The purpose of the Department is to make state government more efficient and responsive through consolidating and eliminating the overlapping of certain state government functions; to establish a single, unified Department to administer laws relating to finance and administration of state government; and to perform other duties as provided by law. The chief executive of the Department is the Secretary, who is appointed by the Governor and is a member of the Governor's Cabinet. The Department has no component units.

Copies of the State of New Mexico's Comprehensive Annual Financial Report and the State General Fund's Annual Financial Report can be requested from the Department of Finance and Administration, Financial Control Division/State Controller, Bataan Memorial Building Room 320, Santa Fe, NM 87501.

The following four programs and divisions and have been established within the Department:

Policy Development, Fiscal Analysis and Budget Oversight Program

Office of the Secretary: The duties of the Office of the Secretary are defined in the Department of Finance and Administration Act, Sections 9-6-5 and 9-6-5.1 NMSA 1978. Accordingly, the Secretary is empowered to plan and organize the Department and the divisions and may transfer or merge functions between divisions in the interest of efficiency and economy.

The Governor of the State of New Mexico created, through Executive Order, the New Mexico Office of Recovery and Reinvestment to direct and monitor the implementation of the programs enacted by the American Recovery and Reinvestment Act (ARRA). The Office works through the Office of the Secretary to implement the financial and budgeting processes to transfer ARRA funds to the implementing agencies.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Board of Finance: The Board of Finance (Sections 6-1-1 through 6-1-13 NMSA 1978) determines what needs or emergencies exist that warrant action and, in turn, may lend or grant to any state agency, board, commission, municipal corporation or other political subdivision organized under the laws of the State of New Mexico, the sum of money the Board determines reasonable and appropriate from any funds appropriated to the Board for use in meeting emergencies. On occasion, the Board may convert a loan to a grant, if provided appropriate justification or if mandated by law. The Board may prescribe those terms and conditions it deems proper with respect to the repayment of any loan and the application of the proceeds of the loan. The Board may require or waive security by way of the pledge of revenues or otherwise and may require or waive interest as the Board determines proper under the circumstances.

The Board of Finance is also responsible for issuing state general obligation and revenue bonds and for the investment and distribution of the proceeds from such bonds. In that regard, the Board approves the issuance of such bonds, and provides information for bond prospectuses in order to ensure compliance with financial disclosure requirements and to present information concerning bond issues in a meaningful and informative format.

State Budget Division: The State Budget Division (Sections 6-3-1 through 6-3-25 NMSA 1978) assists state agencies and the Governor in the preparation of budget recommendations and estimates. Accordingly, the Division requires periodic reports from all state agencies giving detailed information regarding federal monies, obtains information on budgetary and financial problems from each state agency and reviews data submitted by any state agency for the purpose of maximizing the effective use of New Mexico State Government. The Division also is responsible for implementing the Accountability in Government Act (Sections 6-3A-1 through 6-3A-8 NMSA 1978).

Community Development, Local Government Assistance and Fiscal Oversight Program

Local Government Division: The Local Government Division (Sections 6-6-1 through 6-6-19 NMSA 1978) reviews and approves budgets and budget resolutions for municipalities, counties and special districts; assists and trains local government personnel in the areas of accounting, budgeting, automated reporting, purchasing, reconciliation of accounts, payroll and other financial matters; sets and publishes tax rates; and prepares tax certificates for counties.

The Division administers the federal Community Development Block Grant (CDBG) program, State capital project appropriations, the State's enhanced E911 grant program, the State's driving while intoxicated program, and the federal school-to-work opportunities grant program.

The Division also administers and supports the Civil Legal Services Commission, New Mexico Association of Regional Councils, Municipal Boundary Commission, Acequia Commission, Community Development Council, DWI Council, and the School-to-Work Advisory Council.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fiscal Management and Oversight Program

Financial Control Division: The Financial Control Division (Sections 6-5-1 through 6-5-11 NMSA 1978) establishes and maintains a central system of state accounts. The Division is responsible for enforcing and administering a number of statutes, which include the periodic allotment of appropriations (including State General Fund appropriations) authorized by the Legislature. The Division accounts for all operating budgets approved by the State Budget Division and ensures that agencies stay within their authorized spending authority. In addition, the Division is responsible for:

- determining the legality of and authority for proposed expenditures
- centrally processing and recording transactions
- assuring that sufficient cash and budget are available prior to the commitment of public funds
- maintaining a central filing system for documents supporting financial transactions
- issuing financial reports to state agencies
- compiling and issuing financial reports including the "State Annual Financial Report" to the Legislature and other entities
- issuing state employee biweekly payroll

Program Support

Administrative Services Division: The Administrative Services Division provides central budgeting and accounting services for the Department; develops and prepares the Department's operating budget, budget request and quarterly budget projections; ensures all state personnel policies and procedures are adhered to by all Divisions; prepares and maintains the Department's payroll; administers and maintains automated information systems; administers the Governor's Exempt Salary Plan for executive agencies; and reviews and approves professional service contracts for budget and legal sufficiency on a statewide basis.

B - BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS

Government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements report information about the Department as a whole, except for the State General Fund and fiduciary/agency funds. The statements are required to include separate columns for governmental and business-type activities of the primary government, as well as discretely presented component units. The Department has no business-type activities or component units to report.

Governmental-wide financial statements are presented using the economic resource measurement focus in which both current and long-term economic resources and obligations of the Department are reported in the government-wide financial statements. In addition, the statements are presented using the accrual basis of accounting. The basis of accounting measures revenues, expenses, gains, losses, assets and liabilities arising from exchange transactions when the exchange takes place. Revenues, expenses, gains, losses, assets, and

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

liabilities resulting from non-exchange transactions are recognized in accordance with GASB Statement 33.

The Statement of Net Position reports all assets, liabilities, and net position of the Department. Assets and liabilities held for others in fiduciary funds are not included in the Statement of Net Position as they are not resources or obligations of the Department. Net position is restricted when constraints are placed on it from external entities (e.g. federal government) or by constitutional provisions or enabling legislation. Net position that does not meet the definition of net investment in capital assets or restricted is classified as unrestricted net position.

Amounts paid to acquire capital assets are capitalized as assets in the Statement of Net Position and are not reflected as an expense. Proceeds of long-term debt are recorded as a liability, not as another financing source. Amounts paid to reduce long-term indebtedness of the Department are reported as a reduction of the related liability, not as an expense.

The Statement of Activities reports the extent to which the direct program expenses, reported by functional area, are offset by program revenues. Program revenues predominantly consist of restricted federal operating grants and interest charges on loans to local governments for CDBG projects. The Department has no capital grants revenue. Internal activity occurring between governmental funds has been eliminated from the government-wide Statement of Activities.

Due to the implementation of GASBS 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, in fiscal year 2013, the Department has reclassified "net assets" in the financial statements as "net position."

C - BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS

Fund financial statements distinguish between governmental, proprietary and fiduciary funds, and report on each fund group separately. The Department has no proprietary funds to report. Governmental funds are further segregated into general, major and other non-major governmental funds. A major fund reports at least ten percent of total governmental fund assets, liabilities, revenues, or expenditures; the General Fund is always considered to be a major fund. The Department may designate additional major funds as it deems appropriate.

Fund financial statements for the Department's governmental funds (Balance Sheet – Governmental Funds and Statement of Changes in Revenues, Expenditures and Fund Balances) are presented after the Government-wide financial statements. These statements report the major funds individually and the other governmental funds in aggregate.

Fund financial statements are presented using the current financial resources measurement focus. Only current assets and current liabilities are generally included on the governmental funds' balance sheets. The reported fund balance is considered a measure of available resources. In addition, governmental fund financial statements use the modified accrual basis of accounting. Under this basis of accounting, revenues are recorded when they become measurable and available to be used to pay liabilities of the current period. Expenditures are

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

recorded when the liability is incurred except for (1) interest on general long-term obligations, which is recorded when due, and (2) compensated absences, which are not considered measurable and available because they are not budgeted in the current year. The following funds are used by the Department.

Major Funds

General Fund (01000). The General Fund accounts primarily for State General Fund monies appropriated in Section 4 of the "General Appropriation Act". Unexpended and unencumbered appropriations on hand at fiscal year-end will revert to the State General Fund. The Department's General Fund combines activities for the following programs

The Policy Development Program encompasses the activities of the Office of the Secretary, the Board of Finance, and the State Budget Division.

Community Development is made up of the numerous programs administered by the Local Government Division.

Financial Management is divided between the activities of the State Controller's Office and the Financial Control Division.

Program Support accounts for the activities of the Administrative Services Division.

Additional funds have been included in the presentation of the General Fund due to the new fund type classification which became effective in FY 2011 for special revenue funds. As a result, the following funds have been reported in the General Fund. Combining Balance Sheets and Combining Statements of Revenue, Expenditures, and Changes in Fund Balance for these programs are included in the Supplementary Information section of this report.

Additional funds administered by the Department that do not qualify as a Special Revenue Fund and included in the General Fund are:

- Tobacco Settlement Fund (Section 6-4-10 NMSA 1978)
- Board of Finance Emergency Fund (Section 6-1-5 NMSA 1978)
- Emergency Water Supply Fund (Section 3-27-9 NMSA 1978)
- Electronic Voting Machine Fund (Section 1-9-19 NMSA 1978)
- NM Community Assistance (Section 11-6-1 through 11-6-9 NMSA 1978)
- Leasehold Community Assistance (Section 6-6A-5 NMSA 1978)
- Special Appropriations Fund (Administrative)
- County Detention Fund (HB 316 Ch. 333, Law of 2007)
- NM Recovery & Reinvestment Fund

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

911 Enhancement Fund (74500). The purpose of this special revenue fund (Sections 63-9D-12 through 63-9D-20 NMSA 1978) is to further the public interest and protect the safety, health and welfare of the people of New Mexico by enabling the development, installation and operation of enhanced 911 emergency reporting systems to be operated under shared state and local governmental management and control. The fund is non-reverting.

Board of Finance Bond Funds. This fund is a summary roll-up of the individual capital project funds maintained by the Board of Finance to account for the severance tax and general obligation bond proceeds. The bond proceeds are appropriated by the legislature for construction and service projects administered by the various state agencies, municipalities, local governments, and universities. The Board of Finance Bond Fund and the individual capital projects funds were administratively established to maintain a separate accounting throughout the life of each bond authorized and sold by the Board of Finance. The Board of Finance Bond Funds Summary Schedule - Balance Sheet – by Fund and the Summary Schedule - Revenues, Expenditures, and Change in Fund Balance – by Fund, are included in the Supplementary Information section of this report. The funds are non-reverting.

Community Development Block Grant Fund (CDBG) (08800). This Special Revenue Fund was established to account for federal financial assistance awarded to the Local Government Division for the purpose of providing assistance to counties and non-Standard Metropolitan Statistical Area (SMSA) municipalities in community development efforts that provide a suitable living environment, decent housing, essential community facilities and economic opportunities to persons of low and moderate income. In addition, this fund accounts for federal grant and loan assistance to communities with a population less than 50,000 for activities that benefit low and moderate-income families to aid in the elimination or prevention of slums and blight conditions. This is a non-reverting program authorized through the U.S. Housing and Community Development Act of 1974, as amended. Please refer to the Schedule of Expenditures of Federal Awards in the Supplementary Information section of this report.

Law Enforcement Protection Fund (73600). The purpose of this special revenue fund, as defined by Section 29-13-1 NMSA 1978, is to provide for the equitable distribution of money to municipal police, university police, tribal police and county sheriff's departments for use in the maintenance and improvement of those departments in order to enhance the efficiency and effectiveness of law enforcement services and to sustain at a reasonable level the payments available to the surviving eligible family members of a peace officer killed in the line of duty. The fund is reverting.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

County Supported Medicaid Fund (02100). This Special Revenue Fund was established to leverage existing resources to better address the state's health care needs by using local revenues solely to expand eligibility for federal Medicaid optional coverage in supplementation to mandated federal Medicaid services. The fund receives county health care gross receipts tax to support the state Medicaid program and to institute or support primary care and health care services pursuant to Section 24-1A-3.1 NMSA 1978. Money is appropriated from the county supported Medicaid fund to supplement general fund appropriations. The fund is non-reverting.

Local DWI Grant Program Fund (56000). This Special Revenue Fund was established to account for the receipt and distribution of liquor excise tax revenue for grants and other distributions to local governments for Driving While Intoxicated (DWI) programs, services, and detoxification/treatment facilities in an effort to prevent or reduce the incidence of DWI, alcoholism and alcohol abuse in accordance with the Local DWI Grant Program Act, Sections 11-6A-1 through 11-6A-6 NMSA 1978. The fund is non-reverting.

STB Capital Outlay Statewide Fund (89200). This Capital Project Fund is used to account for severance tax bond funded capital projects. The fund is reverting.

Non-Major Governmental Funds

All remaining governmental funds administered by the Department not classified as a major fund are:

- Non-Major Special Revenue Funds:
 - Civil Legal Services Fund (Fund 62400) (Section 34-4-1 NMSA 1978) (non-reverting)
 - Juvenile Adjudication Fund (Fund 10780) (Sec. 2, Ch. 244, Laws of 2009) (non-reverting)
 - Santa Fe 400 Anniversary Plate Fund (Fund 10880) (Sec 1, Ch 120, Laws of 2009) (non-reverting)
 - Neighborhood Stabilization Fund (Fund 10540) (Federal Program)(non-reverting)
 - Wallace Foundation SALEP Grant Fund (Fund 72600) (Private Grant) (non-reverting)

- Non-Major Capital Projects Funds:
 - General Fund Capital Projects Fund (Fund 52900) (reverting)
 - STB Capital Projects Fund (Fund 61000) (reverting)
 - Tribal Infrastructure Fund (Fund 10810) (Sec. 32, Ch. 125, Laws of 2009) (reverting)
 - General Fund Capital Outlay Statewide Fund (Fund 93100) (reverting)

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fiduciary Funds

A Schedule of Changes in Assets and Liabilities for Agency Funds is presented in the Supplementary Information section of this report for all Agency Funds maintained by the Department. These funds represent assets held by the Department in a custodial capacity for other entities and consist entirely of agency funds. Agency Funds are used to account for assets held by the Department in a capacity as trustee, custodian, or agent for other governmental units and nonpublic organizations. Agency fund reporting is also used when the Department has no direct financial involvement or administrative responsibility for pass-through grants and serves as a cash conduit. Agency funds are custodial in nature and do not involve measurement of the results of operations. The reporting focus is on net assets using the accrual method of accounting.

D - BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

Accrual Basis. The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchanged 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 requirements of GASB 33.

Modified Accrual Basis. The governmental funds in the fund financial statements utilize the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues and other governmental fund financial resource increments are recognized in the accounting period in which they become susceptible to accrual – that is, when they become both measurable and available to finance expenditures of the current fiscal period; available meaning collectible within sixty (60) days or soon enough thereafter to be used to pay liabilities of the current period. Contributions and other monies held by other state and local agencies are recorded as a receivable at the time the money is made available to the specific fund. All other revenues are recognized when they are received and are not susceptible to accrual. Revenues from grants that are restricted for specific uses are recognized when all eligibility requirements have been met and when the related expenditures are made.

Expenditures are recorded as liabilities when incurred. An exception to this general rule is that accumulated unpaid annual, compensatory and certain sick leave are not accrued as current liabilities but as non-current liabilities. When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the Department first uses restricted resources then unrestricted resources.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A reconciliation is presented on the pages following the Fund Balance Sheets and the Statement of Revenues, Expenditures, and Changes in Fund Balance. The reconciliations briefly explain the adjustments necessary to transform the fund based financial statements (modified accrual basis) into the government-wide presentation (full-accrual).

E - ASSETS, LIABILITIES, FUND BALANCES AND NET POSITION

Investments

Cash consists of investments with the New Mexico State Treasurer's Office. A *Supplemental Schedule of Cash Accounts with State Treasurer* is included in the Supplementary Information section of this report.

Loans Receivable

Loans to local governments and other entities arise from programs administered by the Board of Finance and the Local Government Division for emergency water supply system construction, voting machines, emergency and disaster purposes, and for community development. Collections are generally received in monthly or annual installments including interest, if applicable. Interest rates range from 0 percent to 5.5 percent, while most of the loans are interest free. No allowance for uncollectible accounts has been recognized as all outstanding loans are expected to be collectible.

Capital Assets

Capital assets include office/data processing equipment and automobiles which are recorded as expenditures in the fund level Statement of Revenues, Expenditures and Changes in Fund Balances, and are capitalized at cost for assets over \$5,000 in the government-wide Statement of Net Position. Depreciation or purposes of the government-wide financial statements is calculated using the straight-line method over lives ranging from 3 to 10 years.

Compensated Absences

Vacation, compensatory and sick time is reported as a liability in the government-wide financial statements, with expenses being reported during the period that leave is accrued. The fund financial statements reports expenditures during the period that employees are actually paid, or when compensated absences are liquidated with expendable financial resources from the operational portion of state general fund appropriations. Employees are entitled to accumulate annual leave at a graduated rate based on years of service. A maximum of 240 hours can be carried forward at calendar year end. Employees are entitled to accumulate unlimited sick leave at the rate of one day for each month of service. Employees may elect to be compensated for sick leave in excess of 600 hours at half the employee's hourly rate in any fiscal year, not to exceed 120 hours, unless retiring. Retiring employees may convert up to 400 hours in excess of the 600 hours at half the retiring employee's hourly rate. This election may be made at retirement or at specified times during the employment year. All sick leave balances in excess

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

of 600 but less than 720 hours is payable at 50 percent of the employee's hourly rate. The Department also allows eligible employees to defer being paid overtime in exchange for compensatory time.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Department did not have any items that qualified for reporting in this category as of June 30, 2013.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Department did not have any items that were required to be reported in this category as of June 30, 2013.

Fund Balance

In the governmental fund financial statements, fund balances are classified as non-spendable, restricted, or unrestricted (committed, assigned, or unassigned). *Restricted* represents those portions of fund balance where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation. *Committed* fund balance represents amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Legislative and Executive branches of the State. *Assigned* fund balance is constrained by the Legislature's and Executive Branch's intent to be used for specific purposes or in some cases by legislation. See Note 8 for additional information about fund balances.

Net Position

In June 2011, GASB issued GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* (GASB 63), effective for the Department's fiscal year beginning July 1, 2012. GASB 63 modifies the presentation of deferred inflows and deferred outflows in the financial statements; it also limits the use of the term "deferred." Implementation of GASB 63 had no effect on the Department's net position or changes in net position for the fiscal year ended June 30, 2013.

The government-wide statements utilize a net position presentation categorized as follows:

Net investment in capital assets - This category reflects the portion of net position that are associated with capital assets less outstanding capital asset related debt.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted net position - For the government-wide statement of net position, net position is reported as restricted when constraints placed on net position used are imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position - This category reflects net position of the Department not restricted for any project or other purpose.

F - INTERFUND ACTIVITY

Inter-fund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as inter-fund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market value, are treated as revenues and expenditures. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other inter-fund transactions are treated as transfers. Transfers between funds are netted upon consolidation.

G - REVENUES

Revenues from grants that are restricted for specific uses are recognized when the related expenditures are made. E911 surcharges represent surcharges paid by phone users in New Mexico to fund E911 phone systems, and are recognized as revenue when the underlying exchange transactions occur. Revenue from alcohol beverages tax is also recognized when the underlying exchange transaction occurs. State general fund appropriations, appropriations of severance tax bond proceeds, and interest earnings are susceptible to accrual under the modified accrual basis of accounting, and are deemed both measurable and available if collected within the current year or two months after the end of the fiscal year. Civil court fees are recognized when received by the courts.

The Department's spending policy is when an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the State's policy to use restricted resources first. When expenditures/expenses are incurred for purposes for which unrestricted (committed, assigned and unassigned) resources are available, and amounts in any of these unrestricted classifications could be used, it is the State's policy to spend committed resources first.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Single Year Budget

The following are the procedures followed in establishing the budgetary data presented in the financial statements:

The Office submits a proposed budget to the New Mexico State Legislature for the fiscal year commencing the following July 1. The State Legislature must approve the budget prior to its legal enactment. The expenditures and encumbrances of each category may not

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

legally exceed the budget for that category. Budgets are controlled at the "category" level within activities (personal services, employee benefits, etc.). The legal level of budgetary control is at the appropriation program level.

Any adjustment to the budget must be submitted to and approved by State Budget Division in the form of a budget adjustment request.

The budget is adopted on a modified accrual basis of accounting that is consistent with generally accepted accounting principles (GAAP). This change was implemented with the laws of 2004, Chapter 114, Section 3.

It is effective for fiscal years beginning July 1, 2004. Balances remaining at the end of the fiscal year from appropriations made from the State General Fund shall revert to the appropriate fund, unless otherwise indicated in the appropriations act or otherwise provided by law.

Most appropriations made to the Department lapse at year-end and revert to the original funding source. Pursuant to the General Appropriation Act of 2006 (Laws of 2006, Chapter 114, Section 3.M), the budgetary basis was converted to the modified accrual basis of accounting, i.e. GAAP basis, beginning with fiscal year 2006 appropriations.

Multi-Year Budget

Each year the Legislature approves multiple year appropriations, which the State considers as continuing appropriations. The Legislature authorizes these appropriations for two to five years; however, it does not identify the authorized amount by fiscal year. Consequently, the appropriation is budgeted in its entirety the first year the Legislature authorizes it. The unexpended portion of the budget is carried forward as the next year's beginning budget balance until either the project period has expired or the appropriation has been fully expended. The budget presentations in these financial statements are consistent with this budgeting methodology.

NOTE 3. STATE GENERAL FUND INVESTMENT POOL

For cash management and investment purposes, funds of various state agencies are deposited in the State General Fund Investment Pool (the Pool), which is managed by the Office of the New Mexico State Treasurer. Claims on the Pool are reported as assets by the various agencies investing in the Pool.

In June 2012, an independent diagnostic report revealed that Pool balances had not been reconciled at a "business unit by fund" level since the inception of the Statewide Human Resources, Accounting, and Management Reporting System (SHARE) system in July 2006. This report, entitled "Current State Diagnostic of Cash Control," also described a difference between Pool bank balances and the corresponding general ledger balances and indicated that the effect of reconciling items were unknown. The report, dated June 20, 2012, is available on

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
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June 30, 2013

NOTE 3. STATE GENERAL FUND INVESTMENT POOL (CONTINUED)

the website of the New Mexico Department of Finance & Administration at: http://www.nmdfa.state.nm.us/Cash_Control.aspx.

By state statute, the New Mexico Department of Finance and Administration (DFA) is responsible for the performance of monthly reconciliations with the balances and accounts kept by the State Treasurer. Therefore, under the direction of the State Controller / Financial Control Division Director, the Financial Control Division (FCD) of the New Mexico Department of Finance & Administration undertook action to address the situation. DFA/FCD initiated the Cash Management Remediation Project (Remediation Project) in partnership with the Office of the New Mexico State Treasurer, the New Mexico Department of Information Technology, and a contracted third party with expertise in the Enterprise System Software used by the State.

The Remediation Project objective was to design and implement changes necessary to ensure ongoing completion of timely, accurate and comprehensive reconciliation of the Pool. DFA has or is in the process of implementing all the recommendations resulting for the Remediation Project and has made changes to the State's SHARE system configuration, cash accounting policies and procedures, business practices, and banking structure. This has enabled DFA to complete timely and accurate reconciliation of bank to book balances at the State and Business Unit level on a post-implementation basis, however it did not resolve historical reconciling items. Additional changes recommended by the Project continue to be cascaded through DFA and state agencies to support the Business Unit by Fund accounting requirements.

A plan to address historical reconciling items is being assessed and a separate initiative will need to be undertaken to resolve the historical reconciling items. Management considers it unlikely that this separate initiative will be successful in allocating all historical reconciling items to the State entities invested in the Pool. As a result, any remaining differences post specific allocation to Pool participants will be reported in the State General Fund.

DFA Management had recorded a loss provision of \$101.7 million in the General Fund within the FY 2012 Comprehensive Annual Financial Report (CAFR) based on its estimate of the effect of issues related to the reconciliation of the Pool. Because no specific loss amount was determinable, consistent with generally accepted accounting principles, the amount accrued was the minimum amount that management considered to be probable. Ultimately, the loss could exceed the amount accrued, perhaps by a substantial amount. The State's General Fund includes the Operating Reserve Fund, which issued separate financial statements as of June 30, 2012 as a part of the State's Component Appropriation Funds. Those financial statements included a loss provision of \$70 million related to the general fund investment pool, based on management's then-current estimate of the minimum probable loss. Based on additional information that had become available since the issuance of those financial statements, management's estimate of the minimum probable loss had been increased to \$101.7 million. Accordingly, the general fund investment pool loss accrual and related provision in the FY 2012 CAFR financial statements differs from the separately issued FY 2012 financial statements of the State's Component Appropriation Funds. Currently, Management estimates the probable loss to be within the range of approximately \$70 million - \$102 million, with no amount within the range a better estimate than any other amount. Consistent with GASB 62, Management recorded a loss provision of \$70 million within the FY 2013 financial statements of the State's Component Appropriation Funds.

**STATE OF NEW MEXICO
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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 4. INVESTMENT IN STATE GENERAL FUND INVESTMENT POOL (CONTINUED)

At June 30, 2013, the Department had the following invested in the General Fund Investment Pool:

General Fund Investment Pool: \$1,128,397,155

Interest Rate Risk - The New Mexico State Treasurer's Office has an investment policy that limits investment maturities to five years or less on allowable investments. This policy is means of managing exposure to fair value losses arising from increasing interest rates. This policy is reviewed and approved annually by the New Mexico State Board of Finance.

Credit risk: The New Mexico State Treasurer pools are not rated.

For additional GASB 40 disclosure information regarding cash held by the New Mexico State Treasurer, the reader should see the separate audit report for the New Mexico State Treasurer's Office for the fiscal year ended June 30, 2013.

NOTE 5. CAPITAL ASSETS

	<u>June 30, 2012</u>	<u>Transfer In/ Additions</u>	<u>Transfer Out/ Deletions</u>	<u>June 30, 2013</u>
Depreciable assets:				
Office/data processing equipment	\$ 1,884,973	\$ 65,053	\$ (84,283)	\$ 1,865,743
Automobiles	<u>46,054</u>	<u>-</u>	<u>-</u>	<u>46,054</u>
Total capital assets	<u>1,931,027</u>	<u>65,053</u>	<u>(84,283)</u>	<u>1,911,797</u>
Accumulated depreciation:				
Office/data processing equipment	(1,733,331)	(48,323)	84,283	(1,697,371)
Automobiles	<u>(41,447)</u>	<u>(4,607)</u>	<u>-</u>	<u>(46,054)</u>
Total accumulated depreciation	<u>(1,774,778)</u>	<u>(52,930)</u>	<u>84,283</u>	<u>(1,743,425)</u>
Total capital assets, net	<u>\$ 156,249</u>	<u>\$ 12,123</u>	<u>\$ -</u>	<u>\$ 168,372</u>

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 5. CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions as follows:

Policy development	\$ 6,187
Fiscal management	4,121
Community development	8,865
Program support	<u>33,757</u>
 Total depreciation expense	 <u>\$ 52,930</u>

NOTE 6. LONG TERM OBLIGATIONS

The long-term liability activity for the year ended June 30, 2013 was as follows:

	June 30, 2012	Additions	Deletions	June 30, 2013	Amount Due Within One Year
Compensated absences	<u>\$ 590,980</u>	<u>\$ 620,881</u>	<u>\$ 625,712</u>	<u>\$ 586,149</u>	<u>\$ 586,149</u>

Compensated Absences

Compensated absences represent the estimated liability for employees accrued vacation and sick leave for which employees are entitled to be paid upon termination.

Severance Tax Bonds Proceeds

While the Department receives severance tax bond proceeds appropriated to the Local Government Division for projects specified by the Legislature, it has no obligation for repayment of the bonds and reports no liabilities for severance tax bonds payable in its financial statements. These bonds are obligations of the State of New Mexico. The liabilities are reported in the State of New Mexico's Comprehensive Annual Financial Report, or CAFR, issued by the State Controller's Office. The CAFR can be obtained by contacting the State Controller at the Bataan Memorial Building, Santa Fe, NM 87501.

Operating Leases

The Department has entered into operating lease agreements for certain items of office equipment such as copiers. These agreements are contingent upon the availability of future appropriations and are therefore cancelable upon proper notice being given to the lessors. Total rental payments made during the year ended June 30, 2013 are \$114,241.

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DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 7. INTERFUND ACTIVITY

Due From Other Funds and Due To Other Funds consisted of the following at June 30, 2013:

	STB Capital Projects Fund (61000)	STB Capital Outlay Projects (89200)	Total
Due from:			
Board of Finance Bond Funds	\$ 598,211	\$ 6,330,455	\$ 6,928,666
STB Capital Projects Fund (61000)	-	5,350	5,350
Total	\$ 598,211	\$ 6,335,805	\$ 6,934,016

The Board of Finance Bond Fund owes several Capital Project Funds for Severance Tax Bond money for capital projects appropriated by the legislature. All balances are expected to be paid during fiscal year 2014.

NOTE 8. GOVERNMENTAL FUND BALANCES – RESTRICTED, COMMITTED AND ASSIGNED

The Department's fund balances represent: Restricted Purposes which include balances that are legally restricted for specific purposes due to constraints that are externally imposed by creditors, grantors contributors, or laws or regulations of other governments; Committed Purposes which include balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the Legislature; Assigned Purposes which includes balances that are constrained by the governments intent to be used for specific purposes, but are neither restricted nor committed. A summary of the nature and purposes of these reserves by fund type at June 30, 2013 follows:

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 8. GOVERNMENTAL FUND BALANCES – RESTRICTED, COMMITTED AND ASSIGNED (CONTINUED)

	Major Funds						Total
	General Fund	E-911 Fund	BOF Bond Fund	Law Enforcement	DWI Fund	Other Funds	
Fund Balance:							
Nonspendable:							
Outstanding Loans	\$ 759,580	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 759,580
Restricted for:							
Appropriated to HSD for Medicaid	-	-	-	-	-	-	-
Issuing new loans	1,947,969	-	-	-	-	-	1,947,969
Civil Legal Services Commission	-	-	-	-	-	327,011	327,011
Neighborhood Stabilization Program Houses	-	-	-	-	-	222,880	222,880
DWI Grant Council	-	-	-	-	2,076,695	-	2,076,695
E911 Act, Section 63-9D-12	-	7,635,221	-	-	-	-	7,635,221
Minimum Fund Balance per Sec 29-13-3	-	-	-	100,000	-	-	100,000
City of Santa Fe - 400th Anniversary	-	-	-	-	-	-	-
Tribal Infrastructure Board-Capital Outlay	-	-	-	-	-	311,046	311,046
Committed to:							
Capital Outlay Projects	750,000	-	977,186,095	-	-	497,372	978,433,467
NM Mortgage Finance Authority	-	-	-	-	-	-	-
County Detention Reimbursement	25,268	-	-	-	-	-	25,268
Assigned:							
BOF Approved Equipment Purchases	-	3,000,000	-	-	-	-	3,000,000
Statewide Teen Court Program	-	-	-	-	-	200,413	200,413
TIF Infrastructure Grants	-	-	-	-	-	81,975	81,975
1st Quarter DWI Distribution	-	-	-	-	1,484,262	-	1,484,262
Civil Legal Services Professional Services	-	-	-	-	-	-	-
Total	<u>\$ 3,482,817</u>	<u>\$ 10,635,221</u>	<u>\$ 977,186,095</u>	<u>\$ 100,000</u>	<u>\$ 3,560,957</u>	<u>\$ 1,640,697</u>	<u>\$ 996,605,787</u>

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013**

NOTE 9. CONTINGENCIES AND OTHER COMMITMENTS

Federal grant revenues would be refundable in the event of noncompliance with terms of the grant agreements. In the opinion of management, no material refunds will occur.

The Department has entered into Joint Powers Agreements, or JPA's (Joint Powers Agreements Act, Section 11-1-1 through 11-1-7 NMSA 1978) with numerous state agencies and local governments for the purpose of providing pass-through funds received from federal awards, legislative appropriations, and other state funds to the sub-recipient organization. To ensure compliance with the restrictions and conditions imposed by the applicable legislation, statutes, laws, rules, regulations, or grant/cooperative agreement, JPA's are entered into with the recipient to define the allowable purposes and uses for the funds, the time period that funds will be available, as well as reimbursement and reversion requirements. None of these JPA's creates a joint venture or ongoing financial interest in another organization. Transactions made pursuant to a JPA are voluntary non-exchange revenues and expenditures, and are reported by the Department on the modified accrual basis of accounting in the Statement of Revenue, Expenditures, and Changes in Fund Balance. In the Statement of Activities, these transactions are reported on the full accrual basis as either program income or general income (depending on the funding source), and as program expenses. The Supplemental Schedule of Joint Powers Agreements is in the Supplementary Information section of this report.

Legal counsel for the Department is aware of several pending or threatened litigations, claims, or assessments existing at June 30, 2013. In the opinion of the Department's management and in-house legal counsel, the ultimate resolution of the above matters will not have a material adverse impact on the financial position or results of operations of the Department.

NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

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

Funding Policy. Plan members are required to contribute 8.92% of their gross salary. The Department is required to contribute 15.09% of the gross covered salary. The contribution requirements of plan members and the Department are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The Department's contributions to PERA for the fiscal years ending June 30, 2013, 2012 and 2011 were \$1,178,193, \$1,066,921 and \$1,310,336, respectively, which equal the amount of the required contributions for each fiscal year.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE 11. POST- EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

Plan Description. The Department 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 the 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.

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

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE 11. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)

plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2013, 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, 2013, 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.

The Department's contributions to the RHCA for the years ended June 30, 2013, 2012 and 2011 were \$156,319, \$146,000 and \$143,596, respectively, which equal the required contributions for each year.

NOTE 12. SPECIAL APPROPRIATIONS

Special Appropriations: Special appropriations are made to the Department from the State General Fund for various nonrecurring activities as determined by the Legislature. Unexpended and unencumbered appropriations remaining at the end of the appropriation period revert to the State General Fund. Appropriation periods vary in accordance with the underlying legislation. Additional details pertaining to each special appropriation can be found in the Supplemental Schedule of Special Appropriations located in the Supplementary Information section of this report.

NOTE 14. SUBSEQUENT EVENTS

Management evaluated subsequent events through December 2, 2013, the date the financial statements were available to be issued. Events or transactions occurring after June 30, 2013, but prior to December 2, 2013, that provided additional evidence about conditions that existed at June 30, 2013 have been recognized in the financial statements for the year ended June 30, 2013. Events or transactions that provided evidence about conditions that did not exist at June 30, 2013, but arose before the financial statements were available to be issued, have not been recognized in the financial statements for the year ended June 30, 2013.

This information is an integral part of the accompanying financial statements.

SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING BALANCE SHEETS - NONMAJOR GOVERNMENTAL FUNDS
June 30, 2013

Statement A-1

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Funds	Nonmajor Governmental Funds
ASSETS			
Investment in State General Fund Investment Pool	\$ 856,356	\$ 1,282,892	\$ 2,139,248
Receivable from Federal Government	137,363	-	137,363
Receivable from other funds	-	598,211	598,211
Receivable from other agencies	163,684	-	163,684
TOTAL ASSETS	1,157,403	1,881,103	3,038,506
LIABILITIES			
Accounts payable	404,729	944,000	1,348,729
Accrued payroll	620	-	620
Payable to State General Fund	-	41,360	41,360
Payable to other funds	-	5,350	5,350
Payable to other entities	1,750	-	1,750
Total liabilities	407,099	990,710	1,397,809
FUND BALANCES			
Restricted	549,891	311,046	860,937
Committed	-	497,372	497,372
Assigned	200,413	81,975	282,388
Total fund balances	750,304	890,393	1,640,697
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,157,403	\$ 1,881,103	\$ 3,038,506

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended June 30, 2013

Statement A-2

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Funds	Nonmajor Governmental Funds
REVENUES			
Federal grants	\$ 1,912,980	\$ -	\$ 1,912,980
Assessments and fees	127,499	-	127,499
Civil legal filing fees	1,707,370	-	1,707,370
Interest earned	1,570	-	1,570
Other revenue	1,286,665	-	1,286,665
	<u>5,036,084</u>	<u>-</u>	<u>5,036,084</u>
Total revenues			
EXPENDITURES			
Current operating:			
Grants to others	2,917,790	2,572,391	5,490,181
Other fiscal support - miscellaneous	3,398,733	-	3,398,733
	<u>6,316,523</u>	<u>2,572,391</u>	<u>8,888,914</u>
Total expenditures			
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,280,439)</u>	<u>(2,572,391)</u>	<u>(3,852,830)</u>
OTHER FINANCING SOURCES (USES)			
General Fund appropriation	1,610,700	-	1,610,700
Reversion 2013	-	(41,360)	(41,360)
Transfers in:			
Interfund	-	2,769,573	2,769,573
Other	-	-	-
Transfers out:			
Interfund	-	-	-
Other	-	(823,039)	(823,039)
	<u>1,610,700</u>	<u>1,905,174</u>	<u>3,515,874</u>
NET OTHER FINANCING SOURCES (USES)			
NET CHANGE IN FUND BALANCES	330,261	(667,217)	(336,956)
FUND BALANCES, BEGINNING	<u>420,043</u>	<u>1,557,610</u>	<u>1,977,653</u>
FUND BALANCES, ENDING	<u>\$ 750,304</u>	<u>\$ 890,393</u>	<u>\$ 1,640,697</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING BALANCE SHEETS - NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2013

Statement A-3

	62400	10780
	Civil Legal Services	Juvenile Adjudication
	<u> </u>	<u> </u>
ASSETS		
Investment in State General Fund Investment Pool	\$ 338,369	\$ 243,450
Receivable from Federal Government	-	-
Receivable from other state agencies	<u>163,154</u>	<u>530</u>
TOTAL ASSETS	<u>501,523</u>	<u>243,980</u>
LIABILITIES AND FUND BALANCES		
Accounts payable	174,512	43,567
Accrued payroll	-	-
Payable to other entities	<u>-</u>	<u>-</u>
Total liabilities	<u>174,512</u>	<u>43,567</u>
FUND BALANCES		
Restricted	327,011	-
Assigned	<u>-</u>	<u>200,413</u>
Total fund balances	<u>327,011</u>	<u>200,413</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 501,523</u>	<u>\$ 243,980</u>

10880 Santa Fe Anniversary Plate	10540 Neighborhood Stabilization	72600 Wallace Foundation SALEP Grant	Total Nonmajor Special Revenue Funds
\$ 1,750	\$ 272,787	\$ -	\$ 856,356
-	137,363	-	137,363
-	-	-	163,684
<u>1,750</u>	<u>410,150</u>	<u>-</u>	<u>1,157,403</u>
-	186,650	-	404,729
-	620	-	620
<u>1,750</u>	<u>-</u>	<u>-</u>	<u>1,750</u>
<u>1,750</u>	<u>187,270</u>	<u>-</u>	<u>407,099</u>
-	222,880	-	549,891
-	-	-	200,413
-	<u>222,880</u>	-	<u>750,304</u>
<u>\$ 1,750</u>	<u>\$ 410,150</u>	<u>\$ -</u>	<u>\$ 1,157,403</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2013

Statement A-4

	62400	10780
	Civil Legal Services	Juvenile Adjudication
	<u> </u>	<u> </u>
REVENUES		
Federal grants	\$ -	\$ -
Assessments and fees	-	127,499
Civil legal filing fees	1,707,370	-
Interest earned	1,570	-
Other revenue	-	-
Total revenues	<u>1,708,940</u>	<u>127,499</u>
EXPENDITURES		
Current operating:		
Grants to others	-	143,564
Other fiscal support - miscellaneous	<u>3,195,784</u>	<u>-</u>
Total expenditures	<u>3,195,784</u>	<u>143,564</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,486,844)</u>	<u>(16,065)</u>
OTHER FINANCING SOURCES (USES)		
General Fund appropriation	1,610,700	-
Reversion 2013	-	-
Transfers in:		
Interfund	-	-
Other	-	-
Transfers out:		
Interfund	-	-
Other	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,610,700</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	123,856	(16,065)
FUND BALANCES, BEGINNING	<u>203,155</u>	<u>216,478</u>
FUND BALANCES, ENDING	<u>\$ 327,011</u>	<u>\$ 200,413</u>

10880 Santa Fe Anniversary Plate	10540 Neighborhood Stabilization	72600 Wallace Foundation SALEP Grant	Total Nonmajor Special Revenue Funds
\$ -	\$ 1,912,980	\$ -	\$ 1,912,980
-	-	-	127,499
-	-	-	1,707,370
-	-	-	1,570
-	1,286,665	-	1,286,665
-	3,199,645	-	5,036,084
-	2,773,816	410	2,917,790
-	202,949	-	3,398,733
-	2,976,765	410	6,316,523
-	222,880	(410)	(1,280,439)
-	-	-	1,610,700
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	1,610,700
-	222,880	(410)	330,261
-	-	410	420,043
\$ -	\$ 222,880	\$ -	\$ 750,304

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING BALANCE SHEETS - NONMAJOR CAPITAL PROJECT FUNDS
June 30, 2013

Statement A-5

	52900	61000
	General Fund Capital Projects	STB Capital Projects
ASSETS		
Investment in State General Fund Investment Pool	\$ 38,255	\$ 240,093
Receivable from other funds	<u>-</u>	<u>598,211</u>
TOTAL ASSETS	<u>\$ 38,255</u>	<u>\$ 838,304</u>
LIABILITIES AND FUND BALANCES		
Accounts payable	\$ -	\$ 832,954
Payable to State General Fund	-	-
Payable to other funds	<u>-</u>	<u>5,350</u>
Total liabilities	<u>-</u>	<u>838,304</u>
FUND BALANCES		
Restricted	-	-
Committed	38,255	-
Assigned	<u>-</u>	<u>-</u>
Total fund balances	<u>38,255</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 38,255</u>	<u>\$ 838,304</u>

10810 Tribal Infrastructure	93100 General Fund Capital Outlay Statewide	Total Nonmajor Capital Project Funds
\$ 393,021	\$ 611,523	\$ 1,282,892
<u>-</u>	<u>-</u>	<u>598,211</u>
<u>\$ 393,021</u>	<u>\$ 611,523</u>	<u>\$ 1,881,103</u>
\$ -	\$ 111,046	\$ 944,000
-	41,360	41,360
-	-	5,350
<u>-</u>	<u>152,406</u>	<u>990,710</u>
311,046	-	311,046
-	459,117	497,372
81,975	-	81,975
<u>393,021</u>	<u>459,117</u>	<u>890,393</u>
<u>\$ 393,021</u>	<u>\$ 611,523</u>	<u>\$ 1,881,103</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - NONMAJOR CAPITAL PROJECT FUNDS
Year Ended June 30, 2013

Statement A-6

	52900	61000
	<u>General Fund Capital Projects</u>	<u>STB Capital Projects</u>
REVENUES		
Federal grants	\$ -	\$ -
Assessments and fees	-	-
Other revenue	-	-
Total revenues	<u>-</u>	<u>-</u>
EXPENDITURES		
Current operating:		
Grants to others	-	1,946,534
Total expenditures	<u>-</u>	<u>1,946,534</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(1,946,534)</u>
OTHER FINANCING SOURCES (USES)		
General Fund appropriation	-	-
Reversion 2013	-	-
Transfers in:		
Interfund	-	1,946,534
Other	-	-
Transfers out:		
Interfund	-	-
Other	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>1,946,534</u>
NET CHANGE IN FUND BALANCES	-	-
FUND BALANCES, BEGINNING	<u>38,255</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 38,255</u>	<u>\$ -</u>

10810 Tribal Infrastructure	93100 General Fund Capital Outlay Statewide	Total Nonmajor Capital Project Funds
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	625,857	2,572,391
-	625,857	2,572,391
-	(625,857)	(2,572,391)
-	-	-
-	(41,360)	(41,360)
823,039	-	2,769,573
-	-	-
-	-	-
(823,039)	-	(823,039)
-	(41,360)	1,905,174
-	(667,217)	(667,217)
393,021	1,126,334	1,557,610
<u>\$ 393,021</u>	<u>\$ 459,117</u>	<u>\$ 890,393</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
BOARD OF FINANCE BOND FUNDS - CAPITAL PROJECTS
Year Ended June 30, 2013

Statement A-7

	<u>Budgeted Amounts</u>		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
REVENUES				
Bond proceeds	\$ 423,129,835	\$ 423,129,835	\$ 423,129,835	\$ -
Other financing sources	-	1,887,280	1,887,280	-
TOTAL REVENUES	423,129,835	425,017,115	425,017,115	-
FUND BALANCE BUDGETED	<u>887,710,331</u>	<u>887,710,331</u>	-	<u>(887,710,331)</u>
TOTAL REVENUES AND FUND BALANCE BUDGETED	<u>\$ 1,310,840,166</u>	<u>\$ 1,312,727,446</u>	425,017,115	<u>\$ (887,710,331)</u>
EXPENDITURES				
Other financing uses	<u>\$ 1,310,840,166</u>	<u>\$ 1,312,727,446</u>	<u>329,339,287</u>	<u>\$ 983,388,159</u>
TOTAL EXPENDITURES	<u>\$ 1,310,840,166</u>	<u>\$ 1,312,727,446</u>	<u>329,339,287</u>	<u>\$ 983,388,159</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			95,677,828	
REVERSIONS			(6,202,064)	
BUDGETED FUND BALANCE			-	
NET CHANGE IN FUND BALANCE			<u>\$ 89,475,764</u>	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
STB CAPITAL OUTLAY STATEWIDE - CAPITAL PROJECTS (Fund 89200)
Year Ended June 30, 2013

Statement A-8

	<u>Budgeted Amounts</u>		Actual	Variance From
	<u>Original</u>	<u>Final</u>	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
REVENUES				
Bond proceeds	\$ -	\$ -	\$ -	\$ -
Other financing sources - STB	39,940,649	42,067,728	14,764,877	(27,302,851)
TOTAL REVENUES	39,940,649	42,067,728	14,764,877	(27,302,851)
FUND BALANCE BUDGETED	-	-	-	-
TOTAL REVENUES AND FUND BALANCE BUDGETED	<u>\$ 39,940,649</u>	<u>\$ 42,067,728</u>	<u>14,764,877</u>	<u>\$ (27,302,851)</u>
EXPENDITURES				
Other	\$ 39,560,298	\$ 28,454,743	10,616,446	\$ 17,838,297
Other financing uses	380,351	13,612,985	4,148,431	9,464,554
TOTAL EXPENDITURES	<u>\$ 39,940,649</u>	<u>\$ 42,067,728</u>	<u>14,764,877</u>	<u>\$ 27,302,851</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			-	
BUDGETED FUND BALANCE			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2013

Statement A-9

Civil Legal Services

Fund 62400

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
State General Fund	\$ 1,610,700	\$ 1,610,700	\$ 1,610,700	\$ -
Civil action	1,881,800	1,881,800	1,707,370	(174,430)
Interest earned	-	-	1,570	1,570
Fund balance budgeted	<u>180,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES AND FUND BALANCE BUDGETED	<u>\$ 3,672,500</u>	<u>\$ 3,492,500</u>	<u>3,319,640</u>	<u>\$ (172,860)</u>
EXPENDITURES				
Personnel services/benefits	\$ 64,900	\$ 64,900	10,947	\$ 53,953
Contractual services	3,588,300	3,319,400	3,086,001	233,399
Other	<u>19,300</u>	<u>108,200</u>	<u>98,836</u>	<u>9,364</u>
TOTAL EXPENDITURES	<u>\$ 3,672,500</u>	<u>\$ 3,492,500</u>	<u>3,195,784</u>	<u>\$ 296,716</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			123,856	
BUDGETED FUND BALANCE			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 123,856</u>	

Juvenile Adjudication Fund

Fund 10780

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Assessments and fees	\$ -	\$ -	\$ 127,499	\$ 127,499
Fund balance budgeted	<u>190,000</u>	<u>190,000</u>	<u>16,065</u>	<u>(173,935)</u>
TOTAL REVENUES AND FUND BALANCE BUDGETED	<u>\$ 190,000</u>	<u>\$ 190,000</u>	<u>143,564</u>	<u>\$ (46,436)</u>
EXPENDITURES				
Other financing uses	\$ 190,000	\$ 190,000	143,564	\$ 46,436
TOTAL EXPENDITURES	<u>\$ 190,000</u>	<u>\$ 190,000</u>	<u>143,564</u>	<u>\$ 46,436</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			-	
BUDGETED FUND BALANCE			<u>(16,065)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (16,065)</u>	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
Year Ended June 30, 2013

Statement A-9 (continued)

<u>Santa Fe 400 Anniversary Plate</u> Fund 10880	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance From</u> <u>Final Budget</u> <u>Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Assessments and fees	\$ -	\$ -	\$ -	\$ -
Fund balance	-	-	-	-
TOTAL REVENUES AND				
FUND BALANCE BUDGETED	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Other	\$ -	\$ -	-	\$ -
TOTAL EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED				
FUND BALANCE OVER (UNDER) EXPENDITURES			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

<u>Neighborhood Stabilization Program</u> Fund 10540	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance From</u> <u>Final Budget</u> <u>Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Federal funds	\$ 5,354,863	\$ 5,283,563	\$ 1,912,980	\$ (3,370,583)
Miscellaneous Revenue	-	982,249	1,286,665	304,416
TOTAL REVENUES	<u>\$ 5,354,863</u>	<u>\$ 6,265,812</u>	<u>3,199,645</u>	<u>\$ (3,066,167)</u>
EXPENDITURES				
Personnel services/benefits	\$ 23,934	\$ 55,029	\$ 16,019	\$ 39,010
Contractual services	279,707	339,707	186,730	152,977
Other	5,051,222	5,871,076	2,774,016	3,097,060
TOTAL EXPENDITURES	<u>\$ 5,354,863</u>	<u>\$ 6,265,812</u>	<u>2,976,765</u>	<u>\$ 3,289,047</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED				
FUND BALANCE OVER (UNDER) EXPENDITURES			222,880	
BUDGETED FUND BALANCE			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 222,880</u>	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
Year Ended June 30, 2013

Statement A-9 (continued)

Wallace Foundation SALEP Grant
Fund 72600

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Other financing sources - STB	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES BUDGETED	\$ -	\$ -	-	\$ -
EXPENDITURES				
Contractual services	\$ -	\$ -	-	\$ -
Other	-	-	-	-
Other financing uses	-	-	-	-
TOTAL EXPENDITURES	\$ -	\$ -	-	\$ -
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			-	
NON-BUDGETED (FUND CLOSEOUT)			(410)	
NET CHANGE IN FUND BALANCE			\$ (410)	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECT FUNDS
Year Ended June 30, 2013

Statement A-10

General Fund Capital Projects
Fund 52900

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Other financing sources	\$ -	\$ -	\$ -	\$ -
Other revenue	-	-	-	-
Fund balance budgeted	38,255	38,255	-	(38,255)
TOTAL REVENUES AND FUND BALANCE BUDGETED	\$ 38,255	\$ 38,255	-	\$ (38,255)
EXPENDITURES				
Contractual services	\$ -	\$ -	-	\$ -
Other	38,255	38,255	-	38,255
Other financing uses	-	-	-	-
TOTAL EXPENDITURES	\$ 38,255	\$ 38,255	-	\$ 38,255
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			-	
REVERSIONS			-	
BUDGETED FUND BALANCE			-	
NET CHANGE IN FUND BALANCE			\$ -	

STB Capital Projects
Fund 61000

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Other financing sources	\$ 9,194,746	\$ 3,447,953	\$ 1,946,534	\$ (1,501,419)
Other revenue	-	-	-	-
TOTAL REVENUES AND FUND BALANCE BUDGETED	\$ 9,194,746	\$ 3,447,953	1,946,534	\$ (1,501,419)
EXPENDITURES				
Contractual services	\$ 364,939	\$ -	-	\$ -
Other	8,378,845	3,004,562	1,946,534	1,058,028
Other financing uses	450,962	443,391	-	443,391
TOTAL EXPENDITURES	\$ 9,194,746	\$ 3,447,953	1,946,534	\$ 1,501,419
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			-	
REVERSIONS			-	
BUDGETED FUND BALANCE			-	
NET CHANGE IN FUND BALANCE			\$ -	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
NONMAJOR CAPITAL PROJECT FUNDS (CONTINUED)
Year Ended June 30, 2013

Statement A-10 (continued)

Tribal Infrastructure Project
Fund 10810

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Other financing sources - STB	\$ 917,406	\$ 917,406	\$ 823,040	\$ (94,366)
Other financing sources	-	-	-	-
Fund balance	81,975	81,975	-	(81,975)
TOTAL REVENUES AND FUND BALANCE BUDGETED	\$ 999,381	\$ 999,381	823,040	\$ (176,341)
EXPENDITURES				
Other financing uses	\$ 999,381	\$ 999,381	823,040	\$ 176,341
TOTAL EXPENDITURES	\$ 999,381	\$ 999,381	823,040	\$ 176,341
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES				-
BUDGETED FUND BALANCE				-
NET CHANGE IN FUND BALANCE			\$	-

General Fund Capital Outlay Statewide
Fund 93100

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Other financing sources	\$ -	\$ -	\$ -	\$ -
Fund balance	1,126,334	1,126,334	625,857	(500,477)
TOTAL REVENUES AND FUND BALANCE BUDGETED	\$ 1,126,334	\$ 1,126,334	625,857	\$ (500,477)
EXPENDITURES				
Other	\$ 1,126,334	\$ 1,126,334	625,857	\$ 500,477
TOTAL EXPENDITURES	\$ 1,126,334	\$ 1,126,334	625,857	\$ 500,477
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES				-
REVERSIONS			(41,360)	
BUDGETED FUND BALANCE			(625,857)	
NET CHANGE IN FUND BALANCE			\$	(667,217)

OTHER SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
BOARD OF FINANCE BOND FUNDS SUMMARY SCHEDULE
BALANCE SHEET - BY FUND
Year Ended June 30, 2013

Schedule A-1

Fund Number	Investment in State Treasurer Investment Pool	Receivable From Other Funds	Receivable From Other State Agencies	Total Assets
00100 Sev. Tax Notes - S 205SA	\$ 185,700	\$ -	\$ -	\$ 185,700
01900 Sev. Tax Bonds, S2006A	6,178,864	-	-	6,178,864
02200 Gen. Oblig. Bonds	-	-	-	-
02700 Gen. Oblig. Bonds, S2007	638,295	-	-	638,295
03300 Gen. Oblig. Bonds, S1997	-	-	-	-
04000 Sev. Tax Bonds, S1999A	3,082	-	-	3,082
04100 Suppl. Sev. Tax Bonds, S2002A	-	-	-	-
05400 Gen. Oblig. Bonds, S2005	-	-	-	-
06200 Sev. Tax Bonds, S1999B	-	-	-	-
10590 General Oblig. Bonds, S2009	2,255,709	-	-	2,255,709
10710 Sev. Tax Bonds, S2009SC	3,711,263	-	-	3,711,263
10720 Suppl. Sev. Tax Bonds, S2009SB	-	-	-	-
10730 Sev. Tax Bonds, S2009SA	3,436,016	-	-	3,436,016
10740 Sev. Tax Bonds, S2009A	18,320,478	-	-	18,320,478
10910 Sev. Tax Bonds, S2009SD	12,803,446	-	-	12,803,446
10920 Sev. Tax Bonds, S2010A	34,350,242	-	-	34,350,242
10930 Suppl. Sev. Tax Bonds, S2010B	236,352	-	-	236,352
11160 Sev. Tax Bonds, S2010A	11,686,751	-	-	11,686,751
11170 Suppl. Sev. Tax Bonds, S2010B	-	-	-	-
11290 Suppl. Serv. Tax Bonds, S2010SC	25,700,647	-	-	25,700,647
11310 Gen. Oblig. Bonds, S2011	10,596,957	-	-	10,596,957
11330 Suppl. Sev. Tax Bonds, S2011SB	154,607,944	-	-	154,607,944
11350 Sev. Tax Bonds, S2011A-1	31,693,254	-	-	31,693,254
11430-Sup Sev Tax Bond Series 2012SB	50,025,186	-	-	50,025,186
11440 - Sev Tax Bonds, Series 2012A	53,634,648	-	-	53,634,648
11450 - Seve Tax Bonds, 2011SA	48,763,709	-	-	48,763,709
11560 - Sup Sev Tax Bonds, 2012SD	42,639,098	-	-	42,639,098
11570 - Seve Tax Bonds, 2012SA	37,123,576	-	-	37,123,576
11580 Sev. Tax Bond, S2011SA	13,478,180	-	-	13,478,180
11670 Gen Obligation Bond Ser 2013	138,870,417	-	-	138,870,417
11720 - Severance Tax Bond Ser 2013A	4,001,900	-	-	4,001,900
11730 - Severance Tax Bond Ser 2013SA	73,829,335	-	-	73,829,335
11740 - Severance Tax Bond Ser 2013SB	120,333,100	-	-	120,333,100
22900 - Sev. Tax Bonds, S2005A	267,446	-	-	267,446
30100- Suppl. Sev. Tax Bonds, S2003SF	499,550	-	-	499,550
30200 - Sev. Tax Bonds, S2003SE	177,791	-	-	177,791
30880 - Sev. Tax Bond, S2011SC	-	-	-	-
30890 - Suppl. Sev. Tax Bond, S2011SD	78,824,973	-	-	78,824,973
31200 Sev. Tax Notes, S2005SC	-	-	-	-
40300 Sev. Tax Bonds, S2003A	1,101,824	-	-	1,101,824
40700 Sev. Tax Bonds, S2004A	79,000	-	-	79,000
56300 Sev. Tax Bonds, S2002A	50,876	-	-	50,876
57400 Suppl. Sev. Tax Bonds, S2000C	58,335	-	122,024	180,359
58800 Sev. Tax Bonds, S2000	10,000	-	-	10,000
60900 Sev. Tax Bonds, S2008A1	16,870,939	-	-	16,870,939
60910 Sev. Tax Bonds, S2008SA	5,188,184	-	146,639	5,334,823
60930 Sev. Tax Bonds, 2008SC	4,872,295	-	-	4,872,295
62100 Sev. Tax Notes, S2005SE	-	-	-	-
62600 Suppl. Sev. Tax Notes, S2005SF	-	-	-	-
62700 Gen. Oblig. Bonds, S2001	-	-	-	-
63000 Suppl. Sev. Tax Bonds, S2002SC	-	-	-	-
65300 Suppl. Sev. Tax Notes, S2004SC	4,224,819	-	-	4,224,819
66300 Sev. Tax Bonds, S2007A	3,045,398	-	-	3,045,398
66400 Sev. Tax Bonds, S2007SA	4,585,274	-	-	4,585,274
66600 Severance Tax Bonds, S2007SC	-	-	-	-
70800 Gen. Oblig. Bonds, S1999	-	-	-	-
73200 Sev. Tax Bonds, S2004SF	203,884	-	-	203,884
73300 Suppl. Sev. Tax Bonds, S2002B	-	-	-	-
74600 Suppl. Sev. Tax Bonds, S2003SC	-	-	-	-
76200 Sev. Tax Bonds, S2000SA	-	-	-	-
79500 Suppl. Sev. Tax Notes, S2004SG	-	-	-	-
80300 Sev. Tax Notes, S2006SC	1,488,583	-	-	1,488,583
80500 Suppl. Sev. Tax Notes, S2007SE	-	-	-	-
80900 Suppl. Sev. Tax Notes, S2006SD	-	-	-	-
81500 Sev. Tax Bonds, S2004SA	3,935,147	-	-	3,935,147
82100 Sev. Tax Notes, S2007SD	1,189,436	-	-	1,189,436
88600 Sev. Tax Notes, S2004SB	-	-	-	-
96850 Sev. Tax Bonds, S2008D	5,728,385	-	-	5,728,385
96860 Suppl. Sev. Tax Bonds, S2008D	636,172	-	-	636,172
99600 Sev. Tax Bonds, S1998B	-	-	-	-
Total	\$ 1,032,142,460	\$ -	\$ 268,663	\$ 1,032,411,123

Payable To Other Funds	Payable To Other State Agencies	Payable To Other Entities	Total Liabilities	Total Fund Balances	Total Liabilities and Fund Balances
\$ -	\$ -	\$ -	\$ -	\$ 185,700	\$ 185,700
-	50,604	-	50,604	6,128,260	6,178,864
-	-	-	-	-	-
-	-	-	-	638,295	638,295
-	3,082	-	3,082	-	3,082
-	-	-	-	-	-
-	64,209	41,315	105,524	2,150,185	2,255,709
-	2,539,575	-	2,539,575	1,171,688	3,711,263
-	1,717,474	-	1,717,474	-	-
82,731	1,800,539	1,901,023	3,784,293	1,718,542	3,436,016
559,361	3,370,294	-	3,929,655	14,536,185	18,320,478
37,233	8,732,873	-	8,770,106	8,873,791	12,803,446
-	97,345	-	97,345	25,580,136	34,350,242
38,312	194,631	156,411	389,354	139,007	236,352
-	-	-	-	11,297,397	11,686,751
-	1,286,993	-	1,286,993	-	-
-	1,569,563	-	1,569,563	24,413,654	25,700,647
-	-	-	-	9,027,394	10,596,957
-	2,891,446	-	2,891,446	154,607,944	154,607,944
-	-	-	-	28,801,808	31,693,254
2,084,297	5,280,238	267,681	7,632,216	50,025,186	50,025,186
3,718,107	28,707	1,561,338	5,308,152	46,002,432	53,634,648
-	5,197,178	-	5,197,178	43,455,557	48,763,709
-	852,590	-	852,590	37,441,920	42,639,098
-	-	533,582	533,582	36,270,986	37,123,576
-	-	1,055,094	1,055,094	12,944,598	13,478,180
-	-	-	-	137,815,323	138,870,417
-	-	-	-	4,001,900	4,001,900
-	-	-	-	73,829,335	73,829,335
-	-	-	-	120,333,100	120,333,100
-	63,484	-	63,484	203,962	267,446
-	-	-	-	499,550	499,550
-	-	-	-	177,791	177,791
-	1,362,023	-	1,362,023	-	-
-	17,656	-	17,656	77,462,950	78,824,973
-	24,000	-	24,000	-	-
-	-	-	-	1,084,168	1,101,824
-	-	-	-	55,000	79,000
-	-	-	-	50,876	50,876
-	-	-	-	180,359	180,359
-	-	-	-	10,000	10,000
1,100	1,413,194	2,568	1,416,862	15,454,077	16,870,939
21,931	130,146	50,736	202,813	5,132,010	5,334,823
-	-	-	-	4,872,295	4,872,295
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	4,224,819	4,224,819
-	564,291	-	564,291	2,481,107	3,045,398
355,467	2,905,723	-	3,261,190	1,324,084	4,585,274
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	203,884	203,884
-	-	-	-	-	-
-	-	-	-	-	-
-	36,588	-	36,588	1,451,995	1,488,583
-	-	-	-	-	-
-	-	-	-	3,935,147	3,935,147
30,127	-	-	30,127	1,159,309	1,189,436
-	-	-	-	-	-
-	465,332	-	465,332	5,263,053	5,728,385
-	66,836	-	66,836	569,336	636,172
-	-	-	-	-	-
<u>\$ 6,928,666</u>	<u>\$ 42,726,614</u>	<u>\$ 5,569,748</u>	<u>\$ 55,225,028</u>	<u>\$ 977,186,095</u>	<u>\$ 1,032,411,123</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
BOARD OF FINANCE BOND FUNDS SUMMARY SCHEDULE
REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE - BY FUND
Year Ended June 30, 2013

Schedule A-2

Fund Number	Bond Proceeds	Reversion	Transfers In	Transfers Out
00100 Sev. Tax Notes - S 205SA	\$ -	\$ -	\$ -	\$ (199,768)
01900 Sev. Tax Bonds, S2006A	-	(54)	-	(2,755,211)
02200 Gen. Oblig. Bonds	-	-	-	(92,142)
02700 Gen. Oblig. Bonds, S2007	-	(13,672)	13,672	(200,000)
03300 Gen. Oblig. Bonds, S1997	-	-	-	-
04000 Sev. Tax Bonds, S1999A	-	-	-	(73,000)
04100 Suppl. Sev. Tax Bonds, S2002A	-	-	-	-
05400 Gen. Oblig. Bonds, S2005	-	(24,611)	-	(617,590)
06200 Sev. Tax Bonds, S1999B	-	(88,931)	-	-
10590 General Oblig. Bonds, S2009	-	(772,489)	5,252	(9,471,131)
10710 Sev. Tax Bonds, S2009SC	-	-	-	(5,905,130)
10720 Suppl. Sev. Tax Bonds, S2009SB	-	-	-	-
10730 Sev. Tax Bonds, S2009SA	-	(1,552,332)	-	(329,196)
10740 Sev. Tax Bonds, S2009A	-	(622,774)	(11,238)	(25,383,896)
10910 Sev. Tax Bonds, S2009SD	-	(546,875)	74,375	(6,575,287)
10920 Sev. Tax Bonds, S2010A	-	(321,722)	-	(55,253,808)
10930 Suppl. Sev. Tax Bonds, S2010B	-	-	-	(1,267,403)
11160 Sev. Tax Bonds, S2010A	-	(4,583)	-	(10,865,646)
11170 Suppl. Sev. Tax Bonds, S2010B	-	-	-	(83,702,466)
11290 Suppl. Sev. Tax Bonds, S2010SC	-	-	-	(4,462,652)
11310 Gen. Oblig. Bonds, S2011	-	(25,581)	-	(4,904,501)
11330 Suppl. Sev. Tax Bonds, S2011SB	-	-	-	-
11350 Sev. Tax Bonds, S2011A-1	-	(2,533)	50	(20,233,115)
11430-Sup Sev Tax Bond Series 2012SB	-	-	-	-
11440 - Sev Tax Bonds, Series 2012A	-	-	-	(24,290,529)
11450 - Seve Tax Bonds, 2011SA	-	-	-	(16,319,443)
11560 - Sup Sev Tax Bonds, 2012SD	47,497,000.00	-	-	(10,055,080)
11570 - Seve Tax Bonds, 2012SA	38,168,000.00	-	-	(1,897,014)
11580 Sev. Tax Bond, S2011SA	-	-	277,138	(7,223,861)
11670 Gen Obligation Bond Ser 2013	139,300,500.00	-	-	(1,485,177)
11720 - Severance Tax Bond Ser 2013A	4,001,900.00	-	-	-
11730 - Severance Tax Bond Ser 2013SA	73,829,335.00	-	-	-
11740 - Severance Tax Bond Ser 2013SB	120,333,100.00	-	-	-
22900 - Sev. Tax Bonds, S2005A	-	(20)	-	(98,054)
30100- Suppl. Sev. Tax Bonds, S2003SF	-	-	-	-
30200 - Sev. Tax Bonds, S2003SE	-	-	-	-
30880 - Sev. Tax Bond, S2011SC	-	-	-	(1,444,400)
30890 - Suppl. Sev. Tax Bond, S2011SD	-	-	-	(4,428,217)
31200 Sev. Tax Notes, S2005SC	-	-	-	(21,750)
40300 Sev. Tax Bonds, S2003A	-	-	-	(177,025)
40700 Sev. Tax Bonds, S2004A	-	-	-	(24,000)
56300 Sev. Tax Bonds, S2002A	-	-	-	(9,495)
57400 Suppl. Sev. Tax Bonds, S2000C	-	-	-	-
58800 Sev. Tax Bonds, S2000	-	-	-	-
60900 Sev. Tax Bonds, S2008A1	-	(1,160,615)	68	(6,569,330)
60910 Sev. Tax Bonds, S2008SA	-	(273,684)	-	(4,614,572)
60930 Sev. Tax Bonds, 2008SC	-	-	-	(57,206)
62100 Sev. Tax Notes, S2005SE	-	-	-	(49,821)
62600 Suppl. Sev. Tax Notes, S2005SF	-	-	-	-
62700 Gen. Oblig. Bonds, S2001	-	-	-	-
63000 Suppl. Sev. Tax Bonds, S2002SC	-	-	-	-
65300 Suppl. Sev. Tax Notes, S2004SC	-	-	-	-
66300 Sev. Tax Bonds, S2007A	-	(172,485)	-	(2,170,348)
66400 Sev. Tax Bonds, S2007SA	-	(4,292)	-	(9,322,702)
66600 Severance Tax Bonds, S2007SC	-	-	-	-
70800 Gen. Oblig. Bonds, S1999	-	-	-	-
73200 Sev. Tax Bonds, S2004SF	-	-	-	(502)
73300 Suppl. Sev. Tax Bonds, S2002B	-	-	-	-
74600 Suppl. Sev. Tax Bonds, S2003SC	-	-	-	-
76200 Sev. Tax Bonds, S2000SA	-	-	-	-
79500 Suppl. Sev. Tax Notes, S2004SG	-	-	-	-
80300 Sev. Tax Notes, S2006SC	-	-	-	(1,069,371)
80500 Suppl. Sev. Tax Notes, S2007SE	-	-	-	(483,131)
80900 Suppl. Sev. Tax Notes, S2006SD	-	-	-	(61,020)
81500 Sev. Tax Bonds, S2004SA	-	-	-	(23,829)
82100 Sev. Tax Notes, S2007SD	-	(3,753)	-	(72,112)
88600 Sev. Tax Notes, S2004SB	-	-	-	-
96850 Sev. Tax Bonds, S2008D	-	(611,058)	1,527,963	(4,785,434)
96860 Suppl. Sev. Tax Bonds, S2008D	-	-	-	(292,554)
99600 Sev. Tax Bonds, S1998B	-	-	-	(1,368)
Total	\$ 423,129,835	\$ (6,202,064)	\$ 1,887,280	\$ (329,339,287)

Total Other Financing Sources and (Uses)	Net Change in Fund Balance	Fund Balance Beginning of Year	Fund Balance End of Year
\$ (199,768)	\$ (199,768)	\$ 385,468	\$ 185,700
(2,755,265)	(2,755,265)	8,883,525	6,128,260
(92,142)	(92,142)	92,142	-
(200,000)	(200,000)	838,295	638,295
-	-	-	-
(73,000)	(73,000)	73,000	-
-	-	-	-
(642,201)	(642,201)	642,201	-
(88,931)	(88,931)	88,931	-
(10,238,368)	(10,238,368)	12,388,553	2,150,185
(5,905,130)	(5,905,130)	7,076,818	1,171,688
-	-	-	-
(1,881,528)	(1,881,528)	3,600,070	1,718,542
(26,017,908)	(26,017,908)	40,554,093	14,536,185
(7,047,787)	(7,047,787)	15,921,578	8,873,791
(55,575,530)	(55,575,530)	81,155,666	25,580,136
(1,267,403)	(1,267,403)	1,406,410	139,007
(10,870,229)	(10,870,229)	22,167,626	11,297,397
(83,702,466)	(83,702,466)	83,702,466	-
(4,462,652)	(4,462,652)	28,876,306	24,413,654
(4,930,082)	(4,930,082)	13,957,476	9,027,394
-	-	154,607,944	154,607,944
(20,235,598)	(20,235,598)	49,037,406	28,801,808
-	-	50,025,186	50,025,186
(24,290,529)	(24,290,529)	70,292,961	46,002,432
(16,319,443)	(16,319,443)	59,775,000	43,455,557
37,441,920	37,441,920	-	37,441,920
36,270,986	36,270,986	-	36,270,986
(6,946,723)	(6,946,723)	19,891,321	12,944,598
137,815,323	137,815,323	-	137,815,323
4,001,900	4,001,900	-	4,001,900
73,829,335	73,829,335	-	73,829,335
120,333,100	120,333,100	-	120,333,100
(98,074)	(98,074)	302,036	203,962
-	-	499,550	499,550
-	-	177,791	177,791
(1,444,400)	(1,444,400)	1,444,400	-
(4,428,217)	(4,428,217)	81,891,167	77,462,950
(21,750)	(21,750)	21,750	-
(177,025)	(177,025)	1,261,193	1,084,168
(24,000)	(24,000)	79,000	55,000
(9,495)	(9,495)	60,371	50,876
-	-	180,359	180,359
-	-	10,000	10,000
(7,729,877)	(7,729,877)	23,183,954	15,454,077
(4,888,256)	(4,888,256)	10,020,266	5,132,010
(57,206)	(57,206)	4,929,501	4,872,295
(49,821)	(49,821)	49,821	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	4,224,819	4,224,819
(2,342,833)	(2,342,833)	4,823,940	2,481,107
(9,326,994)	(9,326,994)	10,651,078	1,324,084
-	-	-	-
-	-	-	-
(502)	(502)	204,386	203,884
-	-	-	-
-	-	-	-
-	-	-	-
(1,069,371)	(1,069,371)	2,521,366	1,451,995
(483,131)	(483,131)	483,131	-
(61,020)	(61,020)	61,020	-
(23,829)	(23,829)	3,958,976	3,935,147
(75,865)	(75,865)	1,235,174	1,159,309
-	-	-	-
(3,868,529)	(3,868,529)	9,131,582	5,263,053
(292,554)	(292,554)	861,890	569,336
(1,368)	(1,368)	1,368	-
<u>\$ 89,475,764</u>	<u>\$ 89,475,764</u>	<u>\$ 887,710,331</u>	<u>\$ 977,186,095</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
For the Year Ended June 30, 2013

Schedule B-1

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 34,766,160	\$ 907,935,375	\$ 884,531,179	\$ 58,170,356
Due from other state entities	5,999,378	6,059,932	6,307,356	5,751,954
Due from agency funds	<u>8,326</u>	<u>-</u>	<u>7,061</u>	<u>1,265</u>
TOTAL ASSETS	<u>\$ 40,773,864</u>	<u>\$ 913,995,307</u>	<u>\$ 890,845,596</u>	<u>\$ 63,923,575</u>
LIABILITIES				
Due to other entities	\$ 4,876,138	\$ 783,962,990	\$ 784,024,842	\$ 4,814,286
Due to other state entities	26,240,466	106,343,699	81,109,876	51,474,289
Due to State General Fund	3,583,887	1,709,477	3,754,096	1,539,268
Due to agency fund	1,265	-	-	1,265
Due to employees/third party	185,379	288,608	390,736	83,251
Due to local governments	5,614,821	17,245,539	17,119,896	5,740,464
Other liabilities	<u>271,908</u>	<u>-</u>	<u>1,156</u>	<u>270,752</u>
TOTAL LIABILITIES	<u>\$ 40,773,864</u>	<u>\$ 909,550,313</u>	<u>\$ 886,400,602</u>	<u>\$ 63,923,575</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINED SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT
For the Year Ended June 30, 2013

Schedule B-2

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>Combined Fiscal Management</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 9,876,501	\$ 813,366,206	\$ 796,836,600	\$ 26,406,107
Due from other state entities	5,246,188	5,230,838	5,548,178	4,928,848
Due from agency funds	8,326	-	7,061	1,265
	<u>15,131,015</u>	<u>818,597,044</u>	<u>802,391,839</u>	<u>31,336,220</u>
TOTAL ASSETS	\$ 15,131,015	\$ 818,597,044	\$ 802,391,839	\$ 31,336,220
LIABILITIES				
Due to other entities	\$ 4,876,138	\$ 783,962,990	\$ 784,024,842	\$ 4,814,286
Due to State General Fund	-	170,209	170,209	-
Due to other state entities	9,796,325	30,047,213	13,676,872	26,166,666
Due to agency fund	1,265	-	-	1,265
Due to employees/third party	185,379	288,608	390,736	83,251
Other liabilities	271,908	-	1,156	270,752
	<u>15,131,015</u>	<u>814,469,020</u>	<u>798,263,815</u>	<u>31,336,220</u>
TOTAL LIABILITIES	\$ 15,131,015	\$ 814,469,020	\$ 798,263,815	\$ 31,336,220

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)**

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	<u>Balance, July 1, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance, June 30, 2013</u>
<u>Contribution Fund (00300)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ 206,103	\$ -	\$ 64,700	\$ 141,403
TOTAL ASSETS	<u>\$ 206,103</u>	<u>\$ -</u>	<u>\$ 64,700</u>	<u>\$ 141,403</u>
LIABILITIES				
Due to other state entities	\$ 206,103	\$ -	\$ 64,700	\$ 141,403
TOTAL LIABILITIES	<u>\$ 206,103</u>	<u>\$ -</u>	<u>\$ 64,700</u>	<u>\$ 141,403</u>
<u>Computer System Enhancement Fund (00900)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ 8,414,133	\$ 20,368,000	\$ 3,901,200	\$ 24,880,933
Due from other state agencies/entities	-	-	-	-
TOTAL ASSETS	<u>\$ 8,414,133</u>	<u>\$ 20,368,000</u>	<u>\$ 3,901,200</u>	<u>\$ 24,880,933</u>
LIABILITIES				
Due to State General Fund	\$ -	\$ 170,209	\$ 170,209	\$ -
Due to other state entities	8,414,133	20,368,000	3,901,200	24,880,933
TOTAL LIABILITIES	<u>\$ 8,414,133</u>	<u>\$ 20,538,209</u>	<u>\$ 4,071,409</u>	<u>\$ 24,880,933</u>
<u>Carrie Tingley Hospital Fund (04500)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ 4,290	\$ 725,526	\$ 728,963	\$ 853
Due from other state entities	58,639	58,051	61,058	55,632
TOTAL ASSETS	<u>\$ 62,929</u>	<u>\$ 783,577</u>	<u>\$ 790,021</u>	<u>\$ 56,485</u>
LIABILITIES				
Due to other state entities	\$ 62,929	\$ 722,518	\$ 728,962	\$ 56,485
TOTAL LIABILITIES	<u>\$ 62,929</u>	<u>\$ 722,518</u>	<u>\$ 728,962</u>	<u>\$ 56,485</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>San Juan College Fund (10300)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 23,198,700	\$ 23,198,700	\$ -
TOTAL ASSETS	\$ -	\$ 23,198,700	\$ 23,198,700	\$ -
LIABILITIES				
Due to other entities	\$ -	\$ 23,198,700	\$ 23,198,700	\$ -
TOTAL LIABILITIES	\$ -	\$ 23,198,700	\$ 23,198,700	\$ -
<u>NM Junior College Fund (10400)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 6,215,000	\$ 6,215,000	\$ -
TOTAL ASSETS	\$ -	\$ 6,215,000	\$ 6,215,000	\$ -
LIABILITIES				
Due to other entities	\$ -	\$ 6,215,000	\$ 6,215,000	\$ -
TOTAL LIABILITIES	\$ -	\$ 6,215,000	\$ 6,215,000	\$ -
<u>NM State University Fund (10500)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 189,173,889	\$ 189,173,889	\$ -
Due from other state entities	223,598	207,470	223,598	207,470
TOTAL ASSETS	\$ 223,598	\$ 189,381,359	\$ 189,397,487	\$ 207,470
LIABILITIES				
Due to other entities	\$ 223,598	\$ 189,157,761	\$ 189,173,889	\$ 207,470
TOTAL LIABILITIES	\$ 223,598	\$ 189,157,761	\$ 189,173,889	\$ 207,470

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)**

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>Central NM Community College Fund (10600)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 47,750,400	\$ 47,750,400	\$ -
TOTAL ASSETS	\$ -	\$ 47,750,400	\$ 47,750,400	\$ -
LIABILITIES				
Due to other entities	\$ -	\$ 47,750,400	\$ 47,750,400	\$ -
TOTAL LIABILITIES	\$ -	\$ 47,750,400	\$ 47,750,400	\$ -
<u>Eastern NM University Fund (10700)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 42,690,828	\$ 42,690,828	\$ -
Due from other state entities	39,334	36,765	39,334	36,765
TOTAL ASSETS	\$ 39,334	\$ 42,727,593	\$ 42,730,162	\$ 36,765
LIABILITIES				
Due to other entities	\$ 39,334	\$ 42,688,259	\$ 42,690,828	\$ 36,765
TOTAL LIABILITIES	\$ 39,334	\$ 42,688,259	\$ 42,690,828	\$ 36,765
<u>Luna Vocational School Fund (10800)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 7,762,100	\$ 7,762,100	\$ -
TOTAL ASSETS	\$ -	\$ 7,762,100	\$ 7,762,100	\$ -
LIABILITIES				
Due to other entities	\$ -	\$ 7,762,100	\$ 7,762,100	\$ -
TOTAL LIABILITIES	\$ -	\$ 7,762,100	\$ 7,762,100	\$ -

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>Santa Fe Community College Fund (10900)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 12,501,000	\$ 12,501,000	\$ -
TOTAL ASSETS	\$ -	\$ 12,501,000	\$ 12,501,000	\$ -
LIABILITIES				
Due to other entities	\$ -	\$ 12,501,000	\$ 12,501,000	\$ -
TOTAL LIABILITIES	\$ -	\$ 12,501,000	\$ 12,501,000	\$ -
<u>NM Highlands University Fund (22200)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 29,315,342	\$ 29,315,342	\$ -
Due from other state entities	12,629	11,800	12,629	11,800
TOTAL ASSETS	\$ 12,629	\$ 29,327,142	\$ 29,327,971	\$ 11,800
LIABILITIES				
Due to other entities	\$ 12,629	\$ 29,314,512	\$ 29,315,341	\$ 11,800
TOTAL LIABILITIES	\$ 12,629	\$ 29,314,512	\$ 29,315,341	\$ 11,800
<u>Mesalands Community College Fund (22300)</u>				
ASSETS				
Investment in State General Fund Investment Pool	\$ -	\$ 4,290,100	\$ 4,290,100	\$ -
TOTAL ASSETS	\$ -	\$ 4,290,100	\$ 4,290,100	\$ -
LIABILITIES				
Due to other entities	\$ -	\$ 4,290,100	\$ 4,290,100	\$ -
TOTAL LIABILITIES	\$ -	\$ 4,290,100	\$ 4,290,100	\$ -

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)**

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>NM Institute of Mining and Technology Fund (22400)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 36,410,169	\$ 36,410,169	\$ -
Due from other state entities	94,289	88,413	94,289	88,413
TOTAL ASSETS	\$ 94,289	\$ 36,498,582	\$ 36,504,458	\$ 88,413
LIABILITIES				
Due to other entities	\$ 94,289	\$ 36,404,293	\$ 36,410,169	\$ 88,413
TOTAL LIABILITIES	\$ 94,289	\$ 36,404,293	\$ 36,410,169	\$ 88,413
<u>NM Military Institute Fund (22600)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 21,215,950	\$ 21,215,950	\$ -
Due from other state entities	1,548,772	1,457,875	1,548,772	1,457,875
TOTAL ASSETS	\$ 1,548,772	\$ 22,673,825	\$ 22,764,722	\$ 1,457,875
LIABILITIES				
Due to other entities	\$ 1,548,772	\$ 21,125,054	\$ 21,215,951	\$ 1,457,875
TOTAL LIABILITIES	\$ 1,548,772	\$ 21,125,054	\$ 21,215,951	\$ 1,457,875
<u>Western NM University Fund (22700)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 17,710,912	\$ 17,710,912	\$ -
Due from other state entities	12,701	11,845	12,701	11,845
TOTAL ASSETS	\$ 12,701	\$ 17,722,757	\$ 17,723,613	\$ 11,845
LIABILITIES				
Due to other entities	\$ 12,701	\$ 17,710,056	\$ 17,710,912	\$ 11,845
TOTAL LIABILITIES	\$ 12,701	\$ 17,710,056	\$ 17,710,912	\$ 11,845

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>Northern NM College Fund (22800)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 10,649,439	\$ 10,649,439	\$ -
Due from other state entities	10,012	9,397	10,012	9,397
TOTAL ASSETS	\$ 10,012	\$ 10,658,836	\$ 10,659,451	\$ 9,397
LIABILITIES				
Due to other entities	\$ 10,012	\$ 10,648,824	\$ 10,649,439	\$ 9,397
TOTAL LIABILITIES	\$ 10,012	\$ 10,648,824	\$ 10,649,439	\$ 9,397
<u>Clovis Community College Fund (23000)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 8,750,900	\$ 8,750,900	\$ -
TOTAL ASSETS	\$ -	\$ 8,750,900	\$ 8,750,900	\$ -
LIABILITIES				
Due to other entities	\$ -	\$ 8,750,900	\$ 8,750,900	\$ -
TOTAL LIABILITIES	\$ -	\$ 8,750,900	\$ 8,750,900	\$ -
<u>NM School for the Visually Handicapped Fund (23100)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 12,553,923	\$ 12,553,923	\$ -
Due from other state entities	937,333	981,106	1,037,333	881,106
TOTAL ASSETS	\$ 937,333	\$ 13,535,029	\$ 13,591,256	\$ 881,106
LIABILITIES				
Due to other entities	\$ 937,333	\$ 12,497,696	\$ 12,553,923	\$ 881,106
TOTAL LIABILITIES	\$ 937,333	\$ 12,497,696	\$ 12,553,923	\$ 881,106

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>NM School for the Deaf Fund (23200)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 15,373,536	\$ 15,373,536	\$ -
Due from other state entities	939,556	883,130	939,556	883,130
TOTAL ASSETS	\$ 939,556	\$ 16,256,666	\$ 16,313,092	\$ 883,130
LIABILITIES				
Due to other entities	\$ 939,556	\$ 15,317,110	\$ 15,373,536	\$ 883,130
TOTAL LIABILITIES	\$ 939,556	\$ 15,317,110	\$ 15,373,536	\$ 883,130
<u>University of New Mexico Fund (23300)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 116,297	\$ 297,258,301	\$ 297,079,680	\$ 294,918
Due from other state entities	771,040	747,057	771,041	747,056
Due from State General Fund	-	-	-	-
TOTAL ASSETS	\$ 887,337	\$ 298,005,358	\$ 297,850,721	\$ 1,041,974
LIABILITIES				
Due to other entities	\$ 887,337	\$ 297,351,156	\$ 297,196,519	\$ 1,041,974
TOTAL LIABILITIES	\$ 887,337	\$ 297,351,156	\$ 297,196,519	\$ 1,041,974
<u>Saline Land Income Fund (23400)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 159,189	\$ 159,189	\$ -
Due from other state entities	11,048	14,923	11,048	14,923
TOTAL ASSETS	\$ 11,048	\$ 174,112	\$ 170,237	\$ 14,923
LIABILITIES				
Due to other entities	\$ 11,048	\$ 163,064	\$ 159,189	\$ 14,923
TOTAL LIABILITIES	\$ 11,048	\$ 163,064	\$ 159,189	\$ 14,923

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)**

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
Judicial Educational Fund (58900)				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 92,970	\$ 840,694	\$ 819,641	\$ 114,023
Due from other state entities	66,559	55,593	66,587	55,565
TOTAL ASSETS	\$ 159,529	\$ 896,287	\$ 886,228	\$ 169,588
LIABILITIES				
Due to other entities	\$ 159,529	\$ 1,117,005	\$ 1,106,946	\$ 169,588
TOTAL LIABILITIES	\$ 159,529	\$ 1,117,005	\$ 1,106,946	\$ 169,588
Judicial Educational Municipal Fund (59000)				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 38,431	\$ 397,096	\$ 400,347	\$ 35,180
Due from other state entities	37,079	31,568	37,081	31,566
TOTAL ASSETS	\$ 75,510	\$ 428,664	\$ 437,428	\$ 66,746
LIABILITIES				
Due to other state entities	\$ 75,510	\$ 463,837	\$ 472,601	\$ 66,746
TOTAL LIABILITIES	\$ 75,510	\$ 463,837	\$ 472,601	\$ 66,746
Central Payroll Bond Account Fund (71900)				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 42,437	-	-	\$ 42,437
TOTAL ASSETS	\$ 42,437	\$ -	\$ -	\$ 42,437
LIABILITIES				
Other liabilities	\$ 41,172	-	-	\$ 41,172
Due to agency funds	1,265	-	-	1,265
TOTAL LIABILITIES	\$ 42,437	\$ -	\$ -	\$ 42,437

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
CRS Central Payroll Account Fund (72400)				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 98,522	\$ 306,484	\$ 375,105	\$ 29,901
Due from other state entities	78,531	251,625	278,071	52,085
Due from agency funds	8,326	-	7,061	1,265
TOTAL ASSETS	\$ 185,379	\$ 558,109	\$ 660,237	\$ 83,251
LIABILITIES				
Due to employees/3rd party	\$ 185,379	\$ 288,608	\$ 390,736	\$ 83,251
TOTAL LIABILITIES	\$ 185,379	\$ 288,608	\$ 390,736	\$ 83,251
Capital Projects Fund (74700)				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 632,562	\$ -	\$ -	\$ 632,562
TOTAL ASSETS	\$ 632,562	\$ -	\$ -	\$ 632,562
LIABILITIES				
Due to other state entities	\$ 632,562	\$ -	\$ -	\$ 632,562
TOTAL LIABILITIES	\$ 632,562	\$ -	\$ -	\$ 632,562
Charitable, Penal and Reformatory Institutions Fund (76100)				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 20	\$ 7,748,728	\$ 7,744,431	\$ 4,317
Due from other state entities	405,068	384,220	405,068	384,220
TOTAL ASSETS	\$ 405,088	\$ 8,132,948	\$ 8,149,499	\$ 388,537
LIABILITIES				
Due to other state entities	\$ 405,088	\$ 8,492,858	\$ 8,509,409	\$ 388,537
TOTAL LIABILITIES	\$ 405,088	\$ 8,492,858	\$ 8,509,409	\$ 388,537

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
FISCAL MANAGEMENT (CONTINUED)

For the Year Ended June 30, 2013

Schedule B-2 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
Cancelled Payroll Warrants Fund (83400)				
ASSETS				
Investment in State General Fund Investment Pool	\$ 230,736	\$ -	\$ 1,156	\$ 229,580
TOTAL ASSETS	<u>\$ 230,736</u>	<u>\$ -</u>	<u>\$ 1,156</u>	<u>\$ 229,580</u>
LIABILITIES				
Due to other state entities	\$ 230,736	\$ -	\$ 1,156	\$ 229,580
TOTAL LIABILITIES	<u>\$ 230,736</u>	<u>\$ -</u>	<u>\$ 1,156</u>	<u>\$ 229,580</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINED SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
COMMUNITY DEVELOPMENT
For the Year Ended June 30, 2013

Schedule B-3

	<u>Balance, July 1, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance, June 30, 2013</u>
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 10,400,356	\$ 18,566,271	\$ 21,181,615	\$ 7,785,012
Due from other state entities	<u>753,190</u>	<u>823,106</u>	<u>753,190</u>	<u>823,106</u>
TOTAL ASSETS	<u>\$ 11,153,546</u>	<u>\$ 19,389,377</u>	<u>\$ 21,934,805</u>	<u>\$ 8,608,118</u>
LIABILITIES				
Due to General Fund	\$ 3,576,387	\$ 1,537,018	\$ 3,576,387	\$ 1,537,018
Due to local governments	5,603,636	17,240,914	17,119,896	5,724,654
Due to other state entities	<u>1,973,523</u>	<u>572,166</u>	<u>1,199,243</u>	<u>1,346,446</u>
TOTAL LIABILITIES	<u>\$ 11,153,546</u>	<u>\$ 19,350,098</u>	<u>\$ 21,895,526</u>	<u>\$ 8,608,118</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
COMMUNITY DEVELOPMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule B-3 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>Domestic Violence Treatment Program Fund (37600)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 1,973,523	\$ 572,166	\$ 1,199,243	\$ 1,346,446
TOTAL ASSETS	<u>\$ 1,973,523</u>	<u>\$ 572,166</u>	<u>\$ 1,199,243</u>	<u>\$ 1,346,446</u>
LIABILITIES				
Due to other state entities	\$ 1,973,523	\$ 572,166	\$ 1,199,243	\$ 1,346,446
TOTAL LIABILITIES	<u>\$ 1,973,523</u>	<u>\$ 572,166</u>	<u>\$ 1,199,243</u>	<u>\$ 1,346,446</u>
<u>Small Communities Assistance Fund (73700)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 8,271,197	\$ 7,211,948	\$ 9,045,234	\$ 6,437,911
Due from other state entities	753,190	823,106	753,190	823,106
TOTAL ASSETS	<u>\$ 9,024,387</u>	<u>\$ 8,035,054</u>	<u>\$ 9,798,424</u>	<u>\$ 7,261,017</u>
LIABILITIES				
Due to State General Fund	\$ 3,576,387	\$ 1,537,018	\$ 3,576,387	\$ 1,537,018
Due to local governments	5,448,000	6,458,757	6,182,758	5,723,999
TOTAL LIABILITIES	<u>\$ 9,024,387</u>	<u>\$ 7,995,775</u>	<u>\$ 9,759,145</u>	<u>\$ 7,261,017</u>
<u>Federal Taylor Grazing Act Fund (73800)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 155,636	\$ 517,869	\$ 672,850	\$ 655
TOTAL ASSETS	<u>\$ 155,636</u>	<u>\$ 517,869</u>	<u>\$ 672,850</u>	<u>\$ 655</u>
LIABILITIES				
Due to local governments	\$ 155,636	\$ 517,869	\$ 672,850	\$ 655
TOTAL LIABILITIES	<u>\$ 155,636</u>	<u>\$ 517,869</u>	<u>\$ 672,850</u>	<u>\$ 655</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
COMMUNITY DEVELOPMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule B-3 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
Federal National Forest Proceeds Fund (73900)				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ -	\$ 10,264,288	\$ 10,264,288	\$ -
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 10,264,288</u>	<u>\$ 10,264,288</u>	<u>\$ -</u>
LIABILITIES				
Due to local governments	\$ -	\$ 10,264,288	\$ 10,264,288	\$ -
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ 10,264,288</u>	<u>\$ 10,264,288</u>	<u>\$ -</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINED SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
POLICY DEVELOPMENT
For the Year Ended June 30, 2013

Schedule B-4

	<u>Balance, July 1, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance, June 30, 2013</u>
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 14,489,303	\$ 76,002,898	\$ 66,512,964	\$ 23,979,237
Due from other state entities	-	5,988	5,988	-
TOTAL ASSETS	<u>\$ 14,489,303</u>	<u>\$ 76,008,886</u>	<u>\$ 66,518,952</u>	<u>\$ 23,979,237</u>
LIABILITIES				
Due to other state entities	\$ 14,470,618	\$ 75,724,320	\$ 66,233,761	\$ 23,961,177
Due to State General Fund	7,500	2,250	7,500	2,250
Due to local governments	11,185	4,625	-	15,810
TOTAL LIABILITIES	<u>\$ 14,489,303</u>	<u>\$ 75,731,195</u>	<u>\$ 66,241,261</u>	<u>\$ 23,979,237</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
POLICY DEVELOPMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule B-4 (continued)

	Balance, July 1, 2012	Additions	Deletions	Balance, June 30, 2013
<u>County Treasurers Remittance Fund (80000)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 14,470,618	\$ 75,996,023	\$ 66,505,464	\$ 23,961,177
Due from other state entities	-	5,988	5,988	-
TOTAL ASSETS	<u>\$ 14,470,618</u>	<u>\$ 76,002,011</u>	<u>\$ 66,511,452</u>	<u>\$ 23,961,177</u>
LIABILITIES				
Due to other state entities	\$ 14,470,618	\$ 75,724,320	\$ 66,233,761	\$ 23,961,177
TOTAL LIABILITIES	<u>\$ 14,470,618</u>	<u>\$ 75,724,320</u>	<u>\$ 66,233,761</u>	<u>\$ 23,961,177</u>
<u>Private Activity Bond Suspense Fund (96600)</u>				
ASSETS				
Investment in State General Fund				
Investment Pool	\$ 18,685	\$ 6,875	\$ 7,500	\$ 18,060
TOTAL ASSETS	<u>\$ 18,685</u>	<u>\$ 6,875</u>	<u>\$ 7,500</u>	<u>\$ 18,060</u>
LIABILITIES				
Due to State General Fund	\$ 7,500	\$ 2,250	\$ 7,500	\$ 2,250
Due to local governments	11,185	4,625	-	15,810
TOTAL LIABILITIES	<u>\$ 18,685</u>	<u>\$ 6,875</u>	<u>\$ 7,500</u>	<u>\$ 18,060</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF INTEREST IN STATE TREASURER
INVESTMENT POOL ACCOUNTS
June 30, 2013

Schedule C

Fund/Fund Description	Fund	Financial Statement Balance
General Fund:		
DFA Operating Fund	01000	\$ 3,102,191
DFA Special Appropriation Fund	62000	596,014
County Detention Reimbursement Fund	20130	25,268
Board of Finance Emergency Fund	20900	997,515
Emergency Water Supply Fund	21000	54,868
Electronic Voting Machine Fund	21200	86,964
Tobacco Settlement Program Fund	69700	738,060
NM Community Assistance Fund	28100	231,147
General Fund total		<u>5,832,027</u>
Other Governmental Funds:		
County Supported Medicaid Fund	02100	8,163,897
Community Development Block Grant	08800	(64,094)
General Fund Capital Projects	52900	38,255
Local DWI Grant Program	56000	4,458,853
Severance Tax Bond Capital Project Fund	61000	240,093
Civil Legal Services Fund	62400	338,369
Law Enforcement Protection Fund	73600	4,673,062
E-911 Enhancement Fund	74500	12,287,981
GF Capital Outlay Statewide	93100	611,523
Juvenile Adjudication Fund	10780	243,450
Tribal Infrastructure Project	10810	393,021
STB Capital Outlay Statewide	89200	593,365
Neighborhood Stabilization	10540	272,787
SF 400 Anniversary Plate	10880	1,750
Other Governmental Funds total		<u>32,252,312</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF INTEREST IN STATE TREASURER
INVESTMENT POOL ACCOUNTS
June 30, 2013

Schedule C

Fund/Fund Description	Fund	Financial Statement Balance
Board of Finance Bond Funds:		
Severance Tax Note, 2005 SA	00100	185,700
Severance Tax Bonds, 2006 SA	01900	6,178,864
General Obligation Bond Series 2007	02700	638,295
Severance Tax Bond 1999 SA	04000	3,082
Gen Obligation Bonds, Ser 2009	10590	2,255,709
Severance Tax Bonds, Ser 2009SC	10710	3,711,263
Sev. Tax Bonds, Ser 2009SA	10730	3,436,016
Sev. Tax Bonds, Ser 2009A	10740	18,320,478
Sev. Tax Bonds, Ser 2009SD	10910	12,803,446
Sev. Tax Bonds, Ser 2010A	10920	34,350,242
Supp. Sev. Tax Bonds, Ser 2010B	10930	236,352
Sev. Tax Bonds, Ser 2010SA	11160	11,686,751
Supplemental Severance Tax Bonds Series 2010SC	11290	25,700,647
General Obligation Bonds Series 2011	11310	10,596,957
Supplemental Severance Tax Bond Series 2011SB	11330	154,607,944
Severance Tax Bond Series 2011A-	11350	31,693,254
SUP SEV TAX BOND SERIES 2012SB	11430	50,025,186
SEV TAX BOND SERIES 2012A	11440	53,634,648
SEV TAX BOND SERIES 2012SA	11450	48,763,709
Sup SevTax Bonds, 2012SD	11560	42,639,098
Seve Tax Bonds, 2012SA	11570	37,123,576
Severance Tax Bond Series 2011SA	11580	13,478,180
Gen Obligation Bond Ser 2013	11670	138,870,417
Severance Tax Bond Ser 2013A	11720	4,001,900
Severance Tax Bond Ser 2013SA	11730	73,829,335
Severance Tax Bond Ser 2013SB	11740	120,333,100
Severance Tax Bonds, 2005 SA	22900	267,446
Supplemental Severance Tax Bond 2003 SF	30100	499,550
Severance Tax Bonds 2003 SE	30200	177,791
Severance Tax Bonds 2011SD	30890	78,824,973
Severance Tax Bond 2003 SA	40300	1,101,824
Severance Tax Bond 2004 SA	40700	79,000
Severance Tax Bond 2002 SA	56300	50,876
Supplemental Severance Tax Bond 2000 SC	57400	58,335
Severance Tax Bond Series 2000	58800	10,000
Severance Tax Bonds Series 2008A-1	60900	16,870,939

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF INTEREST IN STATE TREASURER
INVESTMENT POOL ACCOUNTS
June 30, 2013

Schedule C

Fund/Fund Description	Fund	Financial Statement Balance
Board of Finance Bond Funds (continued):		
Severance Tax Bonds Series 2008SA	60910	5,188,184
Severance Tax Bonds Series 2008SC	60930	4,872,295
Severance Tax Note 2005 SE	62100	-
Supplemental Severance Tax Note 2004 SC	65300	4,224,819
Severance Tax Bonds 2007 A	66300	3,045,398
Severance Tax Bond 2007 SA	66400	4,585,274
Severance Tax Note 2004 SF	73200	203,884
Severance Tax Notes 2006 S-C	80300	1,488,583
Severance Tax Note 2004 SA	81500	3,935,147
Severance Tax Note Series 2007SC	82100	1,189,436
Sev. Tax Bonds, Series 2008D	96850	5,728,385
Supplemental Severance Tax Bonds Ser 2008SE	96860	636,172
Board of Finance Bond Funds total		<u>1,032,142,460</u>
Fiduciary Funds:		
Contribution Fund	00300	141,403
Computer System Enhancement	00900	24,880,933
Carrie Tingley Hospital	04500	853
University of New Mexico	23300	294,918
Domestic Violence Treatment Program	37600	1,346,446
Judicial Education Fund - General	58900	114,023
Judicial Education Fund - Municipal Courts	59000	35,180
Central Payroll Bond Account	71900	42,437
Payroll Reissue Account	72400	29,901
Small Counties Assistance Program	73700	6,437,911
Federal Taylor Grazing Act	73800	655
Capital Projects	74700	632,562
Charitable, Penal and Reformatory Institutions	76100	4,317
County Treasurers Remittance Fund	80000	23,961,177
Cancelled Payroll Warrant - Suspense	83400	229,580
Private Activity Bond Suspense	96600	18,060
Fiduciary Funds total		<u>58,170,356</u>
TOTAL		<u>\$ 1,128,397,155</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF SPECIAL APPROPRIATIONS
June 30, 2013

Schedule D

Department	Appropriation Amount	FY13 Budget	FY13 Expenses	Expenses from Inception to June 30, 2013	2013 Reversion Amount	Balance as of June 30, 2013
Z20507	\$ 200,000	\$ 200,000	\$ 199,994	\$ 199,994	\$ 6	\$ -
Z20508	3,000,000	3,000,000	3,000,000	3,000,000	-	-
Z20509	250,000	250,000	247,110	247,110	2,890	-
Z30513	250,000	250,000	-	-	-	250,000
Z30515	200,000	200,000	-	-	-	200,000
Z30516	250,000	250,000	-	-	-	250,000
Z30517	50,000	50,000	-	-	-	50,000
	<u>\$ 4,200,000</u>	<u>\$ 4,200,000</u>	<u>\$ 8,400,000</u>	<u>\$ 3,447,104</u>	<u>\$ 2,896</u>	<u>\$ 750,000</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-1

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
<u>P541 - Policy Development</u>				
REVENUES				
State General Fund	\$ 3,493,800	\$ 3,493,800	\$ 3,493,800	\$ -
TOTAL REVENUES	\$ 3,493,800	\$ 3,493,800	\$ 3,493,800	\$ -
EXPENDITURES				
Personnel/Employee Benefits	\$ 3,204,600	\$ 2,951,100	\$ 2,581,125	\$ 369,975
Contractual services	105,100	105,000	84,743	20,257
Other	184,100	437,700	395,054	42,646
TOTAL EXPENDITURES	\$ 3,493,800	\$ 3,493,800	\$ 3,060,922	\$ 432,878
<u>P542 - Program Support</u>				
REVENUES				
State General Fund	\$ 1,554,800	\$ 1,554,800	\$ 1,554,800	\$ -
TOTAL REVENUES	\$ 1,554,800	\$ 1,554,800	\$ 1,554,800	\$ -
EXPENDITURES				
Personnel/Employee Benefits	\$ 1,400,100	\$ 1,375,100	\$ 1,254,694	\$ 120,406
Contractual services	86,500	86,500	60,914	25,586
Other	68,200	93,200	83,966	9,234
TOTAL EXPENDITURES	\$ 1,554,800	\$ 1,554,800	\$ 1,399,574	\$ 155,226
<u>P543 - Community Development</u>				
REVENUES				
State General Fund	\$ 1,828,300	\$ 1,828,300	\$ 1,828,300	\$ -
TOTAL REVENUES	\$ 1,828,300	\$ 1,828,300	\$ 1,828,300	\$ -
EXPENDITURES				
Personnel/Employee Benefits	\$ 1,739,700	\$ 1,610,700	\$ 1,467,338	\$ 143,362
Contractual services	14,500	90,100	19,602	70,498
Other	74,100	127,500	118,614	8,886
TOTAL EXPENDITURES	\$ 1,828,300	\$ 1,828,300	\$ 1,605,554	\$ 222,746
<u>P544 - Fiscal Management</u>				
REVENUES				
State General Fund	\$ 4,886,900	\$ 4,886,900	\$ 4,886,900	\$ -
Other financing sources	595,500	595,500	595,500	-
TOTAL REVENUES	\$ 5,482,400	\$ 5,482,400	\$ 5,482,400	\$ -
EXPENDITURES				
Personnel/Employee Benefits	\$ 4,736,600	\$ 4,291,200	\$ 4,235,527	\$ 55,673
Contractual services	239,600	707,000	679,117	27,883
Other	506,200	484,200	482,910	1,290
TOTAL EXPENDITURES	\$ 5,482,400	\$ 5,482,400	\$ 5,397,554	\$ 84,846

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND BY DEPARTMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule E-1 (continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
<u>Z2010 - Dues and Memberships</u>				
REVENUES				
State General Fund	\$ 708,700	\$ 708,700	\$ 708,700	\$ -
TOTAL REVENUES	\$ 708,700	\$ 708,700	\$ 708,700	\$ -
EXPENDITURES				
Other	\$ 708,700	\$ 708,700	\$ 684,310	\$ 24,390
TOTAL EXPENDITURES	\$ 708,700	\$ 708,700	\$ 684,310	\$ 24,390
<u>Z2020 - Citizen Review Board</u>				
REVENUES				
State General Fund	\$ 405,700	\$ 405,700	\$ 405,700	\$ -
Federal Funds	174,300	174,300	153,044	(21,256)
TOTAL REVENUES	\$ 580,000	\$ 580,000	\$ 558,744	\$ (21,256)
EXPENDITURES				
Contractual services	\$ 580,000	\$ 580,000	\$ 550,000	\$ 30,000
TOTAL EXPENDITURES	\$ 580,000	\$ 580,000	\$ 550,000	\$ 30,000
<u>Z4030 - Fiscal Agent Contract</u>				
REVENUES				
State General Fund	\$ 1,085,000	\$ 1,085,000	\$ 1,085,000	\$ -
TOTAL REVENUES	\$ 1,085,000	\$ 1,085,000	\$ 1,085,000	\$ -
EXPENDITURES				
Contractual services	\$ 1,085,000	\$ 1,085,000	\$ 910,657	\$ 174,343
TOTAL EXPENDITURES	\$ 1,085,000	\$ 1,085,000	\$ 910,657	\$ 174,343
<u>Z8030 - State Planning Districts</u>				
REVENUES				
State General Fund	\$ 670,200	\$ 670,200	\$ 670,200	\$ -
TOTAL REVENUES	\$ 670,200	\$ 670,200	\$ 670,200	\$ -
EXPENDITURES				
Other	\$ 670,200	\$ 670,200	\$ 670,200	\$ -
TOTAL EXPENDITURES	\$ 670,200	\$ 670,200	\$ 670,200	\$ -
<u>Z8040 - Mentoring Program</u>				
REVENUES				
State General Fund	\$ 2,317,700	\$ 2,317,700	\$ 2,317,700	\$ -
TOTAL REVENUES	\$ 2,317,700	\$ 2,317,700	\$ 2,317,700	\$ -
EXPENDITURES				
Contractual services	\$ 2,317,700	\$ 2,317,700	\$ 2,317,420	\$ 280
TOTAL EXPENDITURES	\$ 2,317,700	\$ 2,317,700	\$ 2,317,420	\$ 280

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND BY DEPARTMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule E-1 (continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
<u>Z8050 - Acequia and Comm. Ditch</u>				
REVENUES				
State General Fund	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
TOTAL REVENUES	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
EXPENDITURES				
Contractual services	\$ 200,000	\$ 200,000	\$ 199,872	\$ 128
TOTAL EXPENDITURES	\$ 200,000	\$ 200,000	\$ 199,872	\$ 128
<u>Z805010 - Acequia Commission</u>				
REVENUES				
State General Fund	\$ 35,400	\$ 35,400	\$ 35,400	\$ -
TOTAL REVENUES	\$ 35,400	\$ 35,400	\$ 35,400	\$ -
EXPENDITURES				
Contractual services	\$ 35,400	\$ 14,840	\$ 14,821	\$ 19
Other	-	20,560	13,506	7,054
TOTAL EXPENDITURES	\$ 35,400	\$ 35,400	\$ 28,327	\$ 7,073
<u>Z8060 - Food Banks</u>				
REVENUES				
State General Fund	\$ 439,400	\$ 439,400	\$ 439,400	\$ -
TOTAL REVENUES	\$ 439,400	\$ 439,400	\$ 439,400	\$ -
EXPENDITURES				
Contractual services	\$ 439,400	\$ 439,400	\$ 439,400	\$ -
TOTAL EXPENDITURES	\$ 439,400	\$ 439,400	\$ 439,400	\$ -
<u>Z20507/Z30518 - L-2012 Special Appropriation</u>				
REVENUES				
State General Fund	\$ -	\$ 400,000	\$ 400,000	\$ -
TOTAL REVENUES	\$ -	\$ 400,000	\$ 400,000	\$ -
EXPENDITURES				
Contractual services	\$ -	\$ 400,000	\$ 400,000	\$ -
TOTAL EXPENDITURES	\$ -	\$ 400,000	\$ 400,000	\$ -
<u>Z30516 - L-2013 Special Appropriation</u>				
REVENUES				
State General Fund	\$ -	\$ 250,000	\$ 250,000	\$ -
TOTAL REVENUES	\$ -	\$ 250,000	\$ 250,000	\$ -
EXPENDITURES				
Contractual services	\$ -	\$ 250,000	\$ -	\$ 250,000
TOTAL EXPENDITURES	\$ -	\$ 250,000	\$ -	\$ 250,000

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND BY DEPARTMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule E-1 (continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
Fund 20130 - County Detention Reimbursement				
REVENUES				
State General Fund	\$ 3,300,000	\$ 3,300,000	\$ 3,300,000	\$ -
TOTAL REVENUES	\$ 3,300,000	\$ 3,300,000	\$ 3,300,000	\$ -
EXPENDITURES				
Other	\$ 3,270,000	\$ 3,270,000	\$ 3,270,000	\$ -
Other financing uses	30,000	30,000	30,000	-
TOTAL EXPENDITURES	\$ 3,300,000	\$ 3,300,000	\$ 3,300,000	\$ -
Fund 20900 - Board of Finance Emergency Loan				
REVENUES				
State General Fund	\$ -	\$ 387,925	\$ 1,257,338	\$ 869,413
Fund balance budgeted	-	688,412	-	(688,412)
TOTAL REVENUES	\$ -	\$ 1,076,337	\$ 1,257,338	\$ 181,001
EXPENDITURES				
Other	\$ -	\$ 688,412	\$ 688,412	\$ -
Other financing uses	-	387,925	387,925	-
TOTAL EXPENDITURES	\$ -	\$ 1,076,337	\$ 1,076,337	\$ -
Fund 21000 - Emergency Water Supply				
REVENUES				
State General Fund	118,400	118,400	118,400	-
Fund balance budgeted	-	-	-	-
TOTAL REVENUES	\$ 118,400	\$ 118,400	\$ 118,400	\$ -
EXPENDITURES				
Other	\$ 118,400	\$ -	\$ -	\$ -
Other financing uses	-	118,400	-	118,400
TOTAL EXPENDITURES	\$ -	\$ 118,400	\$ -	\$ 118,400
Fund 21200 - Electronic Voting Machine				
REVENUES				
State General Fund	\$ -	\$ -	\$ -	\$ -
Fund balance budgeted	294,212	294,212	291,312	(2,900)
TOTAL REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Contractual services	\$ 294,212	\$ 294,212	\$ 291,312	\$ 2,900
Other	-	-	-	-
TOTAL EXPENDITURES	\$ 294,212	\$ 294,212	\$ 291,312	\$ 2,900

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND BY DEPARTMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule E-1 (continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
Fund 61800 - Lease Hold Community Assistance				
REVENUES				
State General Fund	\$ 128,900	\$ 128,900	\$ 128,900	\$ -
TOTAL REVENUES	<u>\$ 128,900</u>	<u>\$ 128,900</u>	<u>\$ 128,900</u>	<u>\$ -</u>
EXPENDITURES				
Other	\$ 128,900	\$ 128,900	\$ 128,900	\$ -
TOTAL EXPENDITURES	<u>\$ 128,900</u>	<u>\$ 128,900</u>	<u>\$ 128,900</u>	<u>\$ -</u>
Fund 69700 - Tobacco Settlement				
REVENUES				
Other financing sources	\$ 38,565,400	\$ 38,565,400	\$ 39,303,327	\$ 737,927
TOTAL REVENUES	<u>\$ 38,565,400</u>	<u>\$ 38,565,400</u>	<u>\$ 39,303,327</u>	<u>\$ 737,927</u>
EXPENDITURES				
Other financing uses	\$ 38,565,400	\$ 38,565,400	\$ 38,565,400	\$ -
TOTAL EXPENDITURES	<u>\$ 38,565,400</u>	<u>\$ 38,565,400</u>	<u>\$ 38,565,400</u>	<u>\$ -</u>
Special Appropriations				
REVENUES				
State General Fund	\$ 50,000	\$ 550,000	\$ 550,000	\$ -
Fund balance budgeted	3,450,000	3,450,000	2,931,719	(518,281)
TOTAL REVENUES	<u>\$ 3,500,000</u>	<u>\$ 4,000,000</u>	<u>\$ 3,481,719</u>	<u>\$ (518,281)</u>
EXPENDITURES				
Contractual services	\$ -	\$ 231,489	\$ 219,683	\$ 11,806
Other	3,500,000	3,768,511	3,262,036	506,475
TOTAL EXPENDITURES	<u>\$ 3,500,000</u>	<u>\$ 4,000,000</u>	<u>\$ 3,481,719</u>	<u>\$ 518,281</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND BY DEPARTMENT (CONTINUED)
For the Year Ended June 30, 2013

Schedule E-1 (continued)

	<u>Budgeted Amounts</u>		Actual	Variance From
	<u>Original</u>	<u>Final</u>	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
<u>Total General Fund</u>				
REVENUES				
State General Fund	\$ 21,223,200	\$ 22,761,125	\$ 23,630,538	\$ 869,413
Other state funds	-	-	-	-
Federal funds	174,300	174,300	153,044	(21,256)
Other financing sources	<u>39,160,900</u>	<u>39,160,900</u>	<u>39,898,827</u>	<u>737,927</u>
TOTAL REVENUES	60,558,400	62,096,325	63,682,409	1,586,084
FUND BALANCE BUDGETED	<u>3,744,212</u>	<u>4,432,624</u>	<u>3,223,031</u>	<u>(1,209,593)</u>
TOTAL REVENUES AND FUND BALANCE BUDGETED	<u>\$ 64,302,612</u>	<u>\$ 66,528,949</u>	<u>66,905,440</u>	<u>\$ 376,491</u>
EXPENDITURES				
Personnel/Employee Benefits	\$ 11,081,000	\$ 10,228,100	\$ 9,538,684	\$ 689,416
Contractual services	5,397,412	6,801,241	6,187,541	613,700
Other	9,228,800	10,397,883	9,797,907	599,976
Other financing uses	<u>38,595,400</u>	<u>39,101,725</u>	<u>38,983,325</u>	<u>118,400</u>
TOTAL EXPENDITURES	<u>\$ 64,302,612</u>	<u>\$ 66,528,949</u>	<u>64,507,457</u>	<u>\$ 2,021,492</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			2,397,983	
REVERSIONS			(1,275,854)	
BUDGETED FUND BALANCE			<u>(3,223,031)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (2,100,902)</u>	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
STB CAPITAL OUTLAY (STATEWIDE) FUND - BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-2

SHARE Fund 89200	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Other financing sources - STB	\$ 39,940,649	\$ 42,067,728	\$ 14,764,877	\$ (27,302,851)
Total Revenues	39,940,649	42,067,728	14,764,877	27,302,851
Expenditures:				
Other - Grants to Organizations				
A101283 - Colonias Infrastructure Improve	607,221	607,221	171,606	435,615
A101115 - Sunland Park Municipal Complex	247,500	-	-	-
A101114 - San Juan Co Archaeological Ctr	221,637	221,637	221,637	-
A101113 - South Valley Multi Purpose Family	1,041,693	1,041,693	72,112	969,581
A093904 - Site Santa Fe Museum Construct	139,634	139,634	139,600	34
A093073 - Santa Teresa Poe Emergency Res	193,233	193,233	193,233	-
A020373 - SHIPROCK HOME FOR WOMEN AND CH	-	50,000	-	50,000
A040414 - SHIPROCK HOME FOR WOMEN AND CH	-	200,000	-	200,000
A041581 - SHIPROCK HOME FOR WOMEN AND CH	-	45,000	-	45,000
A050231 - Explora Science Ctr & Children	138,883	138,883	138,883	-
A083095 - TEXICO WATER AND WASTEWATER IM	-	102,488	-	102,488
A083124 - TWIN FORKS MUTUAL DOMESTIC WAT	-	100,000	-	100,000
A083146 - NEW MEXICO STATE FAIR AFRICAN-	-	187,594	21,930	165,664
A083233 - VIRDEN VILLAGE HALL IMPROVE	-	99,279	-	99,279
A083284 - NORTH VALLEY RAILROAD CROSSING	-	227,196	-	227,196
A083287 - LOS RANCHOS SIDEWALKS AND BICY	-	114,081	-	114,081
A083304 - NORTHWEST CORRIDOR LOOP ROAD V	-	234,661	-	234,661
A093833 - SHIPROCK HOME FOR WOMEN AND CH	-	247,500	-	247,500
A093906 - SOCORRO CO VEGUITA HEALTH & CM	-	172,780	-	172,780
A101112 - SHIPROCK HOME FOR WOMEN AND CH	-	594,000	-	594,000
A121408 - BERN CO ATRISCO VALLEY LITTLE	2,000	2,000	2,000	-
A121409 - BERN CO WESTSIDE CMTY CENTER A	200,000	200,000	-	200,000
A121411 - ALB ALAMEDA LL JUNIOR BASEBALL	234,000	234,000	206,272	27,728
A121412 - ALB BERN CO SOUTHWEST MESA LIB	393,030	393,030	-	393,030
A121413 - ALB BIOPARK ALLIGATOR ALCOVE C	148,500	148,500	-	148,500
A121414 - ALB CESAR CHAVEZ COMMUNITY CTR	500,000	500,000	3,730	496,270
A121415 - ALB EXPLORA SCI CTR & CHILDREN	1,287,000	1,287,000	1,227,958	59,042
A121416 - ALB ROADRUNNER LITTLE LEAGUE S	90,000	90,000	35,201	54,799
A121417 - ALB ROBINSON PARK RENOVATE	150,000	150,000	6,586	143,414
A121418 - ALB WESTGATE/TOWER PARK FIELDS	300,000	300,000	9,930	290,070
A121420 - BERN CO CORRECTIONAL FACILITY	525,000	525,000	-	525,000
A121421 - MILE HIGH LITTLE LEAGUE EQUIP/	105,000	105,000	105,000	-
A121422 - PARADISE HILLS LITTLE LEAGUE C	450,000	450,000	10,379	439,621
A121423 - SOUTH VALLEY LIBRARY IMPROVE	40,000	40,000	-	40,000
A121424 - CATRON CO HEALTH CLINIC CONSTR	198,000	198,000	-	198,000
A121425 - CHAVES CO MIDWAY VFD IMPROVE &	100,000	100,000	-	100,000
A121426 - DEXTER LAKE VAN RESTROOM FCLTI	140,000	140,000	10,009	129,991
A121427 - ROSWELL WOOL BOWL SOFTBALL COM	487,000	487,000	487,000	-
A121428 - ROSWELL WORKING MOTHER'S DAY N	100,000	100,000	-	100,000
A121429 - CIBOLA CO LAW ENFORCEMENT VEHI	134,000	134,000	134,000	-
A121430 - EAGLE NEST ENCHANTED EAGLE ASB	50,000	50,000	31,206	18,794
A121431 - COLFAX GENERAL LTC RENOVATE	30,000	30,000	30,000	-
A121432 - CANNON AIR FORCE BASE LAND PUR	177,000	177,000	177,000	-
A121434 - MESILLA VALLEY 911 CENTER CONS	836,550	836,550	128,200	708,350
A121435 - ANTHONY WSD LA UNION COMMUNITY	300,000	300,000	-	300,000
A121436 - LAS CRUCES EAST MESA PUB SAFET	1,201,860	1,201,860	36,392	1,165,468

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
STB CAPITAL OUTLAY (STATEWIDE) FUND - BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-2

SHARE Fund 89200	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
Expenditures - cont.:				
A121437 - LAS CRUCES JARDIN DE LOS NINOS	50,000	50,000	-	50,000
A121438 - MESILLA PLAZA RENOVATE	247,500	247,500	-	247,500
A121439 - EDDY CO SHOOTING RANGE	100,000	100,000	-	100,000
A121440 - ARTESIA FIRE DEPARTMENT PUMPER	440,000	440,000	-	440,000
A121441 - HOPE FIRE DEPT BUILDING EXPANS	168,300	168,300	-	168,300
A121442 - LOVING LL PARK IMPROVE	100,700	100,700	100,700	-
A121443 - BAYARD MUNICIPAL CEMETERY	200,000	200,000	27,419	172,581
A121444 - SANTA CLARA PUBLIC SAFETY BLDG	178,200	178,200	-	178,200
A121445 - SANTA ROSA ILFELD BUILDING REN	321,750	321,750	41,764	279,986
A121446 - SANTA ROSA PARK LAKE CONSTRUCT	100,000	100,000	100,000	-
A121447 - HIDALGO CO DISPATCH CONTROL SY	250,000	250,000	-	250,000
A121448 - EUNICE FIRE SUBSTATION CONSTRU	198,000	198,000	-	198,000
A121449 - LEA CO FAIRGROUNDS INFRA IMPRO	402,000	402,000	402,000	-
A121450 - NOR-LEA HOSPITAL DIST FLOORING	327,000	327,000	327,000	-
A121451 - CARRIZOZO ASPHALT ZIPPER PURCH	180,000	180,000	125,490	54,510
A121452 - FT STANTON VOL FIRE DEPT BUILD	397,000	397,000	-	397,000
A121453 - LUNA CO DETENTION CENTER FACIL	100,000	100,000	58,224	41,776
A121454 - LUNA CO DOMESTIC VIOLENCE SHEL	50,000	50,000	24,355	25,645
A121455 - LUNA CO SHERIFF'S OFFICE/LAW E	204,930	204,930	44,106	160,824
A121456 - GALLUP COMMUNITY PANTRY IMPROV	40,000	40,000	14,153	25,847
A121457 - GALLUP FIRE STATION 1 IMPROVE	38,500	38,500	38,500	-
A121458 - GALLUP VETERANS' MEMORIAL CEME	185,000	185,000	561	184,439
A121459 - WAGON MOUND PUBLIC WORKS FACIL	50,000	50,000	-	50,000
A121460 - OTERO CO FAIRGROUNDS RODEO ARE	347,000	347,000	-	347,000
A121461 - TULAROSA POLICE VEHICLES & INF	300,000	300,000	173,182	126,818
A121462 - QUAY CO COURTHOUSE RENOVATE	185,000	185,000	185,000	-
A121463 - ESPANOLA LIBRARY AND DIGITAL M	297,000	297,000	-	297,000
A121464 - RIO ARRIBA CO HOY RECOVERY FCL	187,209	187,209	186,322	887
A121465 - ELIDA MULTIPURPOSE SENIOR/CMTY	100,000	100,000	100,000	-
A121466 - ROOSEVELT GENERAL HOSPITAL CON	184,140	184,140	184,140	-
A121467 - FARMINGTON REGIONAL ANIMAL SHE	2,713,590	2,688,921	1,723,194	965,727
A121468 - KIRTLAND RIVERVIEW RECREATIONA	202,000	202,000	192,428	9,572
A121469 - DINEH WATER USERS ASSN EXCAVAT	125,000	125,000	122,896	2,104
A121470 - LAS VEGAS SPECIAL OLYMPICS	5,000	5,000	-	5,000
A121471 - BERNALILLO CORONADO LITTLE LEA	75,000	75,000	-	75,000
A121472 - SANTA FE CO CORRECTIONS FACILI	110,000	110,000	-	110,000
A121475 - SANTA FE CO ROMERO PARK IMPROV	75,000	75,000	-	75,000
A121476 - MADRID OSCAR HUBER MEM PARK &	332,000	332,000	-	332,000
A121477 - SANTA FE BOYS' & GIRLS' CLUB F	7,000	7,000	7,000	-
A121478 - SANTA FE BOYS' & GIRLS' CLUB P	3,500	3,500	-	3,500
A121479 - SANTA FE BOYS' & GIRLS' CLUB P	32,734	32,734	32,725	9
A121480 - SANTA FE BOYS' & GIRLS' CLUB S	2,500	2,500	2,500	-
A121481 - SANTA FE MULTIPURPOSE CTR FOR	109,890	109,890	61,403	48,487
A121482 - SANTA FE POLICE STATION RENOVA	435,600	435,600	107,766	327,834
A121483 - SANTA FE RODEO MULTIUSE ARENA	81,000	81,000	81,000	-
A121484 - SABINAL COMM CTR CONSTRUCTION	100,000	100,000	10,000	90,000
A121485 - SOCORRO RODEO & RECREATION FAC	292,000	292,000	253,191	38,809
A121486 - CERRO COMMUNITY CTR CONSTRUCT-	90,000	90,000	-	90,000
A121487 - LLANO QUEMADO ER/CMTY CTR AIR	50,000	50,000	-	50,000

STATE OF NEW MEXICO
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BUDGET AND ACTUAL (BUDGETARY BASIS)
STB CAPITAL OUTLAY (STATEWIDE) FUND - BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-2

SHARE Fund 89200	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
Expenditures - cont.:				
A121488 - TAOS CO SHERIFF DEPT PATROL VE	100,000	100,000	100,000	-
A121489 - CHAMISAL FIRE STATION IMPROVE	50,000	50,000	15,300	34,700
A121490 - PENASCO COMMUNITY CTR FURNACE	24,000	24,000	-	24,000
A121491 - QUESTA WATERSHED & RIVER RESTO	90,000	90,000	-	90,000
A121492 - RED RIVER EARLY CHILDHOOD DEVE	50,000	50,000	-	50,000
A121493 - TAOS CO 4-H INDOOR ARENA	85,000	85,000	-	85,000
A121494 - TAOS KIT CARSON PARK PUBLIC RE	50,000	50,000	-	50,000
A121495 - ESTANCIA MVD & MUNICIPAL COURT	12,000	12,000	11,960	40
A121496 - VALENCIA CO SHERIFF'S DEPT PAT	202,500	202,500	202,500	-
A121497 - BOSQUE FARMS LIBRARY ADDITION	128,700	128,700	128,700	-
A121498 - VALENCIA CO ANIMAL CONTROL FCL	150,000	150,000	-	150,000
A120012 - TRIBAL INFRASTRUCTURE PROJECTS	13,207,965	-	-	-
A111284 - ROSWELL DORMITORY FACILITIES F	2,000,000	2,000,000	-	2,000,000
A083142 - ALB ANDERSON-ABRUZZO INTL BALL	3,758	3,758	-	3,758
A083191 - ALB BALLOON MUSEUM EXHIBITS	36,918	36,918	23,520	13,398
A083222 - LAS CRUCES HOMELESS VETERANS H	124,988	124,988	124,289	699
A083224 - LAS CRUCES SHELTER & TRANSITIO	7,493	7,493	7,493	-
A083225 - SANTA TERESA EMERGENCY RESPONS	112,903	112,903	112,903	-
A083259 - BERNALILLO SOCCER COMPLEX	8,221	8,221	-	8,221
A083260 - RIO RANCHO HAVEN HOUSE SHELTER	13,156	13,156	-	13,156
A083278 - BOSQUE FARMS LIBRARY IMPROVE	230,365	230,365	230,365	-
A073766 - Sierra Co Hospital Construct	1,213,375	1,213,375	1,213,375	-
A060462 - Sangre De Cristo Complex Construct	119,172	119,172	119,158	14
Total Expenditures	39,560,298	28,454,743	10,616,446	17,838,297

Other Financing (Uses):

Transfers out:

A101116 - Acequia Technical Assistance	200,000	200,000	-	200,000
A101284 - Bern Co Financial Svcs Economic	25,000	25,000	-	25,000
A101285 - Rio Rancho Tech Support Center	60,000	60,000	-	60,000
A121412 - ALB BERN CO SOUTHWEST MESA LIB	3,970	3,970	-	3,970
A121413 - ALB BIOPARK ALLIGATOR ALCOVE C	1,500	1,500	-	1,500
A121415 - ALB EXPLORA SCI CTR & CHILDREN	13,000	13,000	-	13,000
A121424 - CATRON CO HEALTH CLINIC CONSTR	2,000	2,000	-	2,000
A121434 - MESILLA VALLEY 911 CENTER CONS	8,450	8,450	-	8,450
A121436 - LAS CRUCES EAST MESA PUB SAFET	12,140	12,140	-	12,140
A120012 - TRIBAL INFRASTRUCTURE PROJECTS	-	13,207,965	4,148,431	9,059,534
A121438 - MESILLA PLAZA RENOVATE	2,500	2,500	-	2,500
A121441 - HOPE FIRE DEPT BUILDING EXPANS	1,700	1,700	-	1,700
A121444 - SANTA CLARA PUBLIC SAFETY BLDG	1,800	1,800	-	1,800
A121445 - SANTA ROSA ILFELD BUILDING REN	3,250	3,250	-	3,250
A121448 - EUNICE FIRE SUBSTATION CONSTRU	2,000	2,000	-	2,000
A121455 - LUNA CO SHERIFF'S OFFICE/LAW E	2,070	2,070	-	2,070
A121463 - ESPANOLA LIBRARY AND DIGITAL M	3,000	3,000	-	3,000
A121464 - RIO ARRIBA CO HOY RECOVERY FCL	1,891	1,891	-	1,891
A121466 - ROOSEVELT GENERAL HOSPITAL CON	1,860	1,860	-	1,860
A121467 - FARMINGTON REGIONAL ANIMAL SHE	27,410	52,079	-	52,079

STATE OF NEW MEXICO
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BUDGET AND ACTUAL (BUDGETARY BASIS)
STB CAPITAL OUTLAY (STATEWIDE) FUND - BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-2

SHARE Fund 89200	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
Transfers out - cont.:				
A121481 - SANTA FE MULTIPURPOSE CTR FOR	1,110	1,110	-	1,110
A121482 - SANTA FE POLICE STATION RENOVA	4,400	4,400	-	4,400
A121497 - BOSQUE FARMS LIBRARY ADDITION	1,300	1,300	-	1,300
Total Transfers Out	<u>380,351</u>	<u>13,612,985</u>	<u>4,148,431</u>	<u>9,464,554</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and other Financing Sources (Uses)				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
SEVERANCE TAX BOND PROJECTS FUND - BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-3

SHARE Fund 61000	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Other financing sources - STB	\$ 9,194,746	\$ 3,447,953	\$ 1,946,534	\$ (1,501,419)
Total Revenues	\$ 9,194,746	\$ 3,447,953	1,946,534	\$ (1,501,419)
Expenditures:				
Contractual Services :				
A083151 - River Ecosystem Restoration	\$ 362,939	\$ -	-	\$ -
A093820 - Colonias Infrastructure Improv.	2,000	-	-	-
Total Contractual Services	364,939	-	-	-
Other - Grants to Organizations				
A093907 - Colonias Infr Improve & Emer W	6,000	6,000	6,000	-
A093906 - Socorro Co Veguita Health & Cm	172,780	-	-	-
A093905 - T Or C Swimming Pool Cover, Vg	58,047	58,047	58,047	-
A093902 - La Familia Medical Ctr Improve	267,507	16,059	16,059	-
A093899 - Santa Fe Co Esperanza Shelter	104,128	104,128	102,247	1,881
A093897 - Sandoval Co Haven House Expand	34,419	34,419	33,872	547
A093889 - Gallup Economic Resource Ctr C	75,000	75,000	-	75,000
A093880 - Eddy Co Shooting Range, Vgf	5,710	5,710	5,710	-
A093878 - Las Cruces Natural History Mus	29	29	-	29
A093877 - Las Cruces Aquatic & Family Re	60,125	60,125	60,125	-
A093870 - Roswell Working Mothers' Day N	11,774	11,774	11,774	-
A093868 - Chillili Land Grant Tractor, Vg	137,500	-	-	-
A093867 - West Mesa Little League Field	7,131	7,131	7,131	-
A093866 - Mesa Verde Community Center, V	100,000	100,000	90,216	9,784
A093865 - Explora Science Ctr & Child Mu	546,374	546,374	546,374	-
A093864 - Alb Zoo Polar Bear/Penguin Fac	95,298	95,298	68,755	26,543
A093863 - Alb West Central Development B	183,150	183,150	-	183,150
A093862 - Alb Sawmill Cmty Land Trust Pa	105,000	105,000	-	105,000
A093861 - Alb Petroglyph Little League C	100,000	22,857	22,857	-
A093859 - Alb Los Griegos Library Renova	92,215	92,215	92,215	-
A093858 - Alb Dance Co Fclty Construct,	154,722	154,722	153,011	1,711
A093856 - Alb Food Distribution Facility	153,450	153,450	-	153,450
A093855 - Alb Disabilities Multiprps Ctr	95,000	95,000	-	95,000
A093854 - Alb Dance Fclty Low-Income/Dis	103,950	103,950	103,657	293
A093853 - Alb City Council Dist 8 Multig	148,500	148,500	148,500	-
A093822 - Tribal Infrastructure Projects	243,391	243,391	-	243,391
A093821 - Film Production Education & Tr	30,429	-	-	-
A093820 - Colonias Infrastructure Improv	129,793	131,793	131,793	-
A093120 - DFA Infra Improve For Business	4,348,349	-	-	-
A093118 - Colonias Infrastructure Improv	409,291	409,291	288,191	121,100
A093012 - Film/Media Training Facilities	50,738	41,149	-	41,149
A093007 - Film Facilities And Programs S	24,982	-	-	-
A083272 - Magdalena Fire & Ems Facilitie	5,104	-	-	-
A083248 - Alamogordo Fire Station At Rel	85,211	-	-	-
A083246 - Otero Co Chaparral Medical Cli	122,006	-	-	-
A083241 - Deming Adult Softball Complex	1	-	-	-

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
SEVERANCE TAX BOND PROJECTS FUND - BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-3

SHARE Fund 61000	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance From</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Final Budget</u> <u>Positive (Negative)</u>
Expenditures - cont.:				
Other - Grants to Organizations				
A083239 - Luna Co Youth Recreational Fac	58,310	-	-	-
A083216 - Melrose Fire Dept Substation	9,681	-	-	-
A083202 - Bernalillo Co Edw L Romero Par	77	-	-	-
A083188 - Bernalillo Co Regional Rec Com	478	-	-	-
A083187 - Bernalillo Co.Patricia Casssidy	36,139	-	-	-
A083142 - Alb Anderson-Abruzzo Intl Ball	7,056	-	-	-
Total Grants to Organizations	<u>8,378,845</u>	<u>3,004,562</u>	<u>1,946,534</u>	<u>1,058,028</u>
Total Expenditures	\$ 8,743,784	\$ 3,004,562	1,946,534	\$ 1,058,028
Other Financing (Uses):				
Transfers out:				
A083267 - Santa Fe Police Substation	\$ 2,500	\$ -	-	\$ -
A093115 - DFA Bern Co Finan Svcs Econ Dv	40,000	40,000	-	40,000
A093116 - DFA Bern Co Solar Equip Econ D	60,000	60,000	-	60,000
A093117 - DFA Rio Rancho Tech Support Ct	60,000	60,000	-	60,000
A093119 - County Fairgrounds & Rodeo Fac	10,000	10,000	-	10,000
A093121 - DFA Solar Equip Econ Dvlp Prjt	30,000	30,000	-	30,000
A093822 - Tribal Infrastructure Projects	248,462	243,391	-	243,391
Total Transfers Out	\$ 450,962	\$ 443,391	-	\$ 443,391
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (BUDGETARY BASIS)
GF CAPITAL OUTLAY (STATEWIDE) FUND - BY DEPARTMENT
For the Year Ended June 30, 2013

Schedule E-4

SHARE Fund 93100	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Other financing sources	\$ -	\$ -	\$ -	\$ -
Fund balance budgeted	1,126,334	1,126,334	625,857	(500,477)
Total Revenues and Budgeted Fund Balance	<u>\$ 1,126,334</u>	<u>\$ 1,126,334</u>	<u>625,857</u>	<u>\$ (500,477)</u>
Expenditures:				
Other - Grants to Organizations				
A051343 - Explora Science Ctr & Children	\$ 326,335	\$ 326,335	326,335	\$ -
A052158 - ALB ALAMOSA PARK RENOVATE	100,000	100,000	-	100,000
A073977 - Bern Co South Valley Pool	25,956	25,956	-	25,956
A074809 - Ojo Sarco Community Center Ren	99,949	99,949	58,592	41,357
A075108 - 13th Jud Dist Atty Office Reno	26,514	26,514	26,514	-
A075111 - Cibola Co Facility Renovate	4,697	4,697	4,697	-
A075221 - San Miguel Sports Complex Cons	48,790	48,790	-	48,790
A075462 - Bernalillo Veterans' Mem Cons	14,884	14,884	14,884	-
A075776 - Camino Real Revitalization	107,918	107,918	107,917	1
A083757 - ESPANOLA MILITARY ACADEMY INFO	20,000	20,000	20,000	-
A083841 - DONA ANA MUTUAL DOMESTIC WAT	45,674	45,674	-	45,674
A083847 - MONTANA VISTA WASTEWATER SYS	20,000	20,000	-	20,000
A083849 - TALAVERA MUTUAL DOMESTIC WAT	31,184	31,184	-	31,184
A083856 - LAS CRUCES SEWER LINE IN THE W	70,158	70,158	21,132	49,026
A084167 - ALB PUBLIC ART CONSTRUCT	1,000	1,000	(1,662)	2,662
A084168 - ALB PUBLIC SCULPTURE OR MURAL	153	153	(9,847)	10,000
A084179 - ALB TAYLOR RANCH LIB RENOVATE	89,825	89,825	1,236	88,589
A084230 - Cibola Co Plaza And Courthouse	26,059	26,059	26,059	-
A084279 - LAS CRUCES BURN LAKE/ESSLINGER	30,000	30,000	30,000	-
A084286 - LAS CRUCES MESILLA PARK LIGHTI	20,000	20,000	-	20,000
A084546 - VALENCIA CO CASA COLORADA CMTY	17,238	17,238	-	17,238
Total Expenditures	<u>\$ 1,126,334</u>	<u>\$ 1,126,334</u>	<u>625,857</u>	<u>\$ 500,477</u>
EXCESS (DEFICIENCY) OF REVENUES AND BUDGETED FUND BALANCE OVER (UNDER) EXPENDITURES			(625,857)	
REVERSIONS			(41,360)	
NET CHANGE IN FUND BALANCE			<u>\$ (667,217)</u>	

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2013

Schedule F

Agency	Fund	Description	34100 Fund	Transfer In/(Out)
General Fund				
36100	20360	HRMS Fees collected by DoIT to DFA per Laws of 2012, Ch19, Sctn 4	01000	\$ 595,500
33700	95200	062813 XFER OF 100% OF TOBACCO FUNDS	69700	39,303,327
		Total Other Transfers In		<u>39,898,827</u>
35400	34700	To fund the annual calculation of the felony offender incarceration	20130	(30,000)
79000	40200	BOF Grant	20900	(131,925)
23100	14100	BOF Grant	20900	(250,000)
26000	16400	BOF Grant	20900	(6,000)
63000	97600	Laws 2010, Ch 6, Sec 4 - Tobacco Settlement Program Fund	69700	(28,502,400)
60900	04800	Laws 2010, Ch 6, Sec 4 - Tobacco Settlement Program Fund	69700	(249,300)
66500	06104	Laws 2010, Ch 6, Sec 4 - Tobacco Settlement Program Fund	69700	(6,851,600)
34100	23300	Laws 2010, Ch 6, Sec 4 - Tobacco Settlement Program Fund	69700	(2,962,100)
		Total Other Transfer Out		<u>(38,983,325)</u>
		Total General Fund Transfers		<u>915,502</u>
Law Enforcement Protection Fund				
79000	34600	Replenish the Peace officers fund per statute	73600	(248,930)
Severance Tax Bond Projects Fund				
34103	10740	Severance Tax Bond Transfers	61000	278,607
34103	10910	Severance Tax Bond Transfers	61000	1,328,037
34103	10920	Severance Tax Bond Transfers	61000	330,305
34103	60900	Severance Tax Bond Transfers	61000	9,585
		Total Interfund Transfers In		<u>1,946,534</u>
		Total Severance Tax Bond Transfers		<u>1,946,534</u>
Board of Finance Bond Funds				
N/A	N/A	Return over-drawn funds	02700	13,672
N/A	N/A	Return over-drawn funds	10590	5,252
N/A	N/A	Accrual due from DFA	10740	(11,238)
N/A	N/A	Return over-drawn funds	10910	74,375
N/A	N/A	Return over-drawn funds	11350	50
N/A	N/A	Return over-drawn funds	11580	277,138
N/A	N/A	Return over-drawn funds	60900	68
N/A	N/A	Return over-drawn funds	60910	-
N/A	N/A	Return over-drawn funds	96850	1,527,963
		Total Other Transfers In		<u>1,887,280</u>
34100	10810	Severance Tax Bond Transfers	10740	(97,973)
34100	10810	Severance Tax Bond Transfers	80300	(725,066)

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2013

Schedule F

Agency	Fund	Description	34100 Fund	Transfer In/(Out)
34100	61000	Severance Tax Bond Transfers	10740	(278,607)
34100	61000	Severance Tax Bond Transfers	10910	(1,328,037)
34100	61000	Severance Tax Bond Transfers	10920	(330,305)
34100	61000	Severance Tax Bond Transfers	60900	(9,585)
34100	89200	Severance Tax Bond Transfers	00100	(119,032)
34100	89200	Severance Tax Bond Transfers	10910	(332,833)
34100	89200	Severance Tax Bond Transfers	11160	(196,805)
34100	89200	Severance Tax Bond Transfers	11440	(5,858,651)
34100	89200	Severance Tax Bond Transfers	11450	(6,116,120)
34100	89200	Severance Tax Bond Transfers	60900	(493,221)
34100	89200	Severance Tax Bond Transfers	60910	(21,931)
34100	89200	Severance Tax Bond Transfers	66400	(1,332,535)
34100	89200	Severance Tax Bond Transfers	80300	(221,637)
34100	89200	Severance Tax Bond Transfers	82100	(72,112)
		Total Interfund Transfers Out		<u>(17,534,450)</u>
50500	69800	Severance Tax Bond Transfers	00100	(80,736)
50500	69800	Severance Tax Bond Transfers	01900	(739,999)
92400	81600	Severance Tax Bond Transfers	01900	(4,250)
80500	89200	Severance Tax Bond Transfers	01900	(108,356)
66700	90960	Severance Tax Bond Transfers	01900	(105,836)
66700	91048	Severance Tax Bond Transfers	01900	(1,644,125)
49100	74800	Severance Tax Bond Transfers	01900	(41,469)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	01900	(111,176)
50500	69800	Severance Tax Bond Transfers	02200	(92,142)
50500	69800	Severance Tax Bond Transfers	02700	(200,000)
35000	89200	Severance Tax Bond Transfers	04000	(69,918)
35000	89200	Severance Tax Bond Transfers	04000	(3,082)
50500	69800	Severance Tax Bond Transfers	05400	(617,590)
66500	05901	Severance Tax Bond Transfers	10590	(44,073)
50500	26300	Severance Tax Bond Transfers	10590	(73,985)
95000	64400	Severance Tax Bond Transfers	10590	(317,745)
62400	64800	Severance Tax Bond Transfers	10590	(1,146,263)
N/A	N/A	Severance Tax Bond Transfers - Eastern New Mexico University	10590	(386,094)
N/A	N/A	Roswell	10590	(648,160)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Highlands University	10590	(449,738)
N/A	N/A	Severance Tax Bond Transfers - New Mexico School For The Deaf	10590	(96,518)
N/A	N/A	Severance Tax Bond Transfers - Northern New Mexico College	10590	(979,813)
N/A	N/A	University	10590	(3,852,109)
N/A	N/A	Severance Tax Bond Transfers - Western New Mexico University	10590	(1,476,633)
79000	89200	Severance Tax Bond Transfers	10710	(4,321,461)
66700	91048	Severance Tax Bond Transfers	10710	(302,119)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	10710	(1,159,994)
N/A	N/A	Severance Tax Bond Transfers - State Fair Commission	10710	(83,637)
N/A	N/A	Severance Tax Bond Transfers - University of New Mexico	10710	(37,919)

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2013

Schedule F

Agency	Fund	Description	34100 Fund	Transfer In/(Out)
52100	89200	Severance Tax Bond Transfers	10730	(329,196)
66500	05900	Severance Tax Bond Transfers	10740	(915,984)
50500	26300	Severance Tax Bond Transfers	10740	(85,345)
52100	50900	Severance Tax Bond Transfers	10740	(77,727)
35000	64105	Severance Tax Bond Transfers	10740	(2,815,817)
62400	70000	Severance Tax Bond Transfers	10740	(807,264)
51600	88700	Severance Tax Bond Transfers	10740	(130,000)
35000	89200	Severance Tax Bond Transfers	10740	(1,184,051)
52100	89200	Severance Tax Bond Transfers	10740	(5,847)
79500	89200	Severance Tax Bond Transfers	10740	(239,889)
80500	89200	Severance Tax Bond Transfers	10740	(16,037)
55000	89200	Severance Tax Bond Transfers	10740	(75,453)
70700	89700	Severance Tax Bond Transfers	10740	(87,594)
66700	89200	Severance Tax Bond Transfers	10740	(1,467,615)
94000	94700	Severance Tax Bond Transfers	10740	(1,668,398)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	10740	(9,757,745)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Military Institute	10740	(48,228)
N/A	N/A	University	10740	(5,531,032)
N/A	N/A	Severance Tax Bond Transfers - University of New Mexico	10740	(93,290)
80500	10060	Severance Tax Bond Transfers	10910	(969,512)
60900	10100	Severance Tax Bond Transfers	10910	(122,987)
50500	26300	Severance Tax Bond Transfers	10910	(58,944)
49500	89200	Severance Tax Bond Transfers	10910	(2,881,336)
66700	91048	Severance Tax Bond Transfers	10910	(881,638)
80500	10060	Severance Tax Bond Transfers	10920	(7,128,957)
80500	10060	Severance Tax Bond Transfers	10920	(193,773)
60900	10100	Severance Tax Bond Transfers	10920	(108,795)
49500	20510	Severance Tax Bond Transfers	10920	(32,910)
55000	26700	Severance Tax Bond Transfers	10920	(1,582,220)
55100	26700	Severance Tax Bond Transfers	10920	(17,947)
35000	64105	Severance Tax Bond Transfers	10920	(8,805)
92400	81600	Severance Tax Bond Transfers	10920	(370,768)
49500	89200	Severance Tax Bond Transfers	10920	(4,573,491)
55000	89200	Severance Tax Bond Transfers	10920	(2,677,670)
55100	89200	Severance Tax Bond Transfers	10920	(5,501)
70700	89700	Severance Tax Bond Transfers	10920	(1,389,545)
70500	89700	Severance Tax Bond Transfers	10920	(1,712)
66700	91048	Severance Tax Bond Transfers	10920	(2,403,771)
94000	94700	Severance Tax Bond Transfers	10920	(34,209,818)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Highlands University	10920	(65,405)
N/A	N/A	University	10920	(96,012)
N/A	N/A	Severance Tax Bond Transfers - State Fair Commission	10920	(56,403)
92400	63400	Severance Tax Bond Transfers	10930	(1,267,403)
21800	89200	Severance Tax Bond Transfers	11160	(19,510)
35000	89200	Severance Tax Bond Transfers	11160	(2,133,003)

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2013

Schedule F

Agency	Fund	Description	34100 Fund	Transfer In/(Out)
50500	89200	Severance Tax Bond Transfers	11160	(23,953)
55000	89200	Severance Tax Bond Transfers	11160	(505,430)
95000	89200	Severance Tax Bond Transfers	11160	(34,652)
N/A	N/A	Severance Tax Bond Transfers - Cumbres & Toltec RR Commission	11160	(80,830)
N/A	N/A	Severance Tax Bond Transfers - Eastern New Mexico University	11160	(410,782)
N/A	N/A	Roswell	11160	(481,163)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	11160	(6,979,518)
94000	94700	Severance Tax Bond Transfers	11170	(83,702,466)
92400	89200	Severance Tax Bond Transfers	11290	(4,281,310)
94000	94700	Severance Tax Bond Transfers	11290	(181,342)
62400	05300	Severance Tax Bond Transfers	11310	(594,390)
50500	47800	Severance Tax Bond Transfers	11310	(930,729)
95000	64400	Severance Tax Bond Transfers	11310	(874,886)
92400	81600	Severance Tax Bond Transfers	11310	(2,431,911)
62400	89200	Severance Tax Bond Transfers	11310	(72,585)
62400	05300	Severance Tax Bond Transfers	11350	(893,321)
21900	14000	Severance Tax Bond Transfers	11350	(111,703)
21800	89200	Severance Tax Bond Transfers	11350	(335,345)
21900	89200	Severance Tax Bond Transfers	11350	(39,698)
35000	89200	Severance Tax Bond Transfers	11350	(14,522,662)
50500	89200	Severance Tax Bond Transfers	11350	(879,462)
52100	89200	Severance Tax Bond Transfers	11350	(206,251)
62400	89200	Severance Tax Bond Transfers	11350	(1,611,192)
70500	89200	Severance Tax Bond Transfers	11350	(952,466)
66700	89200	Severance Tax Bond Transfers	11350	(140,355)
41900	89200	Severance Tax Bond Transfers	11350	(223,867)
N/A	N/A	Severance Tax Bond Transfers - Cumbres & Toltec RR Commission	11350	(316,793)
55100	26700	Severance Tax Bond Transfers	11440	(2,467,112)
35000	89200	Severance Tax Bond Transfers	11440	(4,239,749)
50500	89200	Severance Tax Bond Transfers	11440	(37,675)
55000	89200	Severance Tax Bond Transfers	11440	(206,835)
55100	89200	Severance Tax Bond Transfers	11440	(153,627)
60900	89200	Severance Tax Bond Transfers	11440	(237,904)
62400	89200	Severance Tax Bond Transfers	11440	(148,500)
80500	89200	Severance Tax Bond Transfers	11440	(1,221,652)
92400	89200	Severance Tax Bond Transfers	11440	(4,952,154)
36100	89200	Severance Tax Bond Transfers	11440	(659,018)
66700	89200	Severance Tax Bond Transfers	11440	(165,000)
66700	89200	Severance Tax Bond Transfers	11440	(1,889,096)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Highlands University	11440	(57,564)
N/A	N/A	University	11440	(596,338)
N/A	N/A	Severance Tax Bond Transfers - University of New Mexico	11440	(1,085,786)
N/A	N/A	Severance Tax Bond Transfers - Western New Mexico University	11440	(313,868)
52100	89200	Severance Tax Bond Transfers	11450	(4,871,879)
92400	89200	Severance Tax Bond Transfers	11450	(44,769)

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2013

Schedule F

Agency	Fund	Description	34100 Fund	Transfer In/(Out)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	11450	(3,724,507)
N/A	N/A	Severance Tax Bond Transfers - State Fair Commission	11450	(184,403)
N/A	N/A	Severance Tax Bond Transfers - University of New Mexico	11450	(1,377,765)
92400	89200	Severance Tax Bond Transfers	11560	(10,055,080)
63000	89200	Severance Tax Bond Transfers	11570	(1,211,593)
80500	89200	Severance Tax Bond Transfers	11570	(685,421)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	11580	(7,223,861)
N/A	N/A	Severance Tax Bond Transfers - Eastern New Mexico University	11670	(628,812)
N/A	N/A	Severance Tax Bond Transfers - Northern New Mexico College	11670	(85,502)
N/A	N/A	University	11670	(122,963)
N/A	N/A	Severance Tax Bond Transfers - University of New Mexico	11670	(138,650)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Military Institute	11670	(240,737)
N/A	N/A	Severance Tax Bond Transfers - Western New Mexico University	11670	(268,513)
55100	26700	Severance Tax Bond Transfers	22900	(11,793)
50500	69800	Severance Tax Bond Transfers	22900	(11,734)
55100	89200	Severance Tax Bond Transfers	22900	(11,043)
55000	89200	Severance Tax Bond Transfers	22900	(63,484)
66700	89200	Severance Tax Bond Transfers	30880	(1,444,400)
92400	89200	Severance Tax Bond Transfers	30890	(777,256)
94000	94700	Severance Tax Bond Transfers	30890	(3,650,961)
50500	69800	Severance Tax Bond Transfers	31200	(21,750)
35000	64105	Severance Tax Bond Transfers	40300	(3,989)
50500	69800	Severance Tax Bond Transfers	40300	(135,779)
55100	89200	Severance Tax Bond Transfers	40300	(19,601)
35000	89200	Severance Tax Bond Transfers	40300	(17,656)
60900	98200	Severance Tax Bond Transfers	40700	(24,000)
50500	69800	Severance Tax Bond Transfers	56300	(9,495)
21500	13700	Severance Tax Bond Transfers	60900	(477,465)
55000	26700	Severance Tax Bond Transfers	60900	(165,697)
35000	64105	Severance Tax Bond Transfers	60900	(414,680)
92400	81600	Severance Tax Bond Transfers	60900	(122,531)
21500	89200	Severance Tax Bond Transfers	60900	(23,053)
35000	89200	Severance Tax Bond Transfers	60900	(2,002,067)
62400	89200	Severance Tax Bond Transfers	60900	(10,728)
70700	89200	Severance Tax Bond Transfers	60900	(2,229,202)
70500	89200	Severance Tax Bond Transfers	60900	(26,884)
92400	89200	Severance Tax Bond Transfers	60900	(160,597)
70700	89700	Severance Tax Bond Transfers	60900	(1,287)
66700	89200	Severance Tax Bond Transfers	60900	(121,531)
N/A	N/A	University	60900	(310,802)
80500	10060	Severance Tax Bond Transfers	60910	(434,995)
50500	26300	Severance Tax Bond Transfers	60910	(1,223)
35000	89200	Severance Tax Bond Transfers	60910	(267,820)
50500	89200	Severance Tax Bond Transfers	60910	(6,389)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	60910	(3,866,191)

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2013

Schedule F

Agency	Fund	Description	34100 Fund	Transfer In/(Out)
N/A	N/A	Severance Tax Bond Transfers - State Fair Commission	60910	(16,023)
49500	89200	Severance Tax Bond Transfers	60930	(57,206)
50500	69800	Severance Tax Bond Transfers	62100	(49,820)
35000	89200	Severance Tax Bond Transfers	62100	(1)
35000	89200	Severance Tax Bond Transfers	66300	(1,964,056)
62400	38600	Severance Tax Bond Transfers	66300	(46,405)
66700	90960	Severance Tax Bond Transfers	66300	(159,887)
35000	89200	Severance Tax Bond Transfers	66400	(106,263)
66700	89200	Severance Tax Bond Transfers	66400	(2,760,841)
66700	89200	Severance Tax Bond Transfers	66400	(155,209)
N/A	N/A	Severance Tax Bond Transfers - New Mexico Finance Authority	66400	(4,077,808)
N/A	N/A	Severance Tax Bond Transfers - State Fair Commission	66400	(14,129)
N/A	N/A	Severance Tax Bond Transfers - University of New Mexico	66400	(875,917)
50500	69800	Severance Tax Bond Transfers	73200	(502)
35000	89200	Severance Tax Bond Transfers	80300	(122,668)
92400	63400	Severance Tax Bond Transfers	80500	(483,131)
92400	63400	Severance Tax Bond Transfers	80900	(61,020)
50500	69800	Severance Tax Bond Transfers	81500	(23,829)
80500	10060	Severance Tax Bond Transfers	96850	(4,114,687)
55000	26700	Severance Tax Bond Transfers	96850	(36,500)
92400	81600	Severance Tax Bond Transfers	96850	(153,862)
50500	89200	Severance Tax Bond Transfers	96850	(128,169)
80500	89200	Severance Tax Bond Transfers	96850	(67,745)
N/A	N/A	Severance Tax Bond Transfers - New Mexico School For The Deaf	96850	(284,471)
92400	63400	Severance Tax Bond Transfers	96860	(292,554)
35000	89200	Severance Tax Bond Transfers	99600	(1,368)
		Total Other Transfers out		<u>(311,804,837)</u>
		Total Board of Finance Bond Transfers		<u>(327,452,007)</u>
		County Supported Medicaid Fund		
63000	97601	CSMF Distribution	02100	(25,585,902)
63000	05201	CSMF Distribution	02100	(863,769)
66500	21904	CSMF Distribution	02100	(2,847,591)
		Total Other Transfers Out		<u>(29,297,262)</u>
		Total County Supported Medicaid Transfers		<u>(29,297,262)</u>
		Local DWI Grant Program Fund		
21800	13900	Transfer funds to AOC for Drug Court Programs	56000	(500,000)
80500	82600	Transfer funds to DOT for ignition interlock program	56000	(300,000)
		Total Other Transfers Out		<u>(800,000)</u>
		Total DWI Grant Program Transfers		<u>(800,000)</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF TRANSFERS
For the Year Ended June 30, 2013

Schedule F

Agency	Fund	Description	34100 Fund	Transfer In/(Out)
Tribal Infrastructure Project Fund				
34103	10740	Severance Tax Bond Transfers	10810	97,973
34103	80300	Severance Tax Bond Transfers	10810	725,066
		Total Interfund Transfers In		<u>823,039</u>
60900	42900	Transfer TIF projects per MOU	10810	(823,039)
		Total Transfers Out		<u>(823,039)</u>
		Total Tribal Infrastructure Project Transfers		<u>-</u>
STB Capital Outlay Statewide Fund				
34103	11450	Indian Affairs Draw	89200	4,148,431
34103	00100	Severance Tax Bond Transfers	89200	119,032
34103	10910	Severance Tax Bond Transfers	89200	332,833
34103	11160	Severance Tax Bond Transfers	89200	196,805
34103	11440	Severance Tax Bond Transfers	89200	5,858,651
34103	11450	Severance Tax Bond Transfers	89200	1,967,689
34103	60900	Severance Tax Bond Transfers	89200	493,221
34103	60910	Severance Tax Bond Transfers	89200	21,931
34103	66400	Severance Tax Bond Transfers	89200	1,332,535
34103	80300	Severance Tax Bond Transfers	89200	221,637
34103	82100	Severance Tax Bond Transfers	89200	72,112
		Total Interfund Transfers In		<u>14,764,877</u>
60900	89200	Indian Affairs Transfer	89200	(4,148,431)
		Total Transfers Out		<u>(4,148,431)</u>
		Total GF Capital Outlay Statewide Transfers		<u>10,616,446</u>
		Total Transfers		<u>\$ (344,319,717)</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF RECEIVABLES FROM OTHER STATE AGENCIES
June 30, 2013

Schedule G

Receiving Fund	State Agency Due From	Purpose	Transfer Fund	Amount
General Fund:				
01000	69000 - Children, Youth and Families	Foster Care Title IV-E	67000	\$ 38,119
01000	35000 - General Services Division	Tim Korte's Salary Per MOU	19704	3,856
Total General Fund				<u>41,975</u>
Other Governmental Funds:				
02100	33300 - Taxation and Revenue Department	TAA Suspense	82800	724
02100	39400 - Office of the State Treasurer	Interest Earned	80100	1,638,010
10780	21800 - Administrative Office of the Courts	Fees Collected	11210	530
56000	33300 - Taxation and Revenue Department	Fees collected	82800	1,668,993
62400	39400 - Office of the State Treasurer	Interest Earned	80100	139
62400	21800 - Administrative Office of the Courts	Fees Collected	80100	163,015
74500	39400 - Office of the State Treasurer	Interest Earned	80100	1,431
74500	33300 - Taxation and Revenue Department	Surcharge Revenue	82800	991,305
Total Other Governmental Funds				<u>4,464,147</u>
Board of Finance Bond Fund:				
57400	92400 - Public Education Department	Severance Tax Bonds	81600	122,024
60910	50500 - Department of Cultural Affairs	Severance Tax Bonds	26300	146,639
Total Board of Finance Bond Funds				<u>268,663</u>
Fiduciary Funds:				
04500	33700- State Investment Council	Land Grant	60100	703
04500	34100 - Department of Finance & Admin	C.P. & R. Fund	76100	54,929
10500	33700- State Investment Council	Land Grant	60100	207,470
10700	33700- State Investment Council	Land Grant	60100	36,765
22200	33700- State Investment Council	Land Grant	60100	11,800
22400	33700- State Investment Council	Land Grant	60100	88,413
22600	33700- State Investment Council	Land Grant	60100	1,457,875
22700	33700- State Investment Council	Land Grant	60100	11,845
22800	33700- State Investment Council	Land Grant	60100	9,397
23100	33700- State Investment Council	Land Grant	60100	881,106
23200	33700- State Investment Council	Land Grant	60100	883,130
23300	33700- State Investment Council	Land Grant	60100	648,810
23300	33300 - Taxation and Revenue Department	Land Grant	82800	98,246
23400	33300 - Taxation and Revenue Department	Land Grant	82800	14,923
58900	39400 - Office of the State Treasurer	Interest Earned	80100	27
58900	21800 - Administrative Office of the Courts	Judicial Education Fee	57700	20,787
58900	33300 - Taxation and Revenue Department	Trans & MVD	82500	34,751
59000	39400 - Office of the State Treasurer	Interest Earned	80100	2
59000	Municipal Courts and Metropolitan Courts	Municipal/Metro Fees	N/A	31,564
72400	Various Agencies	Payroll Reissues	N/A	52,085
73700	33300 - Taxation and Revenue Department	Compensation Tax	83200	823,106
76100	33700- State Investment Council	Land Grant	60100	384,220
Total Fiduciary Funds				<u>5,751,954</u>
TOTAL				<u>\$ 10,526,739</u>

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF PAYABLES TO OTHER STATE AGENCIES
June 30, 2013**

Schedule H

<u>Disbursing Fund</u>	<u>State Agency Due To</u>	<u>Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
General Fund:				
01000	36100 - Department of Information Technology	POD	20360	\$ 70,767
01000	66500- Department of Health	Employees Salary	6101	54,576
01000	Various Agencies to be identified	Coll Barg & Fed Lobbyist	06700	1,197
	Total General Fund			<u>126,540</u>
Other Governmental Funds:				
02100	63000 - Human Services Department	Cnty Supported Medicaid	05201	283,603
02100	63000 - Human Services Department	Cnty Supported Medicaid	97601	9,169,814
02100	66500 - Department of Health	Cnty Supported Medicaid	21904	934,953
89200	60900 - Indian Affairs Department	Tribal Infrastructure Projects	89200	2,764,911
52900	Cultural Affairs Department	Arts in Public Places		-
	Total Special Revenue Funds			<u>13,153,281</u>
Board of Finance Bond Funds:				
01900	49100 - Military Base Planning and Support	Severance Tax Bonds	74800	50,604
04000	35000 - General Services Department	Severance Tax Bonds	89200	3,082
10590	62400 - Aging and Long Term Services	General Obligation Bonds	64800	64,209
10710	41900 - Economic Development Department	Severance Tax Bonds	89200	2,279,855
10710	66700 - NM Environment Department	Severance Tax Bonds	06400	250,636
10710	79000 - NM Department of Public Safety	Severance Tax Bonds	89200	9,084
10730	39400 - State Treasurer's Office	Severance Tax Bonds	41000	1,500,000
10730	52100 - Energy, Minerals and Resource Dept.	Severance Tax Bonds	89200	217,474
10740	35000 - General Services Department	Severance Tax Bonds	64105	269,379
10740	35000 - General Services Department	Severance Tax Bonds	89200	155,857
10740	39400 - State Treasures' Office	Severance Tax Bonds	41000	383,884
10740	50500 - Department of Cultural Affairs	Severance Tax Bonds	26300	2,940
10740	55000 - Office of State Engineer	Severance Tax Bonds	89200	75,453
10740	62400 - Aging and Long Term Services	Severance Tax Bonds	70000	681,685
10740	66700 - NM Environment Department	Severance Tax Bonds	22100	28,401
10740	66700 - NM Environment Department	Severance Tax Bonds	69400	201,507
10740	70500 - Department of Military Affairs	Severance Tax Bonds	89200	1,433
10910	39400 - State Treasurer's Office	Severance Tax Bonds	41000	317,152
10910	41900 - Economic Development Department	Severance Tax Bonds	02800	28,299
10910	49500 - New Mexico Spaceport Authority	Severance Tax Bonds	89200	2,383,107
10910	50500 - Department of Cultural Affairs	Severance Tax Bonds	26300	12,535
10910	60900 - Indian Affairs Department	Severance Tax Bonds	10100	122,987
10910	66700 - NM Environment Department	Severance Tax Bonds	10360	118,736
10910	80500 - Department of Transportation	Severance Tax Bonds	10060	387,478
10920	35000 - General Services Department	Severance Tax Bonds	64105	8,804

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF PAYABLES TO OTHER STATE AGENCIES
June 30, 2013

Schedule H

<u>Disbursing Fund</u>	<u>State Agency Due To</u>	<u>Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
10920	39400 - State Treasurer's Office	Severance Tax Bonds	41000	127,706
10920	55000 - Office of State Engineer	Severance Tax Bonds	26700	33,508
10920	70500 - Department of Military Affairs	Severance Tax Bonds	89200	604,321
10920	60900 - Indian Affairs Department	Severance Tax Bonds	10100	108,795
10920	80500 - Department of Transportation	Severance Tax Bonds	10060	193,773
10920	94000 - Public School Facilities Authority	Severance Tax Bonds	94700	7,655,966
10930	92400 - Public Education Department	Severance Tax Bonds	63400	97,345
11160	21800 - Administrative Office of the Courts	Severance Tax Bonds	89200	26,093
11160	35000 - General Services Department	Severance Tax Bonds	89200	168,538
11290	92400 - Public Education Department	Severance Tax Bonds	89200	1,286,993
11310	62400 - Aging and Long Term Services	Severance Tax Bonds	05300	449,505
11310	92400 - Public Education Department	Severance Tax Bonds	81600	705,618
11310	50500 - Department of Cultural Affairs	Severance Tax Bonds	47800	402,535
11310	95000 - NM Higher Education Department	General Obligation Bonds	64400	11,905
11350	21800 - Administrative Office of the Courts	Severance Tax Bonds	89200	299,337
11350	35000 - General Services Department	Severance Tax Bonds	89200	2,008,134
11350	37000 - Secretary of State	Severance Tax Bonds	89200	29,961
11350	39400 - State Treasurer's Office	Severance Tax Bonds	41000	33
11350	41900 - Economic Development Department	Severance Tax Bonds	89200	223,867
11350	50500 - Department of Cultural Affairs	Severance Tax Bonds	89200	223,510
11350	52100 - Energy, Minerals and Resource Dept.	Severance Tax Bonds	89200	7,032
11350	62400 - Aging and Long Term Services	Severance Tax Bonds	89200	53,409
11350	66700 - NM Environment Department	Severance Tax Bonds	89200	33,025
11350	70500 - Department of Military Affairs	Severance Tax Bonds	89200	13,138
11440	35000 - General Services Department	Severance Tax Bonds	89200	3,007,824
11440	36100 - Department of Information Technology	Severance Tax Bonds	89200	659,018
11440	50500 - Department of Cultural Affairs	Severance Tax Bonds	89200	20,366
11440	55000 - Office of State Engineer	Severance Tax Bonds	89200	3,836
11440	60900 - Indian Affairs Department	Severance Tax Bonds	89200	211,957
11440	62400 - Aging and Long Term Services	Severance Tax Bonds	89200	145,652
11440	66700 - NM Environment Department	Severance Tax Bonds	89200	843,683
11440	80500 - Department of Transportation	Severance Tax Bonds	89200	23,804
11440	92400 - Public Education Department	Severance Tax Bonds	89200	364,098
11450	52100 - Energy, Minerals and Resource Dept.	Severance Tax Bonds	89200	15,126
11450	92400 - Public Education Department	Severance Tax Bonds	89200	13,581
11560	92400 - Public Education Department	Severance Tax Bonds	89200	5,197,178
11570	63000 - Human Services Department	Severance Tax Bonds	89200	167,169
11570	80500 - Department of Transportation	Severance Tax Bonds	89200	685,421
22900	55000 - Office of State Engineer	Severance Tax Bonds	89200	63,484
30890	92400 - Public Education Department	Severance Tax Bonds	89200	1,362,023

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF PAYABLES TO OTHER STATE AGENCIES
June 30, 2013

Schedule H

<u>Disbursing Fund</u>	<u>State Agency Due To</u>	<u>Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
40300	35000 - General Services Department	Severance Tax Bonds	89200	17,656
40700	60900 - Indian Affairs Department	Severance Tax Bonds	89200	24,000
60900	21500 - Court of Appeals	Severance Tax Bonds	89200	23
60900	35000 - General Services Department	Severance Tax Bonds	89200	557,898
60900	39400 - State Treasurer's Office	Severance Tax Bonds	41000	59,423
60900	62400 - Aging and Long Term Services	Severance Tax Bonds	39600	4,833
60900	62400 - Aging and Long Term Services	Severance Tax Bonds	89200	5,895
60900	66700 - NM Environment Department	Severance Tax Bonds	89200	42,496
60900	70500 - Department of Military Affairs	Severance Tax Bonds	89200	742,626
60910	35000 - General Services Department	Severance Tax Bonds	89200	130,146
66300	35000 - General Services Department	Severance Tax Bonds	89200	336,183
66300	39400 - State Treasurer's Office	Severance Tax Bonds	41000	172,486
66300	62400 - Aging and Long Term Services Dept.	Severance Tax Bonds	38600	46,403
66300	66700 - NM Environment Department	Severance Tax Bonds	22100	9,219
66400	35000 - General Services Department	Severance Tax Bonds	89200	47,041
66400	39400 - State Treasurer's Office	Severance Tax Bonds	41000	4,291
66400	66700 - Department of Environment	Severance Tax Bonds	10360	2,789,034
66400	66700 - Department of Environment	Severance Tax Bonds	89200	65,357
80300	35000 - General Services Department	Severance Tax Bonds	89200	24,694
80300	80500 - Department of Transportation	Severance Tax Bonds	10060	11,894
96850	39400 - State Treasurer's Office	Severance Tax Bonds	41000	23,700
96850	50500 - Department of Cultural Affairs	Severance Tax Bonds	26300	10,078
96850	80500 - Department of Transportation	Severance Tax Bonds	89200	363,809
96850	80500 - Department of Transportation	Severance Tax Bonds	10060	67,745
96860	92400 - Public Education Department	Severance Tax Bonds	63400	66,836
Total Board of Finance Bond Funds				<u>42,726,614</u>
Total Governmental Funds				<u>56,006,435</u>
Fiduciary Funds:				
Fiscal Management:				
00300	36600 - Public Employees Retirement Fund	Social Security Admin	60600	141,403
00900	Various Agencies-	Computer Enhancement	N/A	24,880,933
04500	Various Agencies-	Allotments	N/A	56,486
59000	Various Agencies-	Allotments	N/A	66,745
74700	Various Agencies-	Capital Projects	N/A	632,562
76100	Various Agencies		N/A	388,537
Total Fiscal Management				<u>26,166,666</u>
Community Development:				
37600	60900 - Children, Youth, and Families Department			<u>1,346,446</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF PAYABLES TO OTHER STATE AGENCIES
June 30, 2013

Schedule H

<u>Disbursing Fund</u>	<u>State Agency Due To</u>	<u>Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
Total Community Development				<u>1,346,446</u>
Policy Development				
80000	39400 - State Treasurer's Office	Debt Service Funds	10630	<u>23,961,177</u>
Total Policy Development				<u>23,961,177</u>
Total Fiduciary Funds				<u>51,474,289</u>
TOTAL				<u>\$ 107,480,724</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF MEMORANDUMS OF UNDERSTANDING
Year Ended June 30, 2013

Schedule I

Participants	Administering Agency Responsible Party	Description	Date of Agreement		Total Amount	DFA Amount	Amount Expended as of 6/30/13	Audit Party	Fiscal Agent	Reporting Agency
			Beginning	Ending						
Department of Finance and Administration MOUs										
DFA/DOIT	DOIT	Consolidation of DFA SHARE professionals with DoIT	1/18/2012	6/30/2013	\$ -	\$ -	\$ -	both	both	both
DFA/GSD	DFA	To permit Timothy Korte to perform public information officer and records custodian duties for both DFA and GSD	2/14/2011	Upon termination of Mr. Korte's employment	Salary/Cell phone	\$ 1	\$ -	both	both	both
DFA/DOIT	DOIT	Post mortem assessment report concerning June 29th payroll problem	9/7/2012	9/12/2012	\$ -	\$ 253,942	\$ 253,942	both	both	both
DFA/Indian Affairs (IAD)	DFA	Tribal infrastructure projects	8/30/2012	6/30/2016	\$ 13,207,965	\$ -	\$ 4,148,431	both	both	both
DFA/DOIT	DOIT	Cash remediation project (Emergency Loan)	8/30/2012	Upon payment to contractors	\$ 545,900	\$ 545,900	\$ 545,900	both	both	both
State Budget/SPO/LFC	SPO	Evaluation of SPO processes and job classifications	10/16/2012	Upon payment	\$ 46,521	\$ 20,000	\$ 16,000	both	both	both
DFA/CYFD	DFA	All costs relating to the Citizen Care Review Act	7/1/1993	Expiration of Title IV-E funds or transfer to another entity	\$ -	\$ -	\$ -	both	both	both

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF AMOUNTS DUE TO/FROM STATE GENERAL FUND
June 30, 2013

Schedule J

Due to State General Fund

Fund	Amount Due at 6/30/2012	Reversions Made in 2013	Other Amounts Due to	Current Year Budget Reversions	Amount Due at 6/30/2013
01000 - General Fund	\$ 1,145,576	\$ 1,145,576	\$ 428	\$ 1,110,654	\$ 1,111,082
62000 - DFA Special Appropriations	4,678	4,678	-	18,281	18,281
20900 - BOF Emergency Fund	270,595	270,595	-	92,051	92,051
21000 - Emergency Water Supply Fund	84,156	84,156	-	54,868	54,868
Total General Fund	<u>1,505,005</u>	<u>1,505,005</u>	<u>-</u>	<u>1,275,854</u>	<u>1,276,282</u>
52900 - General Fund Capital Projects	349,197	349,197	-	-	-
93100 - Capital Projects	-	-	-	41,360	41,360
58100 - Special Community Capital Projects	192	192	-	-	-
73600 - Law Enforcement	8,291,058	8,291,058	75,401	4,497,661	4,573,062
Total Governmental Funds	<u>11,650,457</u>	<u>11,650,457</u>	<u>75,829</u>	<u>5,814,875</u>	<u>5,890,704</u>
73700 - Small Counties Assistance Fund	3,576,387	3,576,387	-	1,537,018	1,537,018
96600 - Private Activity Bond Suspense	7,500	7,500	-	2,250	2,250
Total Fiduciary Funds	<u>\$ 3,583,887</u>	<u>\$ 3,583,887</u>	<u>\$ -</u>	<u>\$ 1,539,268</u>	<u>\$ 1,539,268</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013

Schedule K

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Amount of Federal Awards Expended
U.S. Dept. of Housing & Urban Development:		
Community Development Block Grant (CDBG) Cluster:		
Community Development Block Grants - State's Program	14.228	\$ 12,509,176
Community Development Block Grants - Neighborhood Stabilization Program 1 (HERA Funds)	14.228	236,202
Community Development Block Grants - Neighborhood Stabilization Program 3 (Wall Street Reform and Consumer Protection Act of 2010)	14.228	<u>2,740,563</u>
Subtotal U.S. Dept. of Housing & Urban Development CDBG Cluster		<u>15,485,941</u>
U.S. Dept. of Health & Human Services:		
Pass-through from State of New Mexico Children Youth & Families Dept.:		
Foster Care - Title IV-E		
Citizens Review Board Grant # G0901NM1401	93.658	<u>153,044</u>
Total		15,638,985
Federal Activity related to Fiduciary Funds:		
U.S. Dept. of Interior:		
Distribution of Receipts to State and Local Governments (Revenue Sharing, Public Lands and Resources)		
Federal Taylor Grazing Act	15.227	517,869
U.S. Dept. of Agriculture:		
School and Roads - Grants to Counties (Forest Reserve)	10.665	<u>10,264,288</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS		<u>\$ 26,421,142</u>

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013

Schedule K

Note 1. Basis of Presentation: The accompanying schedule of expenditures of federal awards includes the federal grant activity of the State of New Mexico Department of Finance and Administration and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

Note 2. Subrecipients: Of the federal expenditures presented in the schedule, the State of New Mexico Department of Finance and Administration provided federal awards to subrecipients as follows:

Program Title	Federal CFDA #	Amount Provided to Subrecipients
School and Roads - Grants to Counties (Forest Reserve)	10.665	\$ 10,264,288
Community Development Block Grants/State's Program	14.288	\$ 12,509,176
Neighborhood Stabilization Program	14.288	\$ 1,912,980
Federal Taylor Grazing Act	15.227	\$ 517,869
Citizens Review Board Grant	93.658	\$ 153,044

Note 3. Non-Interest in State Treasurer Investment Pool Assistance: No federal awards were received or expended in the form of non-Interest in State Treasurer Investment Pool assistance for the fiscal year ended June 30, 2013.

Note 4. Reconciliation to Financial Statements

Federal Revenue - Governmental Fund Financial Statements	\$ 14,575,200
Federal Activity related to Fiduciary Funds:	10,782,157
Fund 10540 Program Income Recorded as Other Revenue	1,286,665
Unexpended Fund 10540 Program Income Recorded as Other Revenue	<u>(222,880)</u>
Total Expenditures of Federal Awards	<u>\$ 26,421,142</u>

OTHER REPORTS



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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

Mr. Thomas E. Clifford, Ph.D, Cabinet Secretary
State of New Mexico
Department of Finance and Administration
and
Mr. Hector H. Balderas, New Mexico State Auditor

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds of the State of New Mexico Department of Finance and Administration (the Department), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Department's basic financial statements, and the combining and individual funds and related budgetary comparisons of the Department presented as supplemental information and have issued our report thereon dated December 2, 2013.

Internal Control over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph 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 were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness (2012-009).

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies (2012-008, 2013-003 and 2013-004).

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Department's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2012-001, 2012-005, 2013-005 and 2013-006.

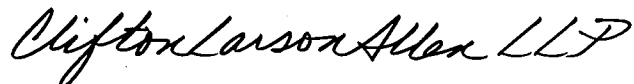
The Department's Responses to Findings

The Department's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Department'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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP



Albuquerque, New Mexico
December 2, 2013

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR FEDERAL PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB
CIRCULAR A-133**

Mr. Thomas E. Clifford, Ph.D, Cabinet Secretary
State of New Mexico
Department of Finance and Administration
and
Mr. Hector H. Balderas, New Mexico State Auditor

Report on Compliance for Each Major Federal Program

We have audited State of New Mexico Department of Finance and Administration's (the Department) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Department's major federal programs for the year ended June 30, 2013. The Department's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Department's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Department's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Department's compliance.

Opinion on Each Major Federal Program

In our opinion, the Department complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2011-002, 2013-001, and 2013-002. Our opinion on each major federal program is not modified with respect to these matters.

The Department's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Department's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control over Compliance

Management of the Department is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Department's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Department's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2011-002, 2013-001, and 2013-002, that we consider to be significant deficiencies.

The Department's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Department's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Albuquerque, New Mexico
December 2, 2013

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weakness(es)? yes none reported

Type of auditor's report issued on compliance for major programs: Unmodified.

Any audit findings, disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? yes no

Identification of major programs:

CFDA

Number(s)	Name of Federal Program or Cluster
------------------	---

14.228	Community Development Block Grant Cluster
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Dollar threshold used to distinguish between type A and type B programs \$792,634

Auditee qualified as low-risk auditee? yes no

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section II - Financial Statement Findings

2013-003 Local Government Division - LGD (Significant Deficiency)

Condition: During our review of the Local Government Division, we noted the following:

1. Preliminary operating budgets not consistently being approved and certified by July 1.
2. Based on review of the logs and client-provided "basecamp" report, we noted numerous certifications of the final budgets were done after the first Monday in September. There was no evidence of consistent notes as to whether or not the delays in the final approval were due to the local government entity or LGD. In addition, we noted disbursements to communities without a final budget in which LGD should consider holding onto disbursements.
3. State statute requires the following elements to be included in the quarterly reports; however, they are not included in the template proved by LGD to the local governments on the website: "The reports shall contain the pertinent details regarding applications for federal money or federal grants-in-aid or regarding federal money or federal grants-in-aid received, including details of programs, matching funds, personnel requirements, salary provisions and program numbers, as indicated in the catalog of federal domestic assistance, of the federal funds applied for and of those received."
4. LGD tracking of the quarterly reports is inconsistent from one analyst to another. Furthermore, there is no evidence that each report is actually reviewed and action taken as needed.
5. LGD is required to notify the Secretary if a county or municipality has failed to submit quarterly reports for 2 consecutive quarters. LGD did not start this until May 2013.
6. State statute states "upon the approval of the secretary of finance and administration, authorize the transfer of funds from one budget item to another when the transfer is requested and a need exists meriting the transfer and the transfer is not prohibited by law." However, these approvals are being done at the analyst level.
7. State statute states that LGD shall "supervise the disbursement of funds to the end that expenditures will not be made in excess of budgeted items or for items not budgeted and that there will not be illegal expenditures." However, without appropriate review of the quarterly reports LGD is unable be in compliance with this requirement

Criteria: Section 6-6-2 NMSA details the powers and duties of the LGD related to the oversight of the local governments in the state of New Mexico.

Cause: Lack of an effective internal control structure surrounding the LGD's responsibilities surrounding the oversight of the various local governments in the state of New Mexico as outlined in section 6-6-2 NMSA.

Effect: Non compliance with applicable statutes. In addition, the LGD is unable to adequately monitor the financial affairs of local governments in a timely manner.

Auditor's Recommendation: We recommend management evaluate the responsibilities and requirements of the LGD and establish an effective internal control structure to ensure compliance with applicable statutes.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section II - Financial Statement Findings (continued)

2013-003 Local Government Division - LGD (Significant Deficiency) (continued)

Management's Response: Management concurs with the findings.

1. A "master calendar" has been established to track all financial documents, such as budgets and financial quarterly reports for the fiscal year budget cycle. The Budget and Finance Bureau Chief will update and maintain the calendar to ensure statutory compliance.
2. "Basecamp" was intended to be a pilot effort by the former LGD Director to communicate on a daily basis between departments. The "Basecamp" was a pilot project initiated for use by only the Budget and Finance Bureau. The software retained general forms of communication related to various local bodies and internal processes. The "Basecamp" software program was replaced by the "Master Calendar". The Budget and Finance Bureau Chief will update and maintain the master calendar to ensure statutory compliance.
3. The Budget and Finance Bureau Chief will update and improve the Quarterly Excel Worksheet to incorporate the federal sources of revenue. The Budget and Finance Bureau Chief will also work in collaboration with Budget and Finance analysts to provide training to local public bodies.
4. A "master calendar" has been established to track all financial documents such as budgets and financial quarterly reports for the fiscal year budget cycle. The Budget and Finance Bureau Chief will update and maintain the calendar to ensure statutory compliance.
5. For review and approval of the quarterly reports, the Budget and Finance Bureau Chief will work with the LGD Director and Assistant Director to ensure that the DFA Secretary is notified pursuant to State Statute. This is also in collaboration with the Budget and Finance Bureau Chief's review of the State Auditor At-Risk list.
6. The LGD will work in collaboration with the Secretary to obtain approval.
7. The Budget and Finance analysts review quarterly reports and complete "quarterly review forms." The forms specifically monitor budgets and requires analysts to address issues with the local public bodies that are not consistent with the officially approved and/or adjusted budget. Analysts also review year-end budget adjustment resolutions which address all excess spending. This deadline coincides with the submittal requirement of the 4th quarter financial report, which determines the adjustments needed. The Budget and Finance Bureau Chief will review quarterly reports on a statistical selection basis to ensure statutory compliance.

2013-004 Un-posted General Ledger Transactions – ASD/FCD (Significant Deficiency)

Condition: During our audit, we noted the following transactions which originated from a module within SHARE; however, they were never posted to the general ledger as a result of errors in the process which were undetected by the Department or the FCD:

1. Un-posted AR payments totaling approximately \$60,000.
2. Un-posted AP payments totaling approximately \$23,000.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section II - Financial Statement Findings (continued)

**2013-004 Un-posted General Ledger Transactions – ASD/FCD (Significant Deficiency)
(continued)**

Criteria: NMAC 2.20.5.8 requires agencies to ensure all transactions are properly classified in the agency's accounting records, and MAPs establishes the requirement that state agencies: 1) verify monthly that all transactions have been posted in SHARE, and 2) prepare any reclassification or adjusting entries as soon as they are known.

Cause: Management oversight, undetected posting errors within SHARE.

Effect: Misstatement to financial statements.

Auditor's Recommendation: We recommend management establish controls to ensure all transactions are properly posted in SHARE.

Management's Response: We concur with the finding. All items identified in the findings are from periods prior to the implementation of Cash Remediation Procedures. With the aid of an existing query, a surveillance program is now in place to identify journal entries that have not posted to the SHARE general ledger; once flagged, these transactions are investigated and the issue of what prevented the posting is addressed. As the Department is responsible for overseeing the State's accounting process, DFA plans to re-emphasize agency responsibility and tools available to enhance agency-wide compliance with state statute. Additionally, DFA's bank to book reconciliation process, coupled with the monitoring of the self-balancing State General Fund Investment Pool account, will provide independent verification that transactions have been recorded in an accurate, complete and timely fashion.

2012-008 - Financial Control Division - FCD (Significant Deficiency)

Condition: During our review of the FCD we noted the following issues:

1. During our review of EXT transactions (payment loads), we noted the Department was not requiring the submission to FCD for two agencies until April 2013; consequently, there was no FCD review for these transaction types posted by these two agencies for 10 months of FY13.
2. During our review of EXT/EX3 transactions (payment loads/3rd party submissions), we noted that the FCD does not keep a log of authorized individuals at the agency level to submit these types of transactions.
3. During our review of FCD, we noted that the system access/user roles of the FCD staff allow individuals to create vendors, create/approve vouchers, process payments, and create and approve journal entries.
4. During our review of operating transfers, we noted 3 out of 22 were not imaged by FCD.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section II - Financial Statement Findings (continued)

2012-008 - Financial Control Division (FCD) (Significant Deficiency) (continued)

Criteria: Per section 6-5-2.1, FCD shall: 1) maintain a central system of state accounts and devise, formulate, approve, control, and set standards for the accounting method and procedures of all state agencies of the State of New Mexico; 2) collect and maintain the necessary information to produce ledgers, journals; 3) maintain information that adequately supports all entries in the state general ledger; and 4) store and maintain records electronically.

Cause: Lack of effective controls established procedures surrounding all of the oversight responsibilities FCD is charged with.

Effect: Possible misappropriation of assets and/or misstatements of financial statements.

Auditors' Recommendation: We recommend that FCD continue to evaluate the processes and procedures surrounding all of the oversight responsibilities FCD is charged with to ensure that adequate controls have been designed and are operating effectively to ensure FCD compliance with the responsibilities outlined in 6-5-2.1.

Management's Response:

1. We concur with the finding. During fiscal year 2013, the Department implemented new policies and procedures as detailed in Cash Management Remediation Project. Beginning April 2013, all state agencies approved to issue 3rd party warrants, were required to submit all journal entries recording payments for these warrants to FCD for review. All four agencies (Human Services Department, Child Youth and Families Department, Taxation and Revenue Department, and Department of Workforce Services) have complied with the new policy and continue to do so into fiscal year 2014 without exception.
2. We concur with the finding. The journal entry sources EXT/EX3/ACH should be treated like any other financial transaction submitted to FCD for review. We will update the requirements for the submission of financial transactions policy to include EXT/EX3/ACH to be submitted with approved authorized signature only. The new policy will be communicated to all applicable agencies impacted by the new policy.
3. We concur with the finding. We are reviewing all SHARE system/access user roles to ensure that proper levels of authority are segregated.
4. We concur with the finding. We discovered that the SHARE Barcode program was not generating all the GL barcodes it should be for the Imaging Section to scan. The follow-up procedures in the imaging section were not sufficient in identifying this problem. We are collaborating with the Department of Information and Technology (DoIT) to resolve the issue.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section II - Financial Statement Findings (continued)

2012-009 - Book to Bank Reconciliation – General Fund Investment Pool – FCD (Material Weakness)

Condition: In June 2012, the State Controller of the FCD commissioned a diagnostic report with the purpose of assessing the current state of cash reconciliation and determining recommendations for remediating the remaining system and business process issues pertaining to the book to bank processes. The State General Fund Investment Pool balances have not been reconciled at the business unit/fund level since the inception of the Statewide Human Resources, Accounting and management Reporting system (SHARE) in July 2006. Some key observations revealed by the diagnostic report are summarized below:

1. Complete functionality available in the SHARE Treasury application was not implemented. The premise of the reconciliation functionality in PeopleSoft is that all system transactions have an accounting entry on the GL and that each bank transaction reconciles to the system transaction. This is not the case for the current implementation of SHARE.
2. The business process surrounding deposits, payments and cash management activities is not standardized across all agencies of the State.
3. The State does not currently require that all bank transactions have a corresponding accounting entry. There are accounts where the detail bank activity is not being recorded nor reconciled in the GL.
4. Appropriate end user training was never provided to ensure the users are aware of the tasks they perform in the system and the impact they have on the bank activity and the reconciliation process.
5. The current bank account structure is not optimal for managing and performing bank reconciliation.

FY 2013 Update: During fiscal year 2013 (FY13), management effectively coordinated the cash management remediation initiative effort which provided a mechanism to implement the system configuration and business process changes that were necessary to produce a state-wide cash reconciliation that expresses the cash position of the State of New Mexico on a daily and monthly basis. Subsequent to the project "go-live" date of February 1, 2013, the Division was able to begin monthly cash reconciliations on a "point-forward" basis only. During the reconciliation process, the Division has been able to identify errors and issues specific to agencies and within the system that have been assigned for correction or are in the process of being remedied. As a result of the cash management remediation initiative, the Division was able to begin performing a complete Statewide Book (SHARE) to Fiscal Agent Bank Account cash reconciliation as required as of July 2013, which includes a monthly status report provided to the State Controller that details the amount of errors identified, the financial impact of these errors and the status of the resolution of these errors. Although the Division has made progress towards a complete and accurate reconciliation during FY13, it is noted that a complete and accurate reconciliation of all FY13 activity was not performed. In addition, the historical reconciliation of activity prior to the cash management remediation initiative remains outstanding.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section II - Financial Statement Findings (continued)

2012-009 Book to Bank Reconciliation – General Fund Investment Pool - FCD (Material Weakness) (continued)

Criteria: Section 6-5-2.1(J) NMSA 1978 requires FCD to perform monthly reconciliations with the balances and accounts kept by the State Treasurer and adopt and promulgate rules regarding reconciliation for state agencies.

Cause: When SHARE was first implemented in fiscal year 2007, the implementation was not properly planned and implemented to incorporate the full functionality of the system. As a result, the majority of fiscal year 2007 was focused on system stabilization and user adoption. In addition, the business processes across agencies have become inconsistent from agency to agency and include numerous manual and customized processes. Over time, there have been attempts to perform a reconciliation; however, with the numerous inconsistent business processes and customizations across agencies and the incomplete implementation, FCD was unsuccessful in performing complete reconciliations.

Effect: Without an accurate and timely complete reconciliation, verification of individual agency balances is not possible and there is a higher risk of fraudulent activity and misrepresentation of financial statement balances occurring and not being detected.

Auditors' Recommendation: The FCD has already begun to address this issue with the efforts of the cash management remediation initiative. Furthermore, it is recommended that management develop an approach and plan to address the population of historical reconciling items.

Management's Response: Agreed, Management views independent bank reconciliation as a fundamental control.

The State of New Mexico deployed the Statewide Human Resource, Accounting and Management Reporting System (SHARE) on July 1, 2006. SHARE is an implementation of PeopleSoft's Enterprise Resource Planning (ERP) application, which includes Financial and Supply Chain Management and Human Capital Management functionality. ERP systems support and encompass the major business activities, including Procure to Pay, Order to Cash, Banking and Personnel Management. When SHARE was implemented in 2006, there was no effort to standardize business processes or restrict systems customizations; as a result, post implementation effort was focused on systems stabilization. Additionally, there were instances of incomplete or improper module implementation, all of which hindered efforts to embed a complete and accurate bank reconciliation process. Although efforts were undertaken between FY 2007 – FY 2010 to address these issues, they resulted in marginal success as needed SHARE configuration changes and State business process redesign efforts were not part of the scope. Given the noted limitations, a full reconciliation of statewide cash balances was not performed during the period beginning with SHARE implementation up until completion of the Cash Management Remediation Project.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section II - Financial Statement Findings (continued)

2012-009 Book to Bank Reconciliation – General Fund Investment Pool – FCD (Material Weakness) (continued)

As a result of the issues noted above, a Diagnostic of Cash Control was initiated in June 2012 and a Cash Management Remediation Project shortly thereafter. The State implemented the recommendations contained in the Cash Management Remediation Project in February 2013, including modifying the bank account structure, revising accounting procedures, developing

system tools and building the organizational capability necessary to support an on-going monthly reconciliation process. As a result, an accurate reconciliation of bank to book balances at the State and Business Unit level is now functioning for current activities. Additional process changes identified during the project continue to be rolled out to support the ultimate goal of maintaining reconciled balances at a Business Unit and Fund level.

With respect to the historical balances, the plan has been to pursue reconciliation via a separate initiative to commence after successful implementation of an on-going process. Having achieved the first part, DFA is developing a funding request which will be submitted during the upcoming legislative session to undertake the review and reconciliation of the historical balances. The objective of the historical reconciliation is to achieve a level of confidence in the cash balance amounts and reasons for any and all adjustments necessary to bring book cash balances back in line with those at the bank.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section III – Federal Award Findings and Questioned Costs

2013-001 Internal Control over Federal Grant Requirements - LGD (Significant Deficiency)

Federal Program: CFDA 14.228 Community Development Block Grant

Federal Agency: U.S. Department of Housing & Urban Development

Condition: During our single audit testing over Earmarking and other special tests, we noted the following issues:

1. The Department was unable to locate the record for 1 out of 7 grants with evidence of the local government's approved request for release of funds (RROF) and environmental certificate.
2. CDBG funds allocated for public services may not exceed 15%. The majority of the Department's disbursements under this program are not subject to this requirement, however. The Department's staff were not familiar with this requirement.

Criteria: A-102 Common Rule requires that non-Federal entities receiving Federal Awards establish and maintain internal control designed to reasonably ensure compliance with Federal laws, regulations and program compliance requirements.

Cause: Lack of internal controls surrounding the management of the applicable federal grant requirements.

Effect: Possible non-compliance with federal grant requirements.

Auditor's Recommendation: We recommend that management design and implement a system of internal controls to ensure compliance with federal grant requirements. In addition, we recommend management ensure that all individuals responsible for the management of the federal grants are familiar with all applicable grant requirements.

Management's Response: Management concurs with the finding. The CDBG Project Manager, along with CDBG Bureau Chief, will review files to ensure that all applicable requests for release of funds and environmental certificates are available. HUD technical assistance has been requested and an onsite assessment is scheduled for December 2 and 3, 2013. The LGD will work with the HUD technical assistance group related to understanding policy and procedures.

2013-002 Suspension and Debarment – LGD (Significant Deficiency)

Federal Program: CFDA 14.228 Community Development Block Grant

Federal Agency: U.S. Department of Housing & Urban Development

Condition: During our single audit testing over procurement, we noted 2 of 3 contracts awarded, totaling approximately \$187,000, which lacked evidence that the vendors were checked against the excluded parties list for federally suspended or debarred vendors.

STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013

Section III – Federal Award Findings and Questioned Costs (continued)

2013-002 Suspension and Debarment – LGD (Significant Deficiency) (continued)

Criteria: A-102 Common Rule and OMB Circular A-110 (2 CFR part 215) require that non-Federal entities receiving Federal Awards establish and maintain internal control designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements. A-133 prohibits non-Federal entities from contracting with or making sub-awards under covered transactions that are suspended or debarred or whose principals are suspended or debarred.

Cause: Lack of effective internal controls associated with procurement function associated with federal grant funds.

Effect: Possible non-compliance with applicable regulations.

Auditor's Recommendation: We recommend that management establish effective controls over the procurement function that requires staff to determine that entities receiving sub-awards of any value and procurement contracts equal to or exceeding \$25,000 and their principals are not suspended or debarred, and specifies the means that will be used to make that determination; i.e., checking the *Excluded Parties Listing System* (EPLS), which is maintained by the General Services Administration; obtaining a certification; or inserting a clause in the agreement.

Management's Response: Management concurs with the finding. The CDBG Bureau Chief will work with staff to ensure that a print screen is retained to verify review of the Excluded Parties Listing System. The Print Screen will be retained by CDBG staff in the respective project files. The LGD Director's Administrative Assistant, in conjunction with the Bureau Chief of Fiscal Services, will verify that grant agreements contain a print screen verifying that excluded parties are not federally suspended or debarred. This verification will take place prior to initiating the encumbrance of funds.

2011-002 Lack of Sufficient Subrecipient Monitoring Procedures – LGD (Significant Deficiency)

Federal Program: CFDA 14.228 Community Development Block Grant

Federal Agency: U.S. Department of Housing & Urban Development

Condition: During our testwork over the Department's subrecipient monitoring for the Community Development Block Grant (CFDA 14.228) Program, we noted the annual monitoring review for 3 out of 6 grants was not done in a timely manner. In addition, the Department noted on 1 of the 6 reviews that the subrecipient was not current for the FY12 audit, in which the Department had no evidence of communication with the entity on the late audit report.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section III – Federal Award Findings and Questioned Costs (continued)

2011-002 Lack of Sufficient Subrecipient Monitoring Procedures – LGD (Significant Deficiency) (continued)

Criteria: OMB Circular A-133 requires the prime recipient to: 1) ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year for fiscal years ending after December 31, 2003, as provided in OMB Circular A-133, have met the audit requirements of OMB Circular A-133, and that the required audits are completed within 9 months of the end of the subrecipient's audit period; (2) issue a management decision on audit findings within 6 months after receipt of the subrecipient's audit report; and (3) ensure that the subrecipient takes timely and appropriate corrective action on all audit findings. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the pass-through entity shall take appropriate action using sanctions.

Effect: Without adequate subrecipient monitoring, the Department is unable to ensure the subrecipients' compliance with applicable requirements and whether or not timely and appropriate corrective action is taken for instances of non-compliance.

Cause: Lack of effective internal controls surrounding the subrecipient monitoring process

Questioned Costs: None.

Auditor's Recommendation: We recommend that management design and implement a system of internal controls to ensure that adequate and timely monitoring of subrecipients is performed.

Management's Response: Management concurs with the finding. A Master Calendar has been established in a shared drive for Local Government Division staff. This Master Calendar alerts CDB staff to upcoming CDBG annual monitoring visits. The annual monitoring visits are scheduled in collaboration with when a grant agreement is fully executed. CDBG staff is requested to open the Master Calendar at least twice a week to identify upcoming grantee needs. The CDBG Bureau Chief will monitor the Master Calendar every two weeks and address any issues identified.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section IV – Other Findings

2013-005 Travel and Per Diem – ASD (Compliance and Other Matters)

Condition: When reviewing the files for five individuals who received per diem in excess of \$1,500, we noted two which lacked a notification memo to the Secretary and the remaining three included schedules which did not agree to the general ledger.

Criteria: Section 10-8-5 NMSA states that any person who is not an employee, appointee or elected official of a county or municipality and who is reimbursed under the provisions of the Per Diem and Mileage Act in an amount that singly or in the aggregate exceeds one thousand five hundred dollars (\$1,500) in any one year shall not be entitled to further reimbursement under the provisions of that act until the person furnishes in writing to his department head or, in the case of a department head or board or commission member, to the governor or, in the case of a member of the legislature, to the New Mexico legislative council, an itemized statement on each separate instance of travel covered within the reimbursement, the place to which traveled and the executive, judicial or legislative purpose served by the travel.

Cause: Management oversight.

Effect: Non-compliance with applicable statutes

Auditor's Recommendation: We recommend management evaluate the applicable statutes and establish procedures to ensure compliance.

Management's Response: We concur with the finding. The Administrative Services Division (ASD) has implemented a procedure to review the Per Diem activity report, by calendar year, for every Per Diem voucher and will require the memo in question, when applicable, prior to making the payments. The differences between the amounts mentioned in the memo and the general ledger are due to the timing; however, it will be reconciled moving forward.

2013-006 Personnel Files – Human Resources (Compliance and Other Matters)

Condition: During our review of 22 personnel files, we noted two which lacked completed and signed I-9 forms.

Criteria: All employees employed by the Department should have a completed I-9 citizen certification which is maintained in the respective personnel file.

Cause: Lack of effective internal controls surrounding the proper maintenance of personnel files.

Effect: Non compliance with applicable laws and regulations.

Auditor's Recommendation: We recommend that management establish effective controls to ensure all personnel files are properly maintained.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section IV – Other Findings (continued)

2013-006 Personnel Files – Human Resources (Compliance and Other Matters) (continued)

Management's Response: We concur with the finding. The Human Resources Bureau (HRB) has implemented an internal audit of personnel files which will be conducted twice a year, in March and September, to ensure that the HRB is in compliance with the Federal requirements. The internal audit conducted in September 2013 verified and concluded that DFA is 100% compliant with this Federal Law.

**2012-001 Cash Receipts Not Recorded or Deposited in a Timely Manner – ASD
(Compliance and Other Matters)**

Condition: During our internal control test work over cash receipts, we noted that two out of 23 receipts for a total of \$140 were not date stamped or logged. As a result, there was no evidence that they were deposited within 24 hours of receipt. Furthermore, these exceptions were noted as occurring in August 2012, which was prior to the Department's implementation of the corrective action plan for the FY12 audit finding.

Criteria: According to the Manual of Model Accounting Practices (MAPs), section FIN 2.3 states that all state agencies shall deposit cash within 24 hours of receipt. Additionally, FIN 2.1 states that all state agencies shall log or receipt all monies received at the time received.

Cause: Prior to the implementation of the FY12 audit corrective action plan, there was a lack of effective controls surrounding the cash receipts process.

Effect: Non compliance with applicable laws and regulations.

Auditor's Recommendation: We recommend that management continue to monitor the controls necessary to ensure that all cash received is recorded at the time of receipt and deposited by the end of the next business day.

Management's Response: We concur with the finding. The two items comprising the finding were forwarded to the Administrative Services Division (ASD) by another division of the Department without a time and date stamp in August 2012. ASD has implemented procedures since March 2013 to ensure checks will be time and date stamped and then be forwarded to the ASD in a timely manner to be in compliance with the requirement. ASD also has implemented the use of a scanner to deposit remotely to save time.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
June 30, 2013**

Section IV – Other Findings (continued)

2012-005 Procurement Cards – ASD (Compliance and Other Matters)

Condition: During the procurement card test work, we noted exceptions on p-card transactions totaling approximately \$2,653 of \$31,143 during our review of 3 out of 12 months, as noted below:

1. Supporting documentation missing.
2. Approval after purchase.
3. Incomplete Internal Purchase Requisitions (Employee signature missing, approval/disapproval box not checked).

Criteria: The Department's procurement card policy requires internal purchase requisitions to be completed and signed prior to the purchase and to be adequately supported.

Cause: Lack of effective controls surrounding the procurement card process.

Effect: Non compliance with department policy, possible unauthorized purchases.

Auditor's Recommendation: We recommend that management establish controls necessary to ensure that all purchases made with a procurement card follow the Department's policy, which include proper approval and adequate supporting documentation for all purchases.

Management's Response: We concur with the finding. All P-card holders and P-card administrators have taken training to be more cognizant of the compliance requirements. Further, such training is required to be taken annually.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2013**

Section II - Financial Statement Findings

2012-002 Fund/Account Reconciliations (Significant Deficiency) - Resolved

Condition: During our account balance test work the following issues were noted:

1. The Department's general fund consists of approximately \$850,000 recorded as due to other state agencies, which is related to F-941 refunds the state has received during the period of May 2008 to September 2011. The Department is uncertain of the actual amounts owed to any specific agency or if they should be reverted to the State General Fund.
2. The following fiduciary funds have no evidence of current fund reconciliations and in total have approximately \$463,000 in funds held for or due to others in which the Department is uncertain of for whom the funds are held for or due to.
 - Central Payroll Bond Account (71900)
 - Central Payroll Fund (72400)
 - Cancelled Payroll Warrants (83400)

2012-003 Board of Finance Loan Fund Receivables (Significant Deficiency) - Resolved

Condition: During our account balance test work over the Board of Finance Loan Fund, we noted one loan recorded as a loan as of June 30, 2012 in the amount of approximately \$120,000 in which the loan was converted to a grant in September 2010.

2012-007 Central Payroll Bureau - CPB (Material Weakness) - Resolved

Condition: During our review of the central payroll bureau operating by Financial Control Division (FCD) we noted the following issues:

1. The federal payroll tax deposits and quarterly 941 report filing by the CPB lacks an independent review and approval.
2. CPB was unable to provide evidence for 6 payroll periods out of 26 periods tested that the ACH amounts sent to the bank agree to the system amounts that were to be transferred. There was no evidence that an adequate process has been established to verify these amounts.
3. CPB was unable to provide evidence for 6 payroll periods out of 26 periods tested that the amounts per the HCM module agree to the amounts loaded into the general ledger. There was no evidence that an adequate process has been established to verify these amounts.
4. CPB lacks complete and adequate documentation of all processes and procedures surrounding the processing of payroll.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2013**

Section II - Financial Statement Findings (continued)

2012-008 Financial Control Division - FCD (Material Weakness) – Repeated and Updated

Condition: During our review of the FCD we noted the following issues:

1. During our review of CFRs, we noted 1 out of 22 that was approved at the agency level by an individual not on the signature list from the agency CFO held by FCD.
2. During our review of 3rd party payment submissions, we noted a total of 8 3rd party submission forms lacking evidence of approval by FMB while reviewing 3 out of 12 months.
3. During our review of new vendors established in SHARE, we noted 1 out of 22 that was incorrectly classified as a supplier instead of an employee.
4. During our review of warrant registers we noted that a total of 44 warrant registers didn't have an appropriate signature from the agency confirming receipt by an authorized individual for 5 days that were reviewed. It was noted that these exceptions were only related to warrants that were mailed to agencies.
5. During our review of vouchers, we noted 5 out of 22 were not imaged by FCD as they were vouchers processed by an agency that doesn't voucher through FCD.

2012-009 Book to Bank Reconciliation – General Fund Investment Pool (Material Weakness) – Repeated and Updated

Condition: In June 2012, the State Controller of the FCD commissioned a diagnostic report with the purpose of assessing the current state of cash reconciliation and determining recommendations for remediating the remaining system and business process issues pertaining to the book to bank processes. The State General Fund Investment Pool balances have not been reconciled at the business unit/fund level since the inception of the Statewide Human Resources, Accounting and management Reporting system (SHARE) in July 2006. Some key observations revealed by the diagnostic report are summarized below:

1. Complete functionality available in the SHARE Treasury application was not implemented. The premise of the reconciliation functionality in PeopleSoft is that all system transactions have an accounting entry on the GL and that each bank transaction reconciles to the system transaction. This is not the case for the current implementation of SHARE.
2. The business process surrounding deposits, payments and cash management activities is not standardized across all agencies of the State.
3. The State does not currently require that all bank transactions have a corresponding accounting entry. There are accounts where the detail bank activity is not being recorded nor reconciled in the GL.
4. Appropriate end user training was never provided to ensure the users are aware of the tasks they perform in the system and the impact they have on the bank activity and the reconciliation process.
5. The current bank account structure is not optimal for managing and performing bank reconciliation.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2013**

Section II - Financial Statement Findings (continued)

2012-010 IT Environment and General Controls – SHARE (Material Weakness) - Resolved

Condition: During our evaluation of the IT environment and general controls of the Statewide Human resources, Accounting, management REporting System (SHARE), in which the management and monitoring of the application is the joint responsibility of the Department of Finance and Administration (DFA) and the Department of Information Technology (DOIT), we noted the following issues:

- No periodic review of user access
- Lack of an IT Security Policy
- Lack of supporting procedures for Logical Security and IT operations

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2013**

Section III – Federal Award Findings and Questioned Costs

2011-001 Cash Management Improvement Act (Instance of Noncompliance) - Resolved

Condition: During our single audit test work, we noted the following non-compliance with the Cash Management Improvement Act (CMIA).

1. Community Development Block Grant (CFDA 14.228/14/255) – 8 of 18 cash draws tested were not in compliance with CMIA.
2. Government Services Fund (CFDA 84.397) – The Department had the administrative responsibility of establishing a cash management plan for state agencies to follow to ensure state compliance with the CMIA. When reviewing draws, it was noted that the Department minimized the time between the receipt and disbursement to other agencies of federal funds; however, in 9 out of 10 draws reviewed, the state overall was not in compliance with the CMIA. Furthermore, there was no evidence that Department notified the non-complying agencies when they didn't submit their draw timely or as required, nor was their evidence of any corrective action against these agencies.

2011-002 Lack of Sufficient Subrecipient Monitoring Procedures (Significant Deficiency, Instance of Noncompliance) – Repeated and Updated

Condition: During our testwork over the Department's subrecipient monitoring for the Community Development Block Grant (CFDA14.228/14.255) Program, we noted the audit review process performed by the program includes a review to only identify findings related to CDBG. In addition, the site visit/review files do not include the documentation of the audit review.

2012-004 Federal Grant Reporting (Significant Deficiency, Instance of Noncompliance) - Resolved

Condition: During our single audit test work over reporting, the following exceptions were noted regarding required federal grant reports:

Community Development Block Grant (CFDA 14.228/14/255)

1. 3 out of 3 federal financial 425 reports were not filed timely.
2. The Transparency Act Sub-Recipient Monitoring Report was not filed.

Government Services Fund (CFDA 84.397)

1. 1 out of 3 1512 reports was not filed timely.

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
June 30, 2013**

Section IV – Other Findings

2012-001 Cash Receipts Not Recorded or Deposited in a Timely Manner (Compliance and Other Matters) – Repeated and Updated

Condition: During our internal control test work over cash receipts, we noted that 9 out of 23 receipts for a total of \$133,914 were not date stamped or logged. As a result, there was no evidence that they were deposited within 24 hours of receipt.

2012-005 Procurement Cards (Compliance and Other Matters) – Repeated and Updated

Condition: During the procurement card test work, the following exceptions were noted during our review of 3 out of 12 months:

1. Internal purchase requisitions were not consistently signed or signed after the purchase.
2. 1 instance of a missing receipt.

2012-006 Untimely Reversions to the State General Fund (Compliance and Other Matters) - Resolved

Condition: The Department made reversions as of June 30, 2012 that consisted of the following:

1. \$100,000 reversion for a project with a reversion date of June 30, 2009.
2. Approximately \$78,000 in reversions for unidentified projects in which the Department was uncertain as to the actual reversion date(s).

**STATE OF NEW MEXICO
DEPARTMENT OF FINANCE AND ADMINISTRATION
EXIT CONFERENCE
June 30, 2013**

An exit conference was held with the Department on November 26, 2013. The conference was held in a closed meeting to preserve the confidentiality of the audit information prior to the official release of the financial statements by the State Auditor. In attendance were:

DEPARTMENT OF FINANCE AND ADMINISTRATION

Thomas E. Clifford, Ph.D., Cabinet Secretary
Ricky Bejarano, CPA, Director of Financial Control/State Controller
Sanjay Bhakta, CPA, CGFM, CFE, Chief Financial Officer/ASD Director
Michael Marcelli, State Budget Division Director
Wayne Sowell, Local Government Division Director

CLIFTONLARSONALLEN LLP

Georgie Ortiz, CPA, CGFM, Principal
Matt Bone, CPA, CGFM, Assurance Manager

PREPARATION OF FINANCIAL STATEMENTS

The financial statements presented in this report have been prepared by management with the assistance of the independent auditor. The responsibility of the financial statements is the management's, as addressed in the Independent Auditors' Report.